

# 2014 Comprehensive Annual Financial Report

For the Year Ended December 31, 2014



Sedgwick County...  
*working for you*

Division of Finance - 316-660-7591 - 525 N. Main #823, Wichita, KS 67203

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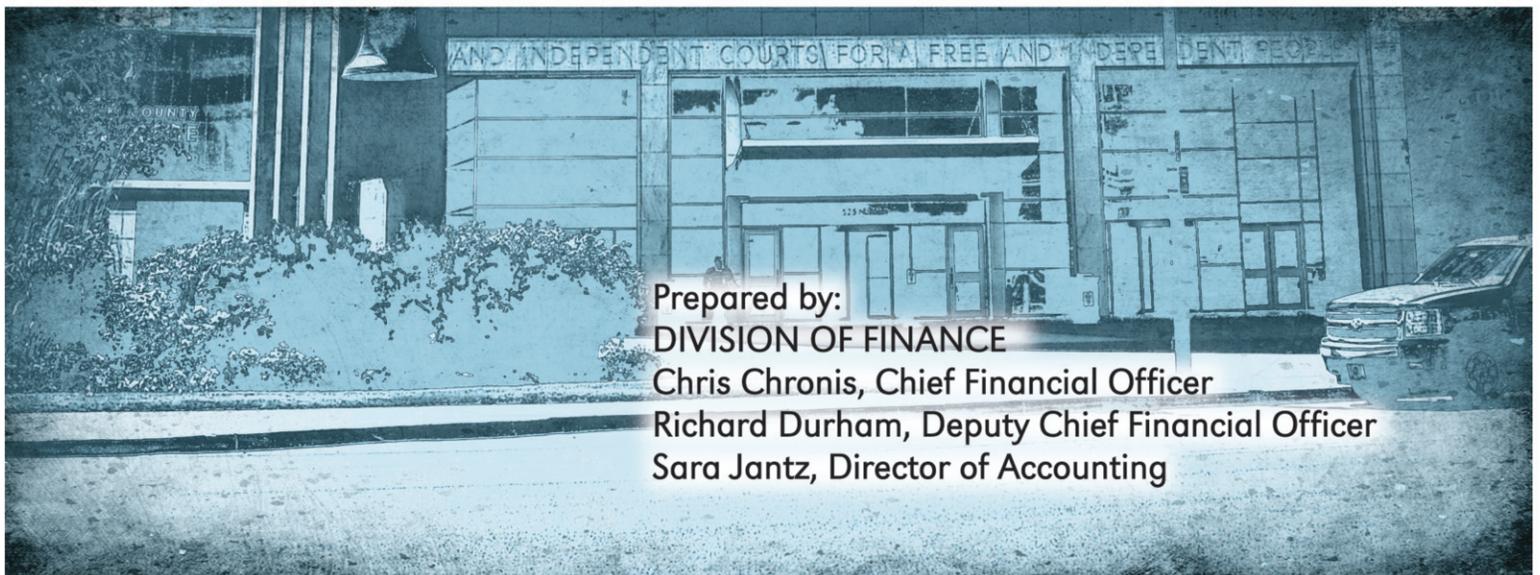
Comprehensive Annual Financial Report  
of

# **THE COUNTY OF SEDGWICK, KANSAS**

for the  
Year Ended December 31, 2014



*Sedgwick County...*  
*working for you*



Prepared by:  
DIVISION OF FINANCE  
Chris Chronis, Chief Financial Officer  
Richard Durham, Deputy Chief Financial Officer  
Sara Jantz, Director of Accounting

# COUNTY OF SEDGWICK, KANSAS BOARD OF COUNTY COMMISSIONERS

## **2014**

Chairman  
David M. Unruh

Chair Pro-Tem  
Tim R. Norton

Commissioner  
Karl Peterjohn

Commissioner  
Richard Ranzau

Commissioner  
James B. Skelton

COUNTY MANAGER  
William P. Buchanan

## **2015**

Chairman  
Richard Ranzau

Chair Pro-Tem  
Karl Peterjohn

Commissioner  
David M. Unruh

Commissioner  
Tim R. Norton

Commissioner  
James M. Howell

COUNTY MANAGER  
William P. Buchanan

### NON-DISCRIMINATION STATEMENT

Sedgwick County does not discriminate on the basis of handicapped status in the admission to, or treatment of, or employment in, its programs or activities. The Affirmative Action Officer has been designated to coordinate the non-discrimination requirements contained in Section 51.55 of the Revenue Sharing Regulations. The Coordinator may be contacted in the Sedgwick County Office of Affirmative Action, 510 North Main, Wichita, Kansas, 67203. Phone (316) 660-7058.

**SEDGWICK COUNTY, KANSAS**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**YEAR ENDED DECEMBER 31, 2014**

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**SEDGWICK COUNTY, KANSAS**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**YEAR ENDED DECEMBER 31, 2014**

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# INTRODUCTORY SECTION



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## County Manager's Office

525 N. Main, Suite 343, Wichita, KS 67203 - [www.sedgwickcounty.org](http://www.sedgwickcounty.org) - TEL: 316-660-9393 - FAX: 316-383-7946

William P. Buchanan  
County Manager

March 19, 2015

Board of County Commissioners  
Sedgwick County Courthouse  
525 N. Main  
Wichita, KS 67203-2703

Dear Commissioners:

The administration is pleased to present to you the Comprehensive Annual Financial Report of the County of Sedgwick, Kansas for the fiscal year ended December 31, 2014. This document is a review of what occurred financially last year. In that respect, it is a report card of our ability to manage our financial resources. This report indicates we are in sound financial shape.

This document can also be used as a means to inform you and the citizens regarding our financial condition as you struggle with the difficult choices of delivery of services. It provides a foundation of information that will help us all make informed decisions.

This report, along with management of our finances, is the fine work of Chief Financial Officer Chris Chronis, Deputy Chief Financial Officer Richard Durham, Accounting Director Sara Jantz, and the accounting team of Marty Hughes, Brandi Baily, Sarah Shaffer and Stephanie Taylor.

Sincerely,

William P. Buchanan  
County Manager



*Sedgwick County...*  
*working for you*

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## Division of Finance

525 North Main, Suite 823, Wichita, KS 67203 - [www.sedgwickcounty.org](http://www.sedgwickcounty.org) - TEL: 316-660-7591 - FAX: 316-383-7729

Chris Chronis  
Chief Financial Officer

March 19, 2015

To the Honorable Chair of the Board,  
Members of the Board of County Commissioners, and  
Citizens of Sedgwick County:

Good financial management requires that we provide full disclosure of the results of the County's fiscal activities each year, and that we obtain independent verification of the accuracy of our statements. Additionally, Kansas statutes call for an annual audit of all funds of the County by independent certified public accountants. Pursuant to these requirements, we hereby issue the comprehensive annual financial report of Sedgwick County for the fiscal year ended December 31, 2014. The County is responsible for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures. I believe that the information presented in this report is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of the various funds, and that all disclosures necessary for readers to gain an understanding of the County's financial affairs have been included.

Management has established an internal control structure designed to ensure that assets of the County are protected from loss, theft, or misuse and to compile adequate information to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The cost of the internal controls should not outweigh their benefits. Thus, Sedgwick County's internal controls are designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement.

The firm of Allen, Gibbs & Houlik, L.C. audited the County's financial statements. The goal of the independent audit is to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there is a reasonable basis for rendering unmodified opinions that the statements are presented in conformity with GAAP and fairly present the financial position of the County. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

## PROFILE OF SEDGWICK COUNTY

Sedgwick County is located in south central Kansas and encompasses 1,008 square miles. The County was organized under the territorial laws of the State of Kansas and the Constitution of the State of Kansas in 1870. The County is the second most populous of the 105 counties in Kansas, with 508,434 residents. The County seat is Wichita, the largest city in the State of Kansas. Wichita is known as the "Air Capital of the World" for its internationally recognized concentration of commercial and military airplane production and aviation services.

The County is governed by a five-member Board of County Commissioners. The Commissioners serve as full-time County officials and meet in regular session Wednesday mornings. The Board, which performs both executive and legislative functions, is responsible for all policy and executive decisions. A County Manager, appointed by the Board, is responsible for administrative matters. One Assistant County Manager and six Division Directors aid him in his duties. The County has 2,568 full-time employees.

Sedgwick County provides a full range of services to the community. These include public safety (sheriff, emergency medical services, emergency dispatch, emergency management, corrections, and the Regional Forensic Science Center), public works (construction and maintenance of roads, bridges and stormwater drainage systems, noxious weed control, and household hazardous waste disposal), human services (physical and mental health services, support for developmentally and physically disabled populations, and aging assistance), cultural and recreational services (parks, the Sedgwick County Zoo, the INTRUST Bank Arena, and Exploration Place, an interactive science and discovery center), economic development (the National Center for Aviation Training), public improvements, planning and zoning, judicial support, youth facilities, and general administrative services. In addition to these activities, the governing body has operating and financial relationships with the Sedgwick County Fire District #1 and the Sedgwick County Public Building Commission.

The annual budget process begins 15 months before the start of each fiscal year, when the Budget Department prepares a revised five-year financial forecast. The financial forecast serves as the foundation for planning and control, projecting revenues and expenditures for the next five years and comparing the prior year's projections with actual results. The Budget Department also receives input from the Technology Review Committee, which evaluates division technology enhancement plans based on established criteria. The goals of the Technology Review Committee are to provide peer review of departmental technology enhancement plans and to evaluate and coordinate technology acquisitions to provide efficient access to County information. The Budget Department also receives input from the Capital Improvement Program Committee. This committee ranks projects with significant multi-year benefits, such as buildings and infrastructure. Nine months before the start of the new fiscal year, the Budget Department prepares and distributes a base budget for all County Divisions. Division managers identify the service implications of the base budget and, if necessary, submit requests for additional funding or staff. Two months later, the Board of County Commissioners holds budget review sessions to discuss service levels, resource allocations, and funding strategies for the upcoming year. The Budget Department then submits a proposed budget to the County Manager. The County Manager reviews and, as appropriate, revises the proposed budget and then, six months before the new year, submits a recommended budget to the Board of County Commissioners. The Commissioners hold public hearings to receive input from citizens. The budget is adopted approximately five months before the start of the new fiscal year and is submitted to the State of Kansas in compliance with State statutes.

The legal level of budgetary control is at the individual fund level, and County policy provides authority for intra-fund modifications of the budget. The budget is prepared by fund, function, cost center and superior commitment item. Legal appropriated annual budgets are statutorily required for most, but not all, operations. County practice is to adopt budgets for all funds. Budget to actual comparisons are provided in this report for each individual governmental fund for which a legal appropriated annual budget has been adopted. For the General Fund, this comparison is presented on page A-64 as part of the required supplementary information. For governmental funds other than the General Fund with legal appropriated annual budgets, this comparison is presented in the governmental funds subsection, beginning on page B-16.

## ECONOMIC CONDITION AND OUTLOOK

Sedgwick County is a regional economic center with aircraft manufacturing, health care service, and retail trade as primary industries. The economic information contained in this letter was drawn from publications of the Center for Economic Development and Business Research (CEDBR) at Wichita State University, and from the U.S. Department of Labor. The Wichita metropolitan statistical area (MSA) is comprised of Sedgwick, Butler, Harvey, Kingman and Sumner counties in Kansas.

The CEDBR projects that the Wichita MSA economy will grow in 2015 but it will be slower than the national average. The Wichita MSA unemployment rate decreased from 5.4% in December 2013 to 4.8% in December 2014. In comparison, the December 2014 national rate stood at 5.6%. For 2014, the value of new residential construction permits decreased 6.4%; the value of new non-residential construction permits increased 35.1%; home sales decreased 7.4%. The number of outbound airline passengers decreased 0.5%. The Wichita MSA's hotel occupancy rates increased 1.6% and total transient guest taxes collected increased 1.8%.

### **Manufacturing**

In the Wichita MSA, manufacturing employment accounts for 17.3% of all jobs. The aircraft manufacturing industry continues to turn around after several difficult years: in 2014, general aviation shipments manufactured worldwide increased 1.3% and total billings increased 6.3%.

Highlights of the manufacturing sector are as follows:

- Textron, the parent company of Cessna Aircraft, purchased Beech Holdings LLC, the parent company of Beechcraft Crop., for \$1.4 billion in cash. After the purchase, the company laid off 750 full-time and contract employees companywide, including 575 in Kansas.
- In January, Bombardier announced it would furlough 300 people involved with the production of the Learjet 70 and 75. Later in the year they announced layoffs of another 2,000 employees company wide. In June, they received bond approval from City of Wichita to spend \$52.7 million to renovate and expand its west Wichita plant. About 450 jobs were expected to be created from the project.
- Spirit AeroSystems entered 2014 in a hiring mode. In April, they continued to be in hiring mode looking to fill 250 open positions. Later in the year, they began offering a voluntary retirement program to management and salaried employees.
- Reiloy Westland Corp, a plastic component manufacturing company, broke ground on a 55,000 square-foot facility. Reiloy expects to hire 15 additional employees over the next few years.

### **Other Sectors**

Education and health services employment accounted for 45,633 jobs in 2014, about 15.6% of all jobs in the Wichita MSA. Jobs in this sector increased 2.5% this year.

Highlights of the education and health services sector are as follows:

- Via Christi Health announced a plan to invest \$85 million in an electronic health records system in 2014.
- Enrollment at Wichita USD 259 increased to 51,330 in fall 2014, the highest enrollment since 1975. In response to the increasing enrollment the district broke ground for a new high school. The school will accommodate 1,800 students and is anticipated to open in the fall 2016.
- Children's Mercy Hospitals and Clinics expanded in Wichita with the addition of a cardiology clinic.
- As part of Wichita State University's continuing efforts to building the Innovation Campus, they received a \$1.9 million federal grant to help buy equipment for a new multi-robotic additive manufacturing lab and obtained financing to construct a \$42-million Experiential Engineering facility.

Additional information regarding other employment sectors follows:

- The Kansas Department of Transportation is planning on investing \$250 million to improve roads and bridges in Sedgwick County between 2015 and 2016. The expansion of the interchange I-235 and Kellogg is the biggest project, \$116 million, planned in Wichita.
- There were several developments in the retail trade sector. The first Audi dealership in the state of Kansas opened in August in Wichita. Christian Brothers Automotive, a full-service automotive repair franchise, is planning to open two stores in Wichita next year. Several stores, including Dillons and QuikTrip, are renovating stores.
- FedEx Ground planned to build a new distribution facility in Bel Aire's Sunflower Commerce Park. It will replace the company's current facility.

## **COUNTY BUSINESS AND FINANCIAL FORECAST**

### **Financial Plan**

Sedgwick County continues to demonstrate a strong financial position. The County's mission is to assure quality public services that provide for the present and future well-being of the citizens of Sedgwick County. We accomplish this by establishing and maintaining partnerships, encouraging innovation, ensuring informed decisions and allocating resources to meet changing needs.

The County uses a five-year financial forecast to evaluate current and projected fiscal conditions and to guide policy and programmatic decisions. The financial forecast is a management tool that projects operating results based on current and anticipated economic conditions and identifies revenue and expenditure trends that may have an immediate or long-term effect on the County's financial condition. The financial forecast assists in making decisions that meet the County's objectives of fiscal discipline and delivery of essential community services. Additionally, it serves as an early warning signal of the possibility of future deficits, allowing time for reasoned consideration of alternative actions to avoid deficits.

Over the next five years, the County faces a number of challenges. The financial forecast shows a planned operating deficit in 2015 due to a one-time contribution to fund a new elephant barn at the Sedgwick County Zoo, but some combination of reduced expenditures and increased revenues will be required to avoid additional operating deficits in funds receiving statutorily authorized tax support for the 2016 – 2019 fiscal years. Other funds, particularly grant funds, are also projected to experience operating deficits. The projections in the financial forecast reflect the impacts of actions by the Kansas Legislature to reduce county funding and of slow growth of the local economy.

Major initiatives of the County include the following:

- To simplify building code and inspection requirements for developers, as well as to increase efficiencies, the County is creating a consolidated Metropolitan Area Building and Construction Department (MABCD) to replace the former organizations that were operated independently by the County and the City of Wichita. The MABCD began functioning in January 2013. Over time the city staff, currently functioning under county supervision, will be replaced with county staff, and the permit and inspection fee structures of the county and city will be unified.
- The County is reconfiguring the Sheriff's Adult Detention facility to create a segregated area in which to house inmates who suffer from acute mental health problems. By providing extra security and mental health supervision the Sheriff expects fewer suicide attempts, assaults on corrections staff, and instances of abuse by other inmates. Additionally, the higher level of care provided while in custody should result in more successful transitions to society upon release.
- In an effort to better meet the needs of citizens for mental health services, the County is tripling the Crisis Stabilization Unit bed capacity. Due to current economic and societal pressures, a growth in the number of individuals suffering from mental health related crises has been occurring. By expanding the bed capacity the County will be better able to divert clients from more expensive treatment options such as inpatient care.

- The County has implemented new purchasing and budgeting software. The County is also implementing a workforce time management system and has implemented a paperless accounts payable process. All of this will help Sedgwick County become more efficient in administration, so that scarce resources may be used to provide core services to citizens. Additional value will be obtained as data becomes more visible to taxpayers so they can more easily understand how their taxes are used by Sedgwick County to make the community a better place to live.

### **Financial Management**

In addition to the five-year financial forecast, the County develops a Capital Improvement Program (CIP) with the goal of facilitating area-wide economic development by updating the County's roads, bridges and drainage systems, as well as maintaining its facilities. The five-year CIP is used as a planning tool that specifies the capital spending budget for the current year and projects it for the four following years. Capital spending for 2014 totaled \$34,744,759, including projects for road improvements, infrastructure, and continued upgrades to County owned and leased buildings. Planned capital spending for 2015 totals \$25,183,308, and total projected spending in the five year capital improvement program that extends through 2019 is \$225,986,352. The most recent five year CIP is comprised of the following: \$3.08 million for drainage, \$14.68 million for facilities, \$25.05 million for bridges and \$183.17 million for roads. A majority of the road portion is State and Federal funding for the interchange project at I-235 and U.S. Highway 54 totaling \$116.03 million. The CIP is funded on a year-by-year basis from various funding sources, including annual operating revenues from property tax and sales tax, or by issuing bonds and making debt service payments over a period of years.

During 2014, as authorized by a comprehensive written investment policy, idle County funds were invested in certificates of deposit, obligations of the U.S. Treasury, government agency securities, repurchase agreements, money market funds, and the State of Kansas Municipal Investment Pool. Investments had a maximum maturity of four years. The weighted average maturity was 427 days and the average yield to maturity was 0.31%. The fair value of investments totaled \$567,965,090 at December 31, 2014.

Sedgwick County maintains a debt management policy designed to set guidelines for management and control of debt financing by the County. Many demands are placed upon the County to provide services; therefore, it is necessary to ensure the use of debt to finance projects does not outrun the County's legal and fiscal capability to repay the debt.

Sedgwick County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, Audits of State and Local Governments. Single audits are intended to eliminate duplication of audit effort by providing for only one audit entity-wide, specifically designed to meet the needs of all interested parties. Although individual federal grantor agencies may still arrange for additional audit work if they consider it necessary for their purposes, the law requires that any additional work be built upon the single audit.

The County's financial management policies may be viewed at the County Finance Division's website, <http://www.sedgwickcounty.org/finance>.

As a recipient of Federal and State financial assistance, the County is also responsible for ensuring that an adequate internal control structure is in place to assure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management. As a part of the County's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to Federal financial assistance programs, and to evaluate the County's compliance with applicable laws and regulations.

## AWARDS AND ACKNOWLEDGEMENTS

### Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Sedgwick County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2013. This was the 33rd consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

Sedgwick County also received GFOA's Award for Distinguished Budget Presentation for its 2014 annual appropriated budget document. In order to qualify for the Distinguished Budget Presentation Award, a government must publish a document that meets program criteria as a policy document, operations guide, financial plan, and communications medium. The award is valid for a period of one year only. Sedgwick County has received the award for 31 consecutive years.

For the eighth time Sedgwick County received GFOA's Popular Annual Financial Reporting (PAFR) Award for 2013. GFOA's PAFR award program encourages governments to publish concise annual financial reports specifically designed to be readily accessible and easily understandable to the general public. This award is valid for one year only.

### Acknowledgements

Preparation of this report required the cooperation and dedicated efforts of many County personnel outside the Division of Finance, and of the independent auditors, Allen, Gibbs & Houlik, L.C. I sincerely appreciate this significant support. The citizens of Sedgwick County are extraordinarily well served by all members of the Division of Finance who contributed to this annual financial report of the County's financial results in their daily work throughout the year and their individual fiscal year-end tasks.

In particular, I want to applaud the efforts Sara Jantz, the Director of Accounting, whose service to the County is invaluable. I express special appreciation to the Board of County Commissioners and County Manager Bill Buchanan for their unfailing support for maintaining the highest standards of professionalism in the management of Sedgwick County's finances.

Respectfully,



Chris Chronis  
Chief Financial Officer



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Sedgwick County  
Kansas**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

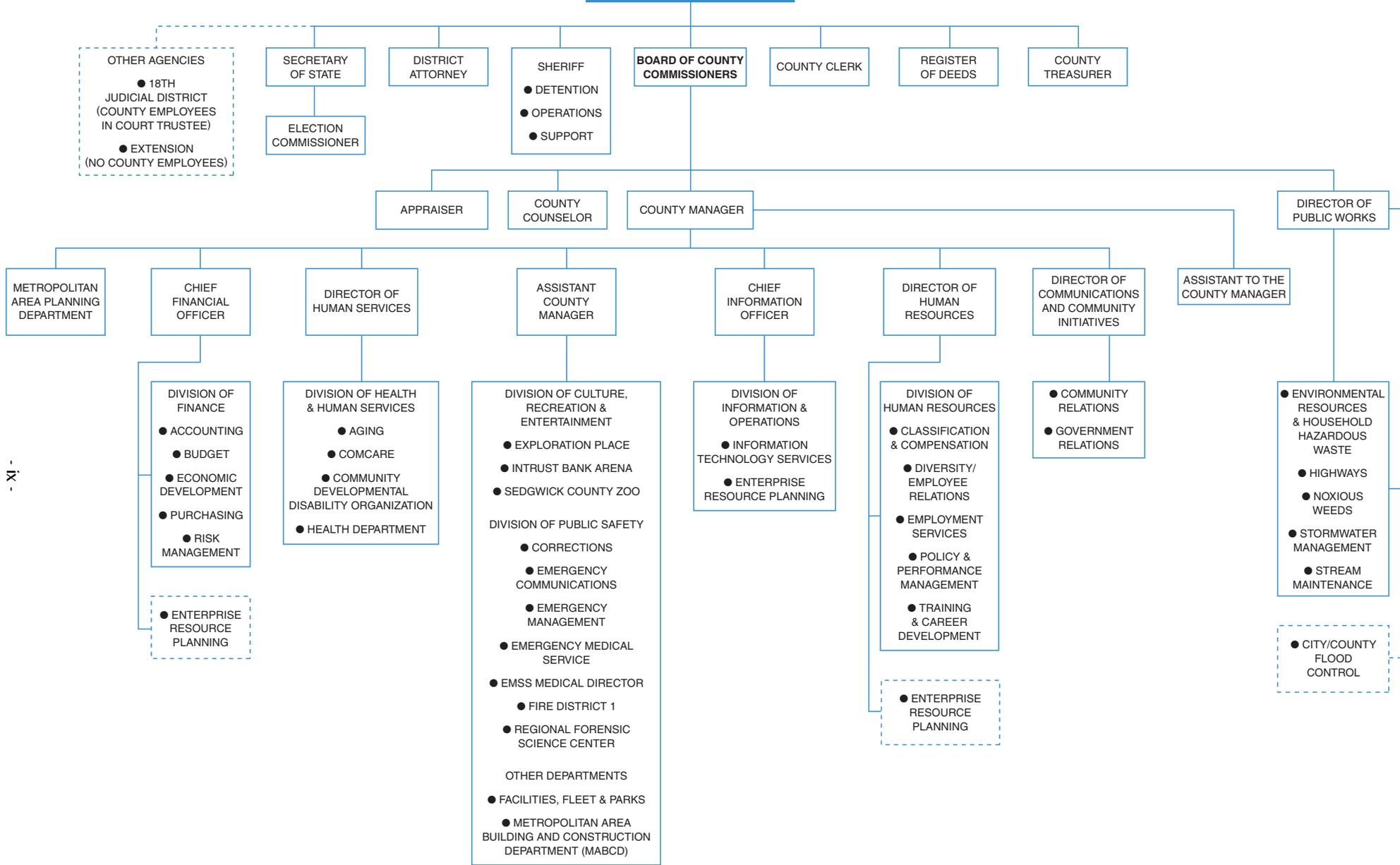
**December 31, 2013**

Executive Director/CEO

**SEDGWICK COUNTY, KANSAS  
PRINCIPAL OFFICIALS  
January 11, 2015**

<b>Elected Positions</b>	<b>Name</b>	<b>Date of Appointment</b>
Commissioner, 1 <sup>st</sup> District	David M. Unruh	January 13, 2003
Commissioner, 2 <sup>nd</sup> District	Tim R. Norton	January 8, 2001
Commissioner, 3 <sup>rd</sup> District	Karl Peterjohn	January 11, 2009
Commissioner, 4 <sup>th</sup> District	Richard Ranzau	January 9, 2011
Commissioner, 5 <sup>th</sup> District	James M. Howell	January 11, 2015
Administrative Judge, 18 <sup>th</sup> Judicial District	James Fleetwood	January 12, 2009
District Attorney	Marc Bennett	January 13, 2013
County Clerk	Kelly B. Arnold	January 11, 2009
Register of Deeds	Bill Meek	April 20, 1998
County Sheriff	Jeffrey Easter	December 16, 2012
County Treasurer	Linda Kizzire	January 9, 2011

<b>Appointed Positions</b>	<b>Name</b>	<b>Date of Appointment</b>
County Manager	William P. Buchanan	March 18, 1991
Assistant County Manager	Ron Holt	February 20, 2005
Chief Financial Officer	Chris Chronis	January 4, 1999
County Counselor	Richard A. Euson	March 5, 1997
County Appraiser	Mike Borchard	December 15, 2004
Director, Public Works / County Engineer	David Spears	July 1, 1985
Director, Division of Human Services	Tim Kaufman	January 16, 2013
Director, Division of Public Safety	Marvin Duncan	June 02, 2013
Director, Division of Information & Operations	David Miller	March 24, 2013
Director, Division of Culture, Recreation & Entertainment	Ron Holt	February 20, 2005
Director of Health Department	Adrienne Byrne-Lutz	May 18, 2014
Director of Human Resources	Eileen McNichol	July 07, 2014
Director of Communications	Kristi Zukovich	January 1, 2001
Director, Metropolitan Area Planning Department	John L. Schlegel	June 30, 2003



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# FINANCIAL SECTION



*Sedgwick County...*  
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Division of Finance - 316-660-7591 - 525 N. Main #823, Wichita, KS 67203

[www.sedgwickcounty.org](http://www.sedgwickcounty.org)

## INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners  
Sedgwick County, Kansas

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Sedgwick County, Kansas (County) as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide*, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Sedgwick County, Kansas, as of December 31, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information listed on the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and schedules and the introductory and statistical sections as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, such information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated March 19, 2015 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County's internal control over financial reporting and compliance.

*Allen, Gibbs & Houlik, L.C.*  
CERTIFIED PUBLIC ACCOUNTANTS

March 19, 2015  
Wichita, Kansas

## Management's Discussion and Analysis

As management of Sedgwick County, Kansas, we offer you this discussion and analysis of the financial activities of Sedgwick County for the fiscal year ended December 31, 2014. This information is designed to identify and explain significant financial issues, changes in Sedgwick County's financial position and deviations from budget. We encourage you to consider this information in conjunction with the letter of transmittal that precedes this narrative, the financial statements, and the notes to the financial statements.

### Financial Highlights

- Total net position of Sedgwick County increased \$5.2 million to \$620.3 million. The governmental funds increased \$10.2 million, and the Arena fund, our only enterprise fund, decreased \$5.0 million.
- Of this total, \$85.2 million, a decrease of \$4.1 from the prior year, is reported as unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.
- During 2014, general government expenses decreased \$1.1 million to \$45.6 million, and health and welfare expenses decreased \$0.2 million to \$56.3 million. Public works expenses increased \$0.5 million to \$31.6 million, and public safety expenses increased \$4.5 million to \$141.5 million. In total, expenses increased \$10.2 million, or 3.3%, to \$314.1 million.
- Program revenues were \$130.9 million, an increase of \$14.0 million, due to an increase in Affordable Airfares, contributions from Wichita State University and Sedgwick County Zoo.
- Investment earnings decreased \$0.6 million or 11.3%, to \$4.7 million.

### Overview of the Financial Statements

Management's discussion and analysis serves as an introduction to Sedgwick County's basic financial statements. The basic financial statements consist of three components: [1] government-wide financial statements, [2] fund financial statements, and [3] notes to the financial statements. This report also contains other information in addition to the basic financial statements.

The government-wide financial statements provide financial information about the County as a whole, including its component units.

The fund financial statements focus on the County's operations in more detail than government-wide financial statements. The financial statements presented for governmental funds report on the County's general government services and proprietary funds report on the activities the County operates like private-sector businesses.

The basic financial section also includes notes that more fully explain the information in the government-wide and fund financial statements; the notes provide more detailed data essential to a full understanding of the data presented in the financial statements. The notes to the financial statements can be found on pages A-31 through A-63 of this report.

### Government-wide Financial Statements

The *government-wide financial statements* provide readers with a broad overview of Sedgwick County's finances. All current year revenues and expenses are included, regardless of whether related cash has been received or paid. This reporting method produces a view of financial activities and position similar to that presented by most private-sector businesses.

The *statement of net position* presents information on all of Sedgwick County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as *net position*, which is one method to measure the County's financial condition. An increase or decrease in the County's

net position from one year to the next indicates whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

The government-wide financial statements report functions of the County that are principally supported by taxes and intergovernmental revenue (governmental activities) separately from other functions that are intended to recover all or a significant portion of costs through user fees and charges (business-type activities). Governmental activities of the County include general government, public safety, public works, health and welfare, culture and recreation, and economic development. The County has a single business-type activity, the Arena Fund, which is used to account for the assets, liabilities, revenues and expenses associated with INTRUST Bank Arena.

The government-wide financial statement includes not only the primary government but also two blended component units, Sedgwick County Fire District #1 and Public Building Commission.

The government-wide financial statements can be found on pages A-14 through A-17 of this report.

### **Fund Financial Statements**

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Sedgwick County, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund financial statements focus on individual parts of the County, reporting the operations in more detail than the government-wide statements. Fund financial statements focus on the most significant funds within the County. The County's funds are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

#### Governmental Funds

Governmental funds include most of the basic services provided by the County and account for essentially the same functions as reported in the governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, the fund financial statements focus on how money flows in and out of the funds during the fiscal year and spendable resources available at the end of the fiscal year. This information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Sedgwick County maintains thirty-two individual governmental funds. Information is presented separately in the governmental funds *balance sheet* and in the governmental funds *statement of revenues, expenditures, and changes in fund balances* for the General Fund, Federal/State Assistance Fund, Public Building Commission Fund, Debt Service Fund, and Debt Proceeds Fund, all of which are reported as major funds. Information on the remaining non-major governmental funds is combined into a single, aggregated column. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the Governmental Funds subsection.

The County adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental funds financial statements and reconciliations to the government-wide financial statements can be found on pages A-18 through A-24 of this report.

#### Proprietary Funds

Sedgwick County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County reports a single enterprise fund to account for the Arena complex. Additional information regarding the INTRUST Bank Arena is provided in the combining schedule in the Enterprise Fund subsection.

*Internal service funds* are used to accumulate and allocate costs internally among Sedgwick County's various functions. The County utilizes internal service funds to account for its fleet of vehicles, employee health, dental and life insurance, worker's compensation activity, and risk management. The four internal service funds are combined into a single, aggregated column in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* in the Internal Service Funds subsection. Because activity of the internal service funds predominately benefit governmental rather than business-type functions, they are included within *governmental activities* in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages A-26 through A-28 of this report.

#### Fiduciary Funds

Fiduciary funds are used to report activities whereby the County acts as a trustee or fiduciary to hold resources for the benefit of parties outside the government. The accrual basis of accounting is used for fiduciary funds and is similar to the accounting used for proprietary funds. The government-wide statements exclude fiduciary fund activities and balances, because these assets are restricted in purpose and cannot be used by the County to finance its operations. The County must ensure that assets reported in fiduciary funds are used for their intended purpose.

The County's fiduciary funds are classified as agency funds. These two funds account for tax collection and distribution, and for other clearing and fee collections. Individual fund detail is included in the form of *combining statements* in the Agency Funds subsection.

The basic fiduciary fund financial statement can be found on page A-29 of this report.

#### **Notes to the Financial Statements**

The notes provide additional narrative and financial information that is essential to a full understanding of the data provided in the government-wide financial statements and the fund financial statements. The notes to the financial statements begin on page A-31 of this report.

#### **Other Required Supplementary Information**

This section is found on pages A-64 through A-66 and shows a comparison of the original and final General Fund budget to actual results and reconciliation between budgetary fund balance and GAAP. Information on the County's funding for postemployment benefits other than pensions is also shown.

#### **Other Information**

Other information includes combining financial statements for nonmajor governmental, enterprise, internal service, and fiduciary funds, as well as the County's discretely presented component unit. Combining and individual fund statements and schedules can be found on pages B-1 through D-1 of this report.

## Government-wide Financial Analysis

### Net Position

Net position may serve over time as a useful indicator of a government's financial position. Assets of the primary government exceeded liabilities by \$620.3 million at the end of 2014.

**Sedgwick County, Kansas**  
**Net Position**  
**As of December 31, 2014**  
**With Comparatives as of December 31, 2013**  
(millions of dollars)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
<b>Assets:</b>						
Current and other assets	\$419.7	\$348.6	\$ 13.5	\$ 13.7	\$433.2	\$362.3
Capital assets	446.4	437.4	155.9	160.7	602.3	598.1
Total assets	<u>866.1</u>	<u>786.0</u>	<u>169.4</u>	<u>174.4</u>	<u>1,035.5</u>	<u>960.4</u>
<b>Deferred Outflows:</b>						
Deferred refunding	1.1	1.2	-	-	1.1	1.2
Total deferred outflows	<u>1.1</u>	<u>1.2</u>	<u>-</u>	<u>-</u>	<u>1.1</u>	<u>1.2</u>
<b>Liabilities:</b>						
Long-term liabilities	264.0	195.4	-	-	264.0	195.4
Other liabilities	12.4	13.8	-	-	12.4	13.8
Total liabilities	<u>276.4</u>	<u>209.2</u>	<u>-</u>	<u>-</u>	<u>276.4</u>	<u>209.2</u>
<b>Deferred Inflows:</b>						
Deferred revenues	139.9	137.3	-	-	139.9	137.3
Total deferred inflows	<u>139.9</u>	<u>137.3</u>	<u>-</u>	<u>-</u>	<u>139.9</u>	<u>137.3</u>
<b>Net position:</b>						
Net investment in capital assets	310.0	298.1	155.9	160.7	465.9	458.8
Restricted	60.0	57.0	9.2	10.0	69.2	67.0
Unrestricted	80.9	85.6	4.3	3.7	85.2	89.3
Total net position	<u>\$450.9</u>	<u>\$440.7</u>	<u>\$169.4</u>	<u>\$174.4</u>	<u>\$620.3</u>	<u>\$615.1</u>

The largest portion of the County's net position (75.1 percent) is invested in capital assets (e.g. land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets. Sedgwick County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Restricted net position represents 11.1 percent of net position and are resources that are subject to external restrictions on how they may be used. The remaining balance of \$85.2 million is *unrestricted net position* and may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Position

The County's net position for governmental activities increased \$10.2 million or 2.3 percent. Net position of the County's business-type activities decreased \$5.0 million representing a decrease of 2.9 percent during 2014. Overall, net position increased \$5.2 million. Changes in net position were as follows:

**Sedgwick County, Kansas**  
**Change in Net Position**  
**Fiscal Year Ended December 31, 2014**  
**With Comparatives for the Year Ended December 31, 2013**  
**(millions of dollars)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 68.9	\$ 66.0	\$ 0.6	\$ 0.8	\$ 69.5	\$ 66.8
Operating grants and contributions	57.2	48.8	-	-	57.2	48.8
Capital grants and contributions	4.8	1.9	-	-	4.8	1.9
General revenues:						
Property taxes	157.7	156.6	-	-	157.7	156.6
Sales taxes	27.7	26.9	-	-	27.7	26.9
Other taxes	3.3	3.1	-	-	3.3	3.1
Investment earnings	4.7	5.3	-	-	4.7	5.3
Gain on sale of capital assets	-	-	-	0.2	-	0.2
<b>Total revenues</b>	<b>324.3</b>	<b>308.6</b>	<b>0.6</b>	<b>1.0</b>	<b>324.9</b>	<b>309.6</b>
<b>Expenses</b>						
General government	45.6	46.7	-	-	45.6	46.7
Public safety	141.5	137.0	-	-	141.5	137.0
Public works	31.6	31.1	-	-	31.6	31.1
Health and welfare	56.3	56.5	-	-	56.3	56.5
Culture and recreation	11.0	10.8	-	-	11.0	10.8
Economic development	21.0	15.1	-	-	21.0	15.1
Interest on long-term debt	7.1	6.6	-	-	7.1	6.6
Arena	-	-	5.6	5.7	5.6	5.7
<b>Total expenses</b>	<b>314.1</b>	<b>303.8</b>	<b>5.6</b>	<b>5.7</b>	<b>319.7</b>	<b>309.5</b>
Increase (decrease) in net position	10.2	4.8	(5.0)	(4.7)	5.2	0.1
Net position, beginning	440.7	436.2	174.4	179.1	615.1	615.3
Prior period adjustment	-	(0.3)	-	-	-	(0.3)
<b>Net position, ending</b>	<b>\$450.9</b>	<b>\$440.7</b>	<b>\$169.4</b>	<b>\$174.4</b>	<b>\$620.3</b>	<b>\$615.1</b>

Charges for services in governmental activities increased \$2.9 million in 2014. EMS revenues increased \$1.4 million due to a rate increase and an increase in call volume. Mortgage program revenues increased \$1.7 million from the previous year. Capital grants and contributions were up \$2.9 million. The Sedgwick County Zoo contributed \$4.7 million in capital assets in 2014 compared to \$1.5 million in 2013. Operating grants and contributions increased \$8.4 million from 2013 to 2014. This is due to the State paying 2013 and 2014 Affordable Airfare funds in 2014. Property tax collections were up \$1.1 million, due to an increase in motor vehicles tax collections.

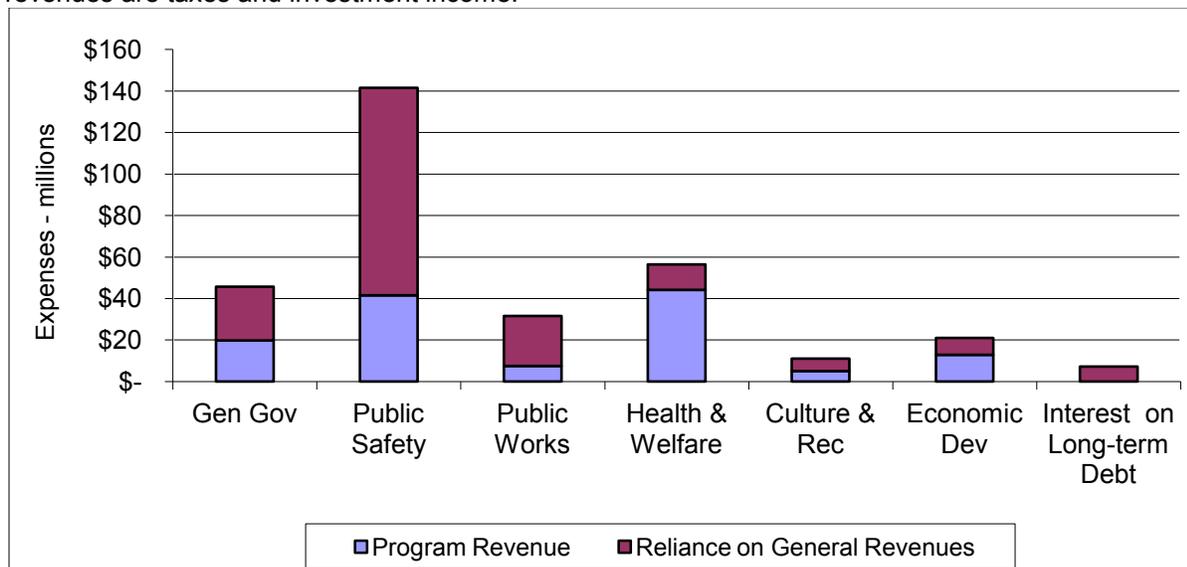
Expenses of governmental activities increased \$10.3 million. General government expenses decreased \$1.1 million, 2.4%. Health and welfare expenses decreased \$0.2 million or 0.4%. Culture and recreation expenses increased 1.9%. Economic development expenses increased \$5.9 million, 39.1% due to the Affordable Airfares program being reallocated from general government. Public safety expenses increased \$4.5 million, 3.3%, mostly due to personnel cost.

Governmental Activities

Governmental activities incurred \$314,133,268 in expenses during 2014. The following list breaks this expense down into percentage by function with the corresponding dollar amount:

o Public safety	45.0%	\$141,461,365
o Health and welfare	17.9%	56,346,131
o General government	14.5%	45,631,487
o Public works	10.1%	31,607,297
o Economic development	6.7%	20,937,889
o Culture and recreation	3.5%	11,024,934
o Interest on long-term debt	2.3%	7,124,165
Total governmental activities expenses		<u>\$314,133,268</u>

The following chart shows total expenses for each function of governmental activities. The chart also shows total program revenue for each function along with total reliance on general revenues. General revenues are taxes and investment income.



As reflected in the chart, no function of government is self-supporting. For that reason there is need for taxes to be levied and collected in order to provide services to the community. The following list shows each function of government, the percentage of reliance on general revenues of the county to fund the function, and the corresponding dollar amount of general revenue and program revenues used to fund the function:

		General Revenues	Program Revenues
o Interest on long-term debt	100.0%	\$ 7,124,165	\$ -
o Economic development	38.4%	8,040,498	12,897,391
o Culture and recreation	54.4%	5,992,994	5,031,940
o Public works	76.4%	24,145,617	7,461,680
o Public safety	70.6%	99,885,804	41,575,561
o General government	56.7%	25,851,613	19,779,874
o Health and welfare	21.6%	12,155,139	44,190,992
Total reliance on general revenues		<u>\$183,195,830</u>	<u>\$130,937,438</u>

#### Business-type Activity

Sedgwick County has one business-type activity, the Arena fund. Net position for fiscal year 2014 decreased by \$5.0 million to \$169.4 million. Of that \$169.4 million, \$155.9 million is invested in capital assets.

#### **County Funds Financial Analysis**

As noted earlier, Sedgwick County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

#### Governmental Funds

The focus of the County's governmental funds is to provide information on near-term cash inflows and outflows during the fiscal year and balances of spendable resources at year-end. This information is useful in assessing the County's financing requirements. Unassigned fund balance may serve as a useful measure of the County's net resources available for future spending.

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$236.5 million, an increase of \$71.9 million since the beginning of the year. The following table shows how fund balance changed in the major and other governmental funds.

Fund	Beginning Fund Balance	Ending Fund Balance	Change in Fund Balance
General	\$ 66,840,795	\$ 68,626,769	\$1,785,974
Federal/State Assistance	20,108,531	23,262,996	3,154,465
Public Building Commission	1,116,689	50,532,966	49,416,277
Debt Service	1,324,073	1,644,768	320,695
Debt Proceeds	24,167,275	48,102,264	23,934,989
Other Governmental	51,024,277	44,331,235	(6,693,042)
Total Governmental Funds	<u>\$ 164,581,640</u>	<u>\$ 236,500,998</u>	<u>\$71,919,358</u>

The General Fund is the chief operating fund of Sedgwick County. Ending fund balance in the General Fund increased \$1.8 million, compared to an increase of \$0.8 million a year ago.

Revenues of the General Fund increased \$1.8 million, to \$151 million, in 2014. A majority of the increase comes from a variety of miscellaneous revenues categorized as "other revenues, which had an increase of \$2.0 million. The housing mortgage program had increased activity in 2013 and revenues increased \$1.7 million. Property tax increased \$0.2 million from 2013. Intergovernmental revenues and charges for services decreased \$0.2 million and \$0.8 million from 2013, respectively.

General Fund expenditures increased \$4.9 million, to \$141.8 million; every function increased with the exception of economic development. General government expenditures increased \$2.0 million, to \$31.2 million. \$1.1 million of that increase was due to an increase in costs in operating County facilities. Public safety expenditures increased \$2.3 million, to \$86.9 million, due to an increase personnel cost; culture and recreation increased \$465,000, to \$8.8 million.

As a measure of the General Fund's financial position, it may be useful to compare unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 27% of total General Fund expenditures, while total fund balance represents 48.4%. In other words, readily available resources as of December 31 were sufficient to pay for services for three months.

The Federal/State Assistance Fund is a special revenue fund that accounts for programs that receive grant funding. The Federal/State Assistance Fund ended the year with a fund balance of \$23.3 million which is \$3.2 million more than 2013. Revenues increased \$4.5 million over the prior year, to \$65.1 million. A majority of that increase was other revenues in the amount of \$5.7 million. The increase can be attributed to the Affordable Airfares program. The State distributed the 2013 and 2014 funds in 2014. Charges for service decreased \$1.2 million from 2013 to 2014. Medicaid waivers decreased \$1.2 million. Federal/State Assistance expenditures increased \$3.0 million, which is due to the Affordable Airfares Program. General government expenditures decreased \$3.8 million, and economic development expenditures increased \$6.5 million. Expenditures for Affordable Airfares program were reclassified from general government to economic development in 2014.

The Public Building Commission (PBC) fund is a special revenue fund to account for revenues and expenditures derived from direct financing leases. The PBC fund ended the year with a fund balance of \$50.5 million, which is an increase of \$49.4 million from 2013. During the year, the PBC issued \$44.9 million in revenue bonds for Wichita State University (WSU) to build an Experiential Engineering facility. The funds were placed in an escrow account until construction.

Debt Service fund balance increased by \$0.3 million due to a \$1.0 million increase in property tax revenue and a decrease of \$702,000 in principal and interest expenditures.

The Debt Proceeds Fund is a capital projects fund that receives proceeds from general obligation bond issues and other long-term financing sources. During 2014 the fund received \$31.9 million in proceeds from debt issuance. Proceeds were used to refund outstanding debt. \$10.7 million was transferred to capital projects funds to pay for current projects. A significant portion of transfers out to capital projects funds included \$5.0 million for the jail replace master control system and public safety facilities, and \$4.2 million for road and bridge projects.

#### Proprietary Funds

Sedgwick County's proprietary fund financial statements provide the same type of information found in the government-wide financial statements, but in more detail.

The Arena Fund represents the activity of the INTRUST Bank Arena. The facility is operated by a private company; the county incurs expenses only for certain capital improvements or major repairs and depreciation, and receives as revenue only a share of profits earned by the operator, if any, and naming rights fees. The Arena had an operating loss of \$5.0 million. The loss can be attributed to \$5.2 million in depreciation expense.

Internal service funds account for the County's fleet operation as well as insurance, including workers compensation, health, life, dental, property and liability. Fleet operations show an increase in 2014 of \$559,600, to \$22.5 million. The workers' compensation charges exceeded expenses and the fund ended the year with an income of \$588,700. In the Risk Management Fund, Sedgwick County expended approximately \$558,000 for property and liability insurance during 2014 and also paid \$565,000 in claims for various items including but not limited to storm damage to County property and vehicle damages. The Health, Dental and Life Insurance Reserve Fund accounts for employee benefits. Employee health

insurance is fully insured and dental insurance is self funded. The fund had a gain of \$86,300 during 2014 increasing net position to \$5.0 million at the end of the year.

General Fund Budgetary Highlights

The County did not amend the budget during fiscal year 2014, although appropriations were shifted between line items in the General Fund.

Actual revenue was \$2.0 million, or 1.2%, above both the original and final budgets. Five of ten major revenue sources ended the year above budget. Property tax collections were \$1.3 million above budget. All other revenues were \$700,000 above budget. The main increase was other revenues, which were up \$1.4 million. The increase in other revenues comes mostly from the housing mortgage program, which increased \$1.7 million. The mortgage program was redesigned and now Sedgwick County receives a fee per new mortgage. Intergovernmental revenues were down \$1.2 million. Due to the change in funding for Affordable Airfares Program, City of Wichita contribution goes directly to the Federal/State Assistance Fund and not the General Fund. This accounted for \$994,000 of the decrease. State revenue for the juvenile justice authority was lower than expected by \$379,000. Charges for services were \$261,500 less than budgeted; this is due to a decrease in mortgage registration fees. Uses of money and property was \$544,000 more than budgeted. Penalties and interest collected on back taxes was better than expected by \$500,000.

General Fund expenditures totaled \$147.1 million, were 13.8% less than the final budgets. Expenditures for personnel services were less than the original and final budgets by \$4.4 million and \$4.0 million, respectively. Contractual services ended the year \$18.6 million lower than the final budget. The County budgets a contingency for disaster recovery each year, which is included in contractual services. Much of the discrepancy between budgeted and actual contractual expenditures is due to the fact that the county was not required to use the disaster contingency account. Overall budgetary fund balance in the General Fund increased \$1.8 million in 2014.

**Capital Asset and Debt Administration**

Sedgwick County's investment in capital assets for its governmental and business-type activities as of December 31, 2014, totaled \$602,289,171 (net of accumulated depreciation). This investment in capital assets includes land, buildings, roads, bridges, improvements, machinery and equipment, software and the Arena.

Major capital asset events during the 2014 fiscal year included the following:

- Construction in progress increased from \$35.4 million at the end of 2013 to \$57.4 million at the end of 2014.
- In 2014, the County purchased and began renovation of a building, which will be used to consolidate operations of the Metropolitan Area Building and Construction Department as well as house the downtown auto license Tag office. The project is expected to cost approximately \$13.9 million.

**Capital Assets  
December 31, 2014  
(net of depreciation)**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
Land	\$ 22,184,002	\$ 13,038,358	\$ 35,222,360
Buildings and improvements	199,386,814	142,352,005	341,738,819
Improvements other than buildings	7,331,930	-	7,331,930
Machinery and equipment	21,338,691	511,701	21,850,392
Infrastructure	138,795,531	-	138,795,531
Construction in progress	57,350,139	-	57,350,139
<b>Total</b>	<b>\$ 446,387,107</b>	<b>\$ 155,902,064</b>	<b>\$ 602,289,171</b>

Additional information regarding capital assets can be found in Note III. B, beginning on page A-47.

### **Long-term Debt**

At the end of 2014, Sedgwick County had total general obligation bonds outstanding of \$70.3 million. This amount includes \$3.3 million of special assessment bonds. The County's long-term obligations also include revenue bonds totaling \$153.8 million. All outstanding debt at the end of the year was associated with governmental activities and is backed by the full faith and taxing power of Sedgwick County with the exception of the Public Building Commission 2014-3 and 2014-4 issuance, which is backed by lease revenue from Wichita State University.

During 2014, the Public Building Commission (PBC) issued two crossover refunding revenue bonds to refund the Juvenile Justice Center and National Center for Aviation Training. The amounts issued were \$6.1 million and \$25.7 million, respectively. Combined, the refundings will reduce Sedgwick County's debt payments by \$3.5 million over the next twelve to fourteen years. In addition, the PBC issued revenue bonds 2014-3 and 2014-4 to finance the first project of the WSU Innovation Campus. The County did not issue General Obligation Bonds.

Outstanding general obligation bonds of the County and lease revenue bonds of the PBC are rated "AAA" by Fitch Ratings ("Fitch"), "AAA" by Standard & Poor's Rating Services, a division of the McGraw-Hill Companies, Inc. ("S&P") and "Aaa" by Moody's Investors Service ("Moody's").

State statutes limit the amount of general obligation debt a county government may issue to three percent of its total valuation. After subtracting deductions allowed by the statutes, Sedgwick County's legal debt margin is \$119.9 million.

Additional information about the County's long-term debt can be found in Note III. D, beginning on page A-49 of this report.

### **Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate in the Wichita MSA stood at 4.8% at the end of 2014, as compared to 5.4% at the end of 2013.
- The 2014 County property tax levy funds the 2015 budget. The 2014 property tax (mill levy) rate is 29.478.
- Wichita is known as the air capital of the world because it houses major facilities of four leading aircraft manufacturers: Cessna, Spirit Aerosystems, Beechcraft, and Bombardier Learjet, as well as many other aviation parts suppliers. General Aviation shipments increased 1.3% from 2013 to 2014 and total billings increased 6.3%.
- For 2014, the value of new residential construction permits decreased 6.4%; the value of new non-residential construction permits increased 35.1%.
- The cost of living in Wichita is a moderate 91.3, almost 9% below the national urban area average.

### **Requests for Information**

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the funds it receives.

Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, Sedgwick County Division of Finance, 525 N. Main, Suite 823, Wichita, Kansas 67203.



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# SEDGWICK COUNTY, KANSAS

## Statement of Net Position

December 31, 2014

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash, including investments	\$ 162,095,759	\$ 4,340,525	\$ 166,436,284
Receivables, net	162,247,031	-	162,247,031
Due from other agencies	2,215,988	-	2,215,988
Inventories, at cost	647,363	-	647,363
Prepaid items	2,569,773	-	2,569,773
Restricted assets:			
Cash, including investments	89,965,933	9,196,893	99,162,826
Capital assets:			-
Land and construction in progress	79,534,141	13,038,358	92,572,499
Other capital assets, net of depreciation	366,852,966	142,863,706	509,716,672
<b>Total assets</b>	<b>866,128,954</b>	<b>169,439,482</b>	<b>1,035,568,436</b>
<b>Deferred Outflows of Resources</b>			
Deferred refunding	1,103,608	-	1,103,608
<b>Total deferred outflows of resources</b>	<b>1,103,608</b>	<b>-</b>	<b>1,103,608</b>
<b>Liabilities</b>			
Accounts payable and other current liabilities	3,038,345	-	3,038,345
Accrued wages	6,160,971	-	6,160,971
Accrued interest payable	2,777,746	-	2,777,746
Advance - grants	436,640	-	436,640
Noncurrent liabilities:			
Due within one year	23,438,763	-	23,438,763
Due in more than one year	240,576,856	-	240,576,856
<b>Total liabilities</b>	<b>276,429,321</b>	<b>-</b>	<b>276,429,321</b>
<b>Deferred Inflows of Resources</b>			
Deferred property tax receivable	139,691,557	-	139,691,557
Deferred notes receivable	229,646	-	229,646
<b>Total deferred inflows of resources</b>	<b>139,921,203</b>	<b>-</b>	<b>139,921,203</b>
<b>Net Position</b>			
Net investment in capital assets	310,035,285	-	310,035,285
Invested in capital assets	-	155,902,064	155,902,064
Restricted for:			
Capital improvements	17,657,735	-	17,657,735
Capital improvements and operations	-	9,196,893	9,196,893
Debt service	5,676,928	-	5,676,928
Federal/State assistance	15,161,208	-	15,161,208
Economic development	5,460,975	-	5,460,975
Equipment and technology improvements	991,924	-	991,924
Fire protection	3,292,917	-	3,292,917
Court operations	3,161,557	-	3,161,557
Other purposes	8,549,421	-	8,549,421
Unrestricted	80,894,088	4,340,525	85,234,613
<b>Total net position</b>	<b>\$ 450,882,038</b>	<b>\$ 169,439,482</b>	<b>\$ 620,321,520</b>

The notes to the financial statements are an integral part of this statement.



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# SEDGWICK COUNTY, KANSAS

## Statement of Activities

For the Year Ended December 31, 2014

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
General government	\$ 45,631,487	\$ 17,671,949	\$ 2,107,925	\$ -
Public safety	141,461,365	25,399,717	16,175,844	-
Public works	31,607,297	2,116,756	5,210,949	133,975
Health and welfare	56,346,131	23,134,337	21,056,655	-
Culture and recreation	11,024,934	328,772	-	4,703,168
Economic development	20,937,889	251,390	12,646,001	-
Interest on long-term debt	7,124,165	-	-	-
Total governmental activities	<u>314,133,268</u>	<u>68,902,921</u>	<u>57,197,374</u>	<u>4,837,143</u>
Business-type activities:				
Arena	5,580,194	595,480	-	-
Total business-type activities	<u>5,580,194</u>	<u>595,480</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 319,713,462</u>	<u>\$ 69,498,401</u>	<u>\$ 57,197,374</u>	<u>\$ 4,837,143</u>

General revenues:  
 Property taxes  
 Sales taxes  
 Other taxes  
 Investment earnings

Total general revenue

Change in net position

Net position, beginning of year

Net position, end of period

The notes to the financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (25,851,613)	\$ -	\$ (25,851,613)
(99,885,804)	-	(99,885,804)
(24,145,617)	-	(24,145,617)
(12,155,139)	-	(12,155,139)
(5,992,994)	-	(5,992,994)
(8,040,498)	-	(8,040,498)
(7,124,165)	-	(7,124,165)
<u>(183,195,830)</u>	<u>-</u>	<u>(183,195,830)</u>
-	(4,984,714)	(4,984,714)
-	(4,984,714)	(4,984,714)
\$ (183,195,830)	\$ (4,984,714)	\$ (188,180,544)
157,680,267	-	157,680,267
27,737,784	-	27,737,784
3,251,092	-	3,251,092
4,704,790	-	4,704,790
<u>193,373,933</u>	<u>-</u>	<u>193,373,933</u>
10,178,103	(4,984,714)	5,193,389
<u>440,703,935</u>	<u>174,424,196</u>	<u>615,128,131</u>
<u>\$ 450,882,038</u>	<u>\$ 169,439,482</u>	<u>\$ 620,321,520</u>

**SEDGWICK COUNTY, KANSAS**

*Balance Sheet  
Governmental Funds  
December 31, 2014*

	<u>General Fund</u>	<u>Federal/State Assistance Fund</u>	<u>Public Building Commission</u>
<b>Assets</b>			
Cash, including investments	\$ 60,134,994	\$ 23,231,492	\$ 1,300,162
Restricted investment	-	-	49,232,804
Advance receivable	6,055,041	-	-
Due from other funds	-	-	-
Due from other agencies	26,472	2,126,208	-
Accounts receivable	549,819	882,898	-
Property tax receivable	92,660,577	-	-
Sales tax receivable	2,561,023	-	-
Interest receivable	537,758	-	-
Prepaid items	2,569,773	-	-
Note receivable	936,044	-	3,148,396
Special assessments receivable:			
Noncurrent	-	-	-
Delinquent (including interest)	-	-	-
Inventories, at cost	-	94,284	-
<b>Total assets</b>	<b>\$ 166,031,501</b>	<b>\$ 26,334,882</b>	<b>\$ 53,681,362</b>
<b>Liabilities</b>			
Accounts payable	\$ 1,241,346	\$ 672,798	\$ -
Accrued wages	3,502,809	1,182,641	-
Advance - grants	-	436,640	-
Due to other funds	-	-	-
Advance payable	-	-	-
<b>Total liabilities</b>	<b>4,744,155</b>	<b>2,292,079</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>			
Deferred property tax receivable	92,660,577	-	-
Unavailable revenue - accounts receivable	-	779,807	-
Deferred notes receivable	-	-	3,148,396
Unavailable revenue - special assessments	-	-	-
<b>Total deferred inflows of resources</b>	<b>92,660,577</b>	<b>779,807</b>	<b>3,148,396</b>
<b>Fund balances</b>			
<b>Nonspendable:</b>			
Inventories	-	94,284	-
Advance receivable	6,055,041	-	-
Note receivable	936,044	-	-
Prepaid items	2,569,773	-	-
<b>Restricted:</b>			
General Government	-	-	-
Debt Service	-	-	1,300,162
Public Safety	-	3,383,195	-
Public Works	-	-	-
Health and Welfare	-	10,903,922	-
Culture and Recreation	-	-	-
Economic Development	-	3,938,138	49,232,804
Capital Outlay	-	-	-
<b>Committed:</b>			
Public Safety	-	-	-
Capital Outlay	-	-	-
Culture and Recreation	5,300,000	-	-
<b>Assigned:</b>			
General Government	15,334,960	-	-
Public Safety	114,395	573,466	-
Public Works	89,109	-	-
Health and Welfare	1,394	4,369,991	-
Capital Outlay	-	-	-
Economic Development	210	-	-
Unassigned	38,225,843	-	-
<b>Total fund balance</b>	<b>68,626,769</b>	<b>23,262,996</b>	<b>50,532,966</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 166,031,501</b>	<b>\$ 26,334,882</b>	<b>\$ 53,681,362</b>

The notes to the financial statements are an integral part of this statement.

<b>Debt Service Fund</b>	<b>Debt Proceeds Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 1,644,768	\$ 824,308	\$ 56,438,349	\$ 143,574,073
-	40,733,129	-	89,965,933
-	-	-	6,055,041
-	6,544,827	-	6,544,827
-	-	63,308	2,215,988
-	-	4,372,152	5,804,869
13,610,112	-	33,420,868	139,691,557
-	-	2,561,023	5,122,046
-	-	-	537,758
-	-	-	2,569,773
-	-	-	4,084,440
5,121,765	-	-	5,121,765
1,884,596	-	-	1,884,596
-	-	349,975	444,259
<b>\$ 22,261,241</b>	<b>\$ 48,102,264</b>	<b>\$ 97,205,675</b>	<b>\$ 413,616,925</b>
\$ -	\$ -	\$ 990,006	\$ 2,904,150
-	-	1,428,238	6,113,688
-	-	-	436,640
-	-	6,544,827	6,544,827
-	-	6,055,041	6,055,041
-	-	15,018,112	22,054,346
13,610,112	-	33,420,868	139,691,557
-	-	4,435,460	5,215,267
7,006,361	-	-	3,148,396
20,616,473	-	37,856,328	155,061,581
-	-	349,975	444,259
-	-	-	6,055,041
-	-	-	936,044
-	-	-	2,569,773
-	-	1,492,689	1,492,689
1,644,768	40,733,129	25,790	43,703,849
-	-	9,166,303	12,549,498
-	-	3,927,346	3,927,346
-	-	950,999	11,854,921
-	-	35,699	35,699
-	-	9,500	53,180,442
-	7,369,135	17,657,735	25,026,870
-	-	3,487,921	3,487,921
-	-	4,705,788	4,705,788
-	-	-	5,300,000
-	-	-	15,334,960
-	-	-	687,861
-	-	265,598	354,707
-	-	-	4,371,385
-	-	8,800,948	8,800,948
-	-	-	210
-	-	(6,545,056)	31,680,787
<b>1,644,768</b>	<b>48,102,264</b>	<b>44,331,235</b>	<b>236,500,998</b>
<b>\$ 22,261,241</b>	<b>\$ 48,102,264</b>	<b>\$ 97,205,675</b>	<b>\$ 413,616,925</b>

# SEDGWICK COUNTY, KANSAS

## Reconciliation of the Statement of Net Position to the Balance Sheet for Governmental Funds

December 31, 2014

<b>Total fund balances of governmental funds</b>	\$	236,500,998
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$715,849,793 and the accumulated depreciation is \$284,804,900</p>		431,044,893
<p>Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net position.</p>		32,710,526
<p>Special assessments and certain accounts receivable resulting from charges for services are not considered available to liquidate liabilities of the current period, and are therefore deferred in the funds. However, they are recognized as revenue in the entity-wide statements as soon as the related improvement has been completed or the related service has been provided.</p>		15,140,378
<p>Long-term liabilities are not due and payable in the current period and are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net position. Long-term liabilities at year-end consist of:</p>		
Bonds payable	\$	(70,300,000)
Bond premium		(10,894,311)
Bond discount		28,957
Deferred refunding		1,103,608
Revenue bonds payable		(153,825,000)
Capital lease payable		(2,718,464)
Compensated absences		(6,950,000)
Other postemployment benefits other than pensions		(18,181,801)
Accrued interest payable		(2,777,746)
		(264,514,757)
<b>Net position of governmental activities</b>	<b>\$</b>	<b><u>450,882,038</u></b>

The notes to the financial statements are an integral part of this statement.



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**SEDGWICK COUNTY, KANSAS**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Twelve Months Ended December 31, 2014**

	<u>General Fund</u>	<u>Federal/State Assistance Fund</u>	<u>Public Building Commission</u>
<b>Revenues</b>			
Property taxes	\$ 104,923,803	\$ -	\$ -
Emergency telephone services taxes	-	-	-
Sales taxes	15,466,458	-	-
Special assessments	-	-	-
Other taxes	387,453	84,519	-
Intergovernmental	3,145,037	33,556,556	-
Charges for services	17,375,833	21,903,863	1,448,250
Uses of money and property	4,229,021	13,551	211,231
Fines and forfeits	47,716	207,581	-
Licenses and permits	53,469	-	-
Other	5,404,657	9,346,788	2,000,000
<b>Total revenues</b>	<u>151,033,447</u>	<u>65,112,858</u>	<u>3,659,481</u>
<b>Expenditures</b>			
<b>Current:</b>			
General government	31,181,267	659,940	-
Public safety	86,932,665	11,789,466	-
Public works	1,712,828	-	-
Health and welfare	8,966,917	43,733,033	-
Cultural and recreation	8,766,302	-	-
Economic development	4,159,219	8,008,570	-
<b>Debt service:</b>			
Principal	62,783	-	1,260,000
Interest and fiscal charges	-	-	216,008
Debt issuance costs	-	-	477,163
Capital outlay	-	-	-
<b>Total expenditures</b>	<u>141,781,981</u>	<u>64,191,009</u>	<u>1,953,171</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>9,251,466</u>	<u>921,849</u>	<u>1,706,310</u>
<b>Other financing sources (uses)</b>			
Transfers from other funds	208,320	2,403,516	-
Transfers to other funds	(7,673,812)	(170,900)	-
Premium from issuance of revenue bonds	-	-	2,764,967
Premium from issuance of refunding bonds	-	-	-
Proceeds from capital lease	-	-	-
Issuance of refunding bonds	-	-	-
Issuance of revenue bonds	-	-	44,945,000
<b>Total other financing sources (uses)</b>	<u>(7,465,492)</u>	<u>2,232,616</u>	<u>47,709,967</u>
<b>Net change in fund balance</b>	1,785,974	3,154,465	49,416,277
<b>Fund balances, beginning of year</b>	<u>66,840,795</u>	<u>20,108,531</u>	<u>1,116,689</u>
<b>Fund balances, end of period</b>	<u>\$ 68,626,769</u>	<u>\$ 23,262,996</u>	<u>\$ 50,532,966</u>

The notes to the financial statements are an integral part of this statement.

<b>Debt Service Fund</b>	<b>Debt Proceeds Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 14,253,938	\$ -	\$ 38,502,526	\$ 157,680,267
-	-	2,690,238	2,690,238
-	-	12,271,326	27,737,784
1,617,407	-	-	1,617,407
-	-	88,882	560,854
178,437	-	9,396,309	46,276,339
719,854	-	21,580,824	63,028,624
-	19,300	3,570	4,476,673
-	-	-	255,297
-	-	68,921	122,390
-	-	644,613	17,396,058
<u>16,769,636</u>	<u>19,300</u>	<u>85,247,209</u>	<u>321,841,931</u>
-	-	4,487,803	36,329,010
-	-	39,408,480	138,130,611
-	-	12,231,217	13,944,045
-	-	5,561,574	58,261,524
-	-	5,000	8,771,302
-	-	7,223,079	19,390,868
14,172,217	-	817,281	16,312,281
5,892,413	151,750	94,488	6,354,659
-	380,565	-	857,728
-	-	34,744,759	34,744,759
<u>20,064,630</u>	<u>532,315</u>	<u>104,573,681</u>	<u>333,096,787</u>
<u>(3,294,994)</u>	<u>(513,015)</u>	<u>(19,326,472)</u>	<u>(11,254,856)</u>
3,615,689	-	12,747,965	18,975,490
-	(10,745,450)	(1,385,725)	(19,975,887)
-	-	-	2,764,967
-	3,318,454	-	3,318,454
-	-	1,271,190	1,271,190
-	31,875,000	-	31,875,000
-	-	-	44,945,000
<u>3,615,689</u>	<u>24,448,004</u>	<u>12,633,430</u>	<u>83,174,214</u>
320,695	23,934,989	(6,693,042)	71,919,358
<u>1,324,073</u>	<u>24,167,275</u>	<u>51,024,277</u>	<u>164,581,640</u>
<u>\$ 1,644,768</u>	<u>\$ 48,102,264</u>	<u>\$ 44,331,235</u>	<u>\$ 236,500,998</u>

# SEDGWICK COUNTY, KANSAS

## Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended December 31, 2014

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$	71,919,358
<p>Governmental funds report capital asset acquisitions as expenditures. However, in the statement of activities the cost of capitalized assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capitalized assets exceeded depreciation in the current period.</p>		
Capitalized assets	\$ 29,634,706	
Depreciation expense	<u>(20,868,346)</u>	8,766,360
<p>Payments received on certain receivables are recognized as revenue when received in the fund. However, in the statement of net position, revenue is recognized as earned.</p>		
		(2,461,845)
<p>The net effect of various transactions involving capital assets (i.e., annexations, sales, and trade-ins) is to decrease net position.</p>		
		(55,514)
<p>Repayment of bond principal and other long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>		
Bonds payable	\$ 8,830,000	
Revenue bond payable	6,665,000	
Capital lease payable	<u>817,281</u>	16,312,281
<p>Bond and capital lease proceeds provide current financial resources to government funds, but represent an increase in long-term liabilities in the statement of net position.</p>		
Revenue bond payable	\$ (76,820,000)	
Capital lease payable	(1,271,190)	
Premiums	<u>(6,083,421)</u>	(84,174,611)
<p>Bond costs - governmental funds report the effect of premiums, discounts and similar items when the debt is issued, where as these amounts are deferred and amortized in the statement of activities</p>		
		495,283
<p>In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest expenditures are not reported until due.</p>		
		(181,949)
<p>In the statement of activities, compensated absences are measured by the amounts earned during the year, instead of by the amount paid.</p>		
		(250,000)
<p>In the statement of activities, other postemployment benefits is measured by the amount due during the year, instead of by the amount paid.</p>		
		(1,068,957)
<p>Internal service funds are used by management to charge the costs of fleet management and insurance to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.</p>		
		<u>877,697</u>
Change in net position of governmental activities:	\$	<u><u>10,178,103</u></u>

The notes to the financial statements are an integral part of this statement.



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# SEDGWICK COUNTY, KANSAS

## Statement of Net Position Proprietary Funds December 31, 2014

	Business-type Activity - Enterprise Fund Arena Fund	Governmental Activities - Internal Service Funds
<b><u>Assets</u></b>		
<b>Current assets:</b>		
Cash, including investments	\$ 4,340,525	\$ 18,521,686
Inventories, at cost	-	203,104
<b>Restricted assets:</b>		
Cash, including investments	9,196,893	-
<b>Total current assets</b>	<b>13,537,418</b>	<b>18,724,790</b>
<b>Noncurrent assets:</b>		
<b>Capital assets:</b>		
Land	13,038,358	40,580
Buildings and improvements	163,140,917	8,319,354
Machinery and equipment	6,070,494	32,324,734
Less accumulated depreciation	(26,347,705)	(25,342,454)
<b>Total capital assets (net of accumulated depreciation)</b>	<b>155,902,064</b>	<b>15,342,214</b>
<b>Total assets</b>	<b>\$ 169,439,482</b>	<b>\$ 34,067,004</b>
<b><u>Liabilities</u></b>		
<b>Current liabilities:</b>		
Accounts payable	\$ -	\$ 134,195
Accrued wages	-	47,283
Estimated claims costs payable	-	833,000
<b>Total current liabilities</b>	<b>-</b>	<b>1,014,478</b>
<b>Noncurrent liabilities:</b>		
Estimated claims costs payable	-	342,000
<b>Total liabilities</b>	<b>-</b>	<b>1,356,478</b>
<b><u>Net position</u></b>		
Investment in capital assets	155,902,064	15,342,214
Restricted for capital improvements and operations	9,196,893	-
Unrestricted	4,340,525	17,368,312
<b>Total net position</b>	<b>169,439,482</b>	<b>32,710,526</b>
<b>Total liabilities and net position</b>	<b>\$ 169,439,482</b>	<b>\$ 34,067,004</b>

The notes to the financial statements are an integral part of this statement.

## SEDGWICK COUNTY, KANSAS

### Statement of Revenues, Expenses, and Changes in Net Position Proprietary Funds For the Twelve Months Ended December 31, 2014

	<b>Business-type Activity - Enterprise Fund Arena Fund</b>	<b>Governmental Activities - Internal Service Funds</b>
<b>Operating revenues:</b>		
Charges for services	\$ 590,000	\$ 39,651,812
Other revenue	5,480	603,162
<b>Total operating revenues</b>	<b>595,480</b>	<b>40,254,974</b>
<b>Operating expenses:</b>		
Salaries and benefits	-	1,415,728
Contractual services	416,471	1,259,656
Utilities	-	71,091
Supplies and fuel	-	3,406,640
Administrative charges	-	199,830
Depreciation expense	5,157,424	2,726,632
Claims expense	-	31,467,953
Other expense	6,299	-
<b>Total operating expenses</b>	<b>5,580,194</b>	<b>40,547,530</b>
<b>Operating income (loss)</b>	<b>(4,984,714)</b>	<b>(292,556)</b>
<b>Nonoperating revenues:</b>		
Investment income	-	3,005
Gain (loss) on sale of assets	-	166,851
<b>Total nonoperating revenues</b>	<b>-</b>	<b>169,856</b>
<b>Income (loss) before transfers</b>	<b>(4,984,714)</b>	<b>(122,700)</b>
<b>Transfers:</b>		
Transfers from other funds	<b>-</b>	<b>1,000,397</b>
<b>Change in net position</b>	<b>(4,984,714)</b>	<b>877,697</b>
<b>Net position, beginning of year</b>	<b>174,424,196</b>	<b>31,832,829</b>
<b>Net position, end of period</b>	<b>\$ 169,439,482</b>	<b>\$ 32,710,526</b>

The notes to the financial statements are an integral part of this statement.

# SEDGWICK COUNTY, KANSAS

## Statement of Cash Flows

### Proprietary Funds

For the Year Ended December 31, 2014

	Business-type Activity - Enterprise Fund <u>Arena Fund</u>	Governmental Activities - Internal Service Funds
<b>Cash flows from operating activities</b>		
Receipts from customers and users	\$ 1,026,157	\$ 39,732,433
Other operating revenues	-	522,541
Payments to suppliers for goods and services	(422,769)	(36,640,093)
Payments to employees for services	-	(1,415,728)
Net cash provided by (used in) operating activities	<u>603,388</u>	<u>2,199,153</u>
<b>Cash flows from noncapital financing activities:</b>		
Transfers from other funds	-	1,000,397
Net cash provided by (used in) noncapital financing activities	<u>-</u>	<u>1,000,397</u>
<b>Cash flows from capital and related financing activities:</b>		
Proceeds from sale of capital assets	-	226,638
Purchases and construction of capital assets	(357,602)	(3,088,180)
Net cash provided by (used in) capital and related financing activities	<u>(357,602)</u>	<u>(2,861,542)</u>
<b>Cash flows from investing activities</b>		
Interest on investments	-	3,005
Net cash provided by investing activities	<u>-</u>	<u>3,005</u>
Net increase in cash and cash equivalents	245,786	341,013
Cash and cash equivalents, beginning of the year	<u>13,291,632</u>	<u>18,180,673</u>
Cash and cash equivalents, end of the year	<u>\$ 13,537,418</u>	<u>\$ 18,521,686</u>
<b>Reconciliation of operating loss to net cash provided by operating activities</b>		
Operating income (loss)	\$ (4,984,714)	\$ (292,556)
Adjustments to reconcile operating (loss) to net cash provided by operating activities:		
Depreciation expense	5,157,424	2,726,632
Decrease (increase) in accounts receivable	430,678	-
Decrease (increase) in inventory	-	207,832
Increase (decrease) in accounts payable	-	(476,755)
Increase in estimated claims payable	-	34,000
Net cash provided by (used in) operating activities	<u>\$ 603,388</u>	<u>\$ 2,199,153</u>

The notes to the financial statements are an integral part of this statement.

# SEDGWICK COUNTY, KANSAS

## Statement of Net Position Agency Funds December 31, 2014

	<u>Agency Funds</u>
<b>Assets</b>	
Cash, including investments	\$ 320,123,706
Accounts receivable	449
Property tax levied	212,966,219
Total assets	<u>\$ 533,090,374</u>
<b>Liabilities</b>	
Accrued liabilities	\$ 8,664,234
Due to other governmental units	524,426,140
Total liabilities	<u>\$ 533,090,374</u>

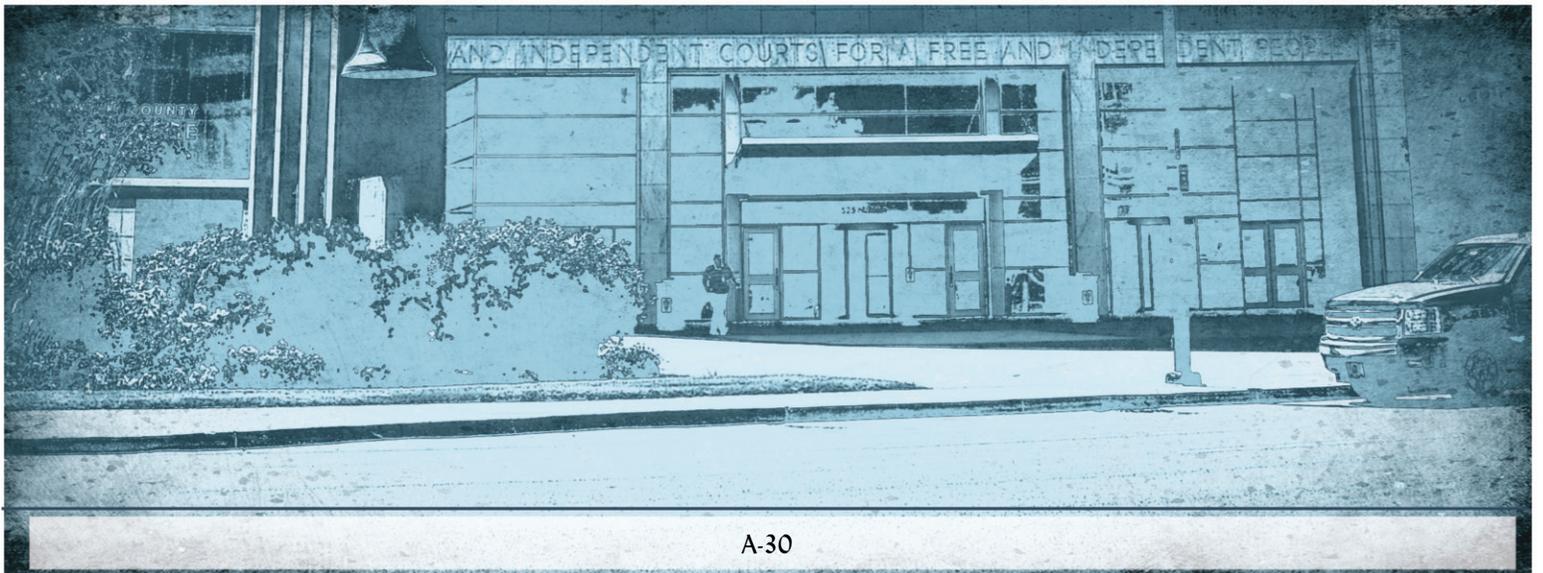
The notes to the financial statements are an integral part of this statement.



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*working for you*



**SEDGWICK COUNTY, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2014

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# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies

#### A. Reporting Entity

Sedgwick County (County) is organized under the laws of the State of Kansas (Kansas or State) and is governed by an elected five-member board. As required by generally accepted accounting principles (GAAP), these financial statements present the primary government and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations.

Blended Component Units - The Sedgwick County Fire District (Fire District) is governed by the Sedgwick County Board of County Commissioners, acting as a separate governing body. The Fire District is a separate taxing entity by applicable Kansas statutes, providing fire protection services to certain areas of the County. The costs of providing such service, including retirement of long-term debt, are provided from property taxes assessed to property owners in the benefit district. The Fire District general obligation bonds payable are general obligation debt of the Fire District and are secured by the full faith and credit of the Fire District. For financial reporting, the financial activities of the Fire District are accounted for within the special revenue funds, debt service funds, and capital project funds within the County's financial statements.

The Sedgwick County Public Building Commission (SCPBC) was established to benefit the County and other governmental entities and is governed by a separate five-member board. The Sedgwick County Board of County Commissioners appoints all five members of the SCPBC Board and is able to impose its will on the SCPBC. The SCPBC has the authority to issue revenue bonds to finance the cost of acquiring and/or constructing land and facilities operated for a public purpose by a governmental entity. The SCPBC finances the debt service of the revenue bonds by leasing the land and facilities to the governmental entity that operates it. The operating governmental entity guarantees the rentals under the SCPBC lease. The SCPBC has no power to levy taxes, and revenue bonds issued by the SCPBC are not included in any legal debt limitations of the operating governmental entity. The SCPBC is considered a blended component unit due to a majority of the total debt outstanding for SCPBC being expected to be repaid entirely with the resources of the County. For financial reporting, the financial activities of the SCPBC are accounted for within the special revenue funds within the County's financial statements.

Separate audited financial statements are not prepared for the Sedgwick County Fire District or the SCPBC.

Related Organizations - The County Manager and Board of County Commissioners are also responsible for appointing ten of the eleven members of the board of the Sedgwick County Technical Education and Training Authority. However, the County's accountability for this organization does not extend beyond making the appointments. The Sedgwick County Technical Education and Training Authority is the official governing body of the Wichita Area Technical College.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report financial information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the process of consolidation. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include [1] charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and [2] grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are presented for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

#### C. Measurement Focus, Basis of Accounting and Fund Financial Statement Presentation

**Government-Wide Financial Statements** - The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary fund financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Special assessments are recognized as revenue when levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**Fund Financial Statements** - Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues collected within 60 days of the end of the current fiscal period as available. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### C. Measurement Focus, Basis of Accounting and Fund Financial Statement Presentation (continued)

Property taxes are budgeted to finance the subsequent year's operations and, consequently, are not susceptible to accrual. Sales taxes collected and held by merchants and/or the State at year-end on behalf of the County are recognized as revenue. Licenses, fees, fines, forfeitures, charges for services, and other revenues are generally not susceptible to accrual and are recorded when received in cash.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Unrestricted aid is reported as revenue in the fiscal year during which the entitlement is received.

The County's fiduciary funds consist of agency funds. Agency funds, unlike all other types of funds, report only assets and liabilities and use the accrual basis of accounting to recognize receivables and payables.

The County reports the following major governmental funds:

- ❑ The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- ❑ The *Federal/State Assistance Fund* is a special revenue fund established to account for revenues and expenditures derived from Federal and State grant sources.
- ❑ The *Public Building Commission Fund* is a blended component unit (special revenue fund) established to account for revenues and expenditures derived from direct financing leases.
- ❑ The *Debt Service Fund* accounts for the servicing of general long-term debt, including special assessment debt that is secured by the full faith and credit of the County, not being financed by proprietary funds.
- ❑ The *Debt Proceeds Fund* accounts for the receipt of proceeds from general obligation bonds and transfers to capital projects for financing the costs of improvements.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### C. Measurement Focus, Basis of Accounting and Fund Financial Statement Presentation (continued)

The *Arena Fund* is a major fund and the only enterprise fund of the County, accounting for activities of the County-owned downtown arena.

Additionally, the County reports the following fund types:

- ❑ *Special revenue funds* account for the proceeds of specific revenue sources (other than for major capital projects) that are restricted or committed for specified purposes.
- ❑ *Capital projects funds* account for financial resources to be used for the acquisition or construction of major capital facilities or improvements (other than those financed by proprietary funds).
- ❑ *Internal service funds* account for fleet management, health, dental and life insurance reserves, workers' compensation reserves, and risk management reserves that provide services to other departments on a cost-reimbursement basis.
- ❑ *Agency funds* are used to report resources held by the County in a custodial capacity for tax collections and related distributions to other governments, as well as amounts held as fiduciary resources for remittance to individuals, private organizations or other governments through established clearing/other fee collection accounts.

Expenditures are grouped by function. The following are descriptions of the County's functions:

- ❑ *General Government* includes legislative, executive, financial administration, law, personnel administration, elections, facility operations, information technology, and planning & zoning functions.
- ❑ *Public Safety* includes public safety administration, law enforcement, corrections, protective inspection, fire protection, EMS, emergency communications, civil preparedness and judicial functions.
- ❑ *Public Works* includes road & bridges, storm drainage, waste disposal, weed control, and environmental resources functions.
- ❑ *Health and welfare* includes mental health, public health, aging assistance, general assistance, and animal control functions.
- ❑ *Cultural and recreation* includes parks, fairs & livestock, museums, and zoo functions.
- ❑ *Economic development* includes education, economic development, economic opportunity, and urban redevelopment & housing functions.
- ❑ *Debt service* includes payment of principal, interest and debt issuance cost.
- ❑ *Capital Outlay* includes construction of buildings, roads and major asset purchase.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### C. Measurement Focus, Basis of Accounting and Fund Financial Statement Presentation (continued)

Amounts reported as *program revenues* include [1] charges to customers or applicants for goods, services or privileges provided, [2] operating grants and contributions, and [3] capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise fund and internal service funds are charges to customers for services. Operating expenses for the enterprise fund and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources, as they are needed.

#### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position

##### 1. Deposits and Investments

The County maintains a cash and investment pool that is available for use by all funds of the primary government. The pool has the general characteristics of demand deposit accounts, in that each fund may deposit additional cash at any time and also, effectively, may withdraw cash at any time without prior notice or penalty. The pooled cash is invested to the extent available in authorized investments. Each fund type's portion of the pool is displayed on the financial statements as "cash, including investments."

For purposes of the statement of cash flows, the County considers all cash of the proprietary fund types to be cash equivalents.

The County's investment policy and Kansas law (K.S.A. 12-1675 – 12-1677) allow monies not otherwise regulated by statute to be invested in:

- Temporary notes of Sedgwick County;
- Time deposits, open accounts, or certificates of deposits with maturities of not more than four years;
- Repurchase agreements with commercial banks, or State or federally chartered savings and loan associations that have offices in Sedgwick County;
- United States treasury bills or notes with maturities not exceeding four years;
- U.S. government agency securities with a maturity of not more than four years;
- The municipal investment pool fund operated by the Kansas Treasurer. This pool is not an SEC registered pool. The Pooled Money Investment Board (PMIB) provides the regulatory oversight for this pool. The fair value of the PMIB investments approximates the value of pool shares; and,

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

##### 1. Deposits and Investments (continued)

- A municipal investment pool established through the trust department of commercial banks that have offices in Sedgwick County.

In addition to the preceding authorized investments, the County's investment policy and Kansas law (K.S.A. 10-131) allow investment of proceeds of bonds and temporary notes in the following:

- U.S. government and agency obligations;
- Time deposits with banks and trust companies in Sedgwick County;
- FNMA, FHLB, and FHLMC obligations;
- Collateralized repurchase agreements;
- Investment agreements with financial institutions, including broker/dealers whose obligations are rated in one of the three highest rating categories by either Moody's or Standard & Poor's;
- Mutual funds whose portfolio consists entirely of obligations of the U.S. government, U.S. government agencies, FNMA, FHLB, and FHLMC; and
- Certain Kansas municipal bonds.

During 2014, the County invested in certificates of deposit, repurchase agreements, the Kansas Municipal Investment Pool, U.S. government and agency obligations, and mutual funds whose portfolio consists entirely of obligations of the U.S. government.

Unless specifically required under applicable Kansas statutes or other restrictions, earnings from investments are allocated based on average available cash balances, and the remaining earnings are allocated to the General Fund. Investments are carried at fair value.

##### 2. Receivables

Interfund receivables - Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

##### 2. Receivables (continued)

Property tax receivables – In accordance with Kansas statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and are levied and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied, with the balance to be paid on or before May 10 of the ensuing year. Kansas statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year.

Consequently, for revenue recognition purposes, the taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property and are recorded as taxes receivable, net of anticipated delinquencies, with a corresponding amount recorded as deferred inflows of resources in the fund financial statements. It is not practicable to apportion delinquent taxes at the end of the year, and further, those amounts are not material in relationship to the basic financial statements.

Special assessments receivable – As required by Kansas statutes, projects financed in part by special assessments are financed through the issuance of general obligation bonds that are secured by the full faith and credit of the County and are retired from the Debt Service Fund. Further, Kansas statutes permit levying additional general ad valorem property taxes in the Debt Service Fund to finance delinquent special assessments receivable. Consequently, special assessments receivable are accounted for within the Debt Service Fund.

Special assessment taxes are levied over a 10 or 15-year period, and the County may foreclose on liens against property benefited by special assessments when delinquent assessments are two years in arrears. In the fund financial statements, the special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the Debt Service Fund, with a corresponding amount recorded as deferred inflows of resources in the fund financial statements at December 31.

Note receivable – Sedgwick County agreed to loan the Sedgwick County Zoological Society, Inc. up to \$2,400,000 for a 10-year term beginning April 1, 2007. The loan funds capital improvements for the Zoo at an initial rate of 5.23%, adjusted annually. At December 31, 2014 the note balance was \$936,044. Starting in 2014 there is a moratorium for five years. During that time the zoo will not be required to make payments on the loan. The rate will reset April 1, 2017.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

##### 3. Inventories

Inventories of the governmental funds are valued at cost as determined by the first-in, first-out (FIFO) method. The consumption method is used to account for these inventories. Under the consumption method, inventories purchased are recorded as an asset and expenditure recognition is deferred until the inventories are actually consumed. Reported inventories in governmental funds are equally offset by a nonspendable fund balance, which indicates they are unavailable for appropriation, even though they are a component of reported assets. Inventories of proprietary funds are valued at cost determined on the moving weighted average method.

##### 4. Prepaid Items

Effective January 1, 2007, the County, through the SCPBC, entered into a 50-year lease with the Wichita Airport Authority of the City of Wichita, Kansas for land at Jabara Airport for construction of the aviation technical education campus. The County originally paid \$3,263,206 in advance rental payments, of which \$2,569,773 remains at December 31, 2014.

##### 5. Capital Assets

Capital assets, including property, plant, equipment, software, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property, plant, and infrastructure assets with initial individual costs that exceed \$50,000 and estimated useful lives extending beyond a single reporting period are recorded as capital assets. Equipment and software is capitalized when the initial cost exceeds \$10,000 and its useful life extends beyond a single reporting period.

Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

##### 5. Capital Assets (continued)

Property, plant, software, and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Bridges	40
Drainage systems	30
Roads	30
Building improvements	20
Heavy equipment	10
Improvements other than buildings	10
Leasehold improvements	10
Office furniture and equipment	5
Operating equipment	3-5
Software	5
Vehicles	3

##### 6. Compensated Absences

It is the County's policy to permit employees to accumulate a maximum of 160 hours of vacation. Upon termination or resignation from service to the County, employees are entitled to payment for all accrued vacation earned prior to termination or resignation.

All employees on permanent status earn sick leave at the rate of one calendar day per month with no maximum accumulation. Upon retirement, any employee who has accumulated 800 hours of sick leave is entitled to 240 hours of pay at the employee's current rate of salary. No allowance for unused sick leave is paid upon termination or resignation.

All leave pay is accrued when incurred in the government-wide statements and a liability for these amounts is reported.

##### 7. Long-Term Obligations

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. In the government-wide financial statements, bond premiums and discounts are amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

##### 8. Equity Classifications

In the government-wide statements, equity is shown as net position and classified into three components:

- Net investment in capital assets – consisting of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, leases, or other borrowings that are attributable to the acquisitions, construction, or improvements of those assets.
- Restricted net position – consisting of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The County first utilizes restricted resources to finance qualifying activities.
- Unrestricted net position – All other net position that do not meet the definition of “restricted” or “net investment in capital assets”.

As prescribed by GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, governmental fund balance classifications are based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

In the fund financial statements, governmental funds report fund balance in five different classifications:

- Non-spendable - Assets legally or contractually required to be maintained or are not in spendable form. Such constraint is binding until the legal requirement is repealed or the amounts become spendable.
- Restricted - Assets with externally imposed constraints, such as those mandated by creditors, grantors, and contributors, or laws and regulations. Such constraint is binding unless modified or rescinded by the applicable external body, laws, or regulations.
- Committed - Assets with a purpose formally imposed by resolution by the Board of County Commissioners, binding unless modified or rescinded by the Board of County Commissioners.
- Assigned - Comprises of amounts intended to be used by the County for specific purposes that are neither restricted nor committed. Intent is expressed by (1) the County's Board or (2) a body or official to whom the County's Board has delegated the authority to. The Board has delegated authority to the County Manager or Department Heads to assign amounts to be used for specific purposes as prescribed by the County's Fund Balance and Cash policy.
- Unassigned - All amounts not included in the other fund balance classifications. The general fund shall be the only fund to report positive unassigned fund balance. All other governmental funds may report negative unassigned fund balance.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### I. Summary of Significant Accounting Policies (continued)

#### D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position (continued)

##### 8. Equity Classifications (continued)

In circumstances when expenditure is made for a purpose which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

The County's fund balance policy states that the General Fund will be managed in such a way as to maintain a minimum unrestricted fund balance on the last calendar quarter equal to twenty percent of budgeted annual expenditures and transfers out.

##### 9. Deferred Inflows of Resources/Deferred Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The County only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two types of items, unavailable revenue and deferred revenue that qualify for reporting in this category. Unavailable revenue, which arises only under a modified accrual basis of accounting, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: accounts receivable and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred revenues are reported in both the government-wide statement of net position and the governmental funds balance sheet for property tax receivable and notes receivable. Property taxes are not recognized as revenue until the period for which they are levied. Principal and interest on notes receivable are not available until future periods, so are deferred in the funds; however, only the interest portion is deferred in the government-wide statements, as it is recognized as revenue as it is earned over the term of the agreement.

##### 10. Estimates

Preparation of financial statements in conformity with GAAP requires making estimates and assumptions that affect [1] the reported amounts of assets and liabilities, [2] disclosures, such as contingencies, and [3] the reported amounts of revenues and expenditures or expenses included in the financial statements. Actual results could differ from those estimates.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### II. Stewardship, Compliance and Accountability

#### A. Budgetary Information

Kansas statutes require an annual operating budget be legally adopted for the general fund and debt service funds. Legally adopted budgets are also required for special revenue funds, internal service funds and enterprise funds, unless specifically exempted by statute. The statutes provide for the following sequence and timetable of the legal annual operating budget:

- Preparation of the budget for the succeeding calendar year on or before August 1.
- Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.
- Public hearing on or before August 15, but at least 10 days after publication of notice of hearing.
- Adoption of the final budget on or before August 25.

The County has the following levels of budget control:

- The legal level of control is established at the fund level by Kansas statutes.
- County resolution places level of control at the object class (i.e., personal services, contractual, commodities, etc.). This allows management to transfer amounts between object classes within a fund, subject to County policy.
- As allowed by Kansas statute, the governing body can increase the fund level expenditures by amending the budget. An amendment may only be made for previously unbudgeted increases in revenue other than ad valorem taxes. A notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after the publication, the hearing may be held and the governing body may amend the budget at that time.

There were no budget amendments in 2014.

All unencumbered appropriations (legal budget expenditure authority) lapse at year-end, except for capital project funds appropriations, which are carried forward until such time as the project is completed or terminated. Encumbered appropriations are not reappropriated in the ensuing year's budget, but are carried forward until liquidated or cancelled.

A legal operating budget is not required for capital projects funds, the debt proceeds fund, the County's single enterprise fund, or the following special revenue funds and internal service funds:

#### **Non-Budgeted Special Revenue Funds**

Federal and State Assistance Programs  
Public Building Commission  
Fire District Research and Development  
Auto License  
Prosecuting Attorney Training  
Register of Deeds Technology  
Court Alcohol/Drug Safety Action Program  
District Court Trustee Operations  
Township Dissolution

#### **Non-Budgeted Internal Service Funds**

Fleet Management  
Health/Dental/Life Insurance Reserve  
Workers' Compensation Reserve  
Risk Management Reserve

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### II. Stewardship, Compliance and Accountability (continued)

#### B. Deficit Fund Equity

The Street, Bridge and Other Fund had a fund balance deficit of \$312,135 and the Building and Equipment Fund had a fund balance deficit of \$6,232,921 as of December 31, 2014. These deficits will be recovered through transfers from the Debt Proceeds Fund.

### III. Detailed Notes on All Funds

#### A. Deposits and Investments

Sedgwick County has adopted a formal investment policy. Primary objectives of investment activities are, in order of priority, safety, liquidity and yield. The standard of care to be used by investment officials is the "prudent person" investment rule and is applied to management of the entire portfolio. This rule states "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well the probable income to be derived."

At December 31, 2014, the County had the following investments:

Investment Type	Fair Value	Modified Duration (in years)	Percent of Total Pooled Funds
U.S. treasury coupon securities	\$ 11,982,539	2.316	2.11
U.S. agency coupon securities	219,552,609	1.376	38.66
Repurchase agreements	89,468,454	-	15.75
Kansas Municipal Investment Pool <sup>1</sup>	57,979,975	-	10.21
Collateralized deposits	87,829,221	-	15.46
Mutual funds	11,186,359	-	1.97
Subtotal general operating portfolio	<u>477,999,157</u>		
Assets held by trustee:			
U.S. treasury coupon securities	84,043,882	-	14.80
State & Local Govt. securities	5,922,051	-	1.04
Subtotal assets held by trustee	<u>89,965,933</u>		<u>100.00</u>
<b>Total Investments</b>	<b><u>\$ 567,965,090</u></b>		
Portfolio modified duration		<u>.832</u>	

<sup>1</sup>Interest rate risk for the Kansas Municipal Investment Pool is based on the weighted average maturity of the pool. As of December 31, 2014 the weighted average maturity of the pool was 148 days.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### A. Deposits and Investments (continued)

##### Custodial credit risk

Custodial credit risk is the risk that in the event of a bank failure or failure of the investment counterparty, the County's deposits may not be returned to the County, or the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County has \$28,047,653 of agency coupons securities that are held by the investment counterparty.

The County requires that all investment transactions be settled delivery versus payment with an independent third party safekeeping agent under contract with the County. The County's investment policy requires compliance within the provisions of state law for the collateralization of all deposits and allowable securities are further limited to:

- Direct obligations of, or obligations insured by, the U.S. government or any agency thereof.
- Obligations and securities of U.S. government-sponsored corporations that, under federal law, may be accepted as security for public funds.
- Bonds of any Kansas municipality that have been refunded and are secured by U.S. obligations.
- Bonds of the State of Kansas.  
General obligation bonds of any Kansas municipality.
- Temporary notes of Sedgwick County Kansas.
- Surety bond of a surety corporation authorized to do business in Kansas in an amount equal to the amount on deposit.

Peak period collateral agreements are not accepted by the County. Kansas law requires the fair value of collateral pledged to be equal to or greater than the entity's deposits. The County's investment policy requires the fair value of collateral to be at least 102% of the total deposits. As of December 31, 2014, the bank balance of the County's pooled cash deposits, including certificates of deposit, amounted to \$106,707,524. Of this, \$817,720 was not collateralized due to a deficiency of collateral pledged by one financial institution, resulting from an administrative error. The bank acknowledged the error, and in January 2015 a signed safekeeping agreement was executed to properly pledge collateral to cover the balance. All remaining balances were covered by FDIC insurance, or pledged collateral held by the County's agent in the County's name.

##### Interest rate risk

Through its investment policy, the County manages its exposure to fair value losses arising from increasing interest rates by requiring that maturities be staggered in a way that avoids undue concentration of assets in a specific maturity sector, and that the investment portfolio remain sufficiently liquid to meet all operating requirements which might reasonably be anticipated. Additionally, Kansas law and the investment policy limits investments to a maximum stated maturity of four years.

##### Credit risk

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. Kansas law limits the types of investments that can be made by Sedgwick County. The County's investment policy imposes limitations beyond those of the State of Kansas. In accordance with the County's investment policy, the County minimizes credit risk by pre-qualifying financial institutions, brokers/dealers, intermediaries and advisors, as well as diversifying the portfolio so that potential losses on individual securities will be minimized. On December 31, 2014, the County's securities underlying repurchase agreements and investments consisting of U.S.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### A. Deposits and Investments (continued)

agency obligations not directly guaranteed by the U.S. government included only instruments rated Aaa by Moody's and AA+ by Standard & Poor's. The County also holds investments with the Kansas Municipal Investment Pool, which is rated AAAf/S1+ by Standard & Poor's. Mutual funds utilized by the County were rated AAAM by Standard & Poor's at December 31, 2014.

#### Concentration of credit risk

The investment policy of the County limits the amount of investments that can be placed with a single financial institution to no more than 60% of the total value of time deposits in the portfolio. The following maximum limits, by instrument, are also established for the County's total investment portfolio:

Investment Type	Maximum Percentage Of Portfolio
Repurchase agreements	15
Collateralized time and demand deposits	100
U.S. Treasury notes and bills	80
U.S. government agency obligations	80
Kansas Municipal Investment Pool	25
Bank Trust Department municipal pools	15
Temporary notes	10

In addition, the limit on repurchase agreements and investments with the Kansas Municipal Investment Pool may not exceed 75% of the portfolio for a maximum of 45 days during each of the May and December tax collection seasons. Finally, investments established for bond proceeds are limited by instrument as a percentage of the County's total portfolio value. Invested amounts are not to exceed 20% for mutual funds and 10% for general obligation bonds of Kansas municipalities.

At December 31, the County held \$105.4 million, or 22.1%, of its portfolio in investments issued by the Federal Home Loan Bank, \$35.8 million, or 7.5%, in investments were issued by the Federal Farm Credit Bank, \$29.9, or 6.3%, in investments were issued by Federal Home Loan Mortgage Loan Corp., and investments totaling \$48.6 million, or 10.2%, were held with the Federal National Mortgage Association.

A reconciliation of cash and investments as shown on the basic financial statements follows:

Cash, including investments, Statement of Net Position	\$ 166,436,284
Restricted cash, including investments, Statement of Net Position	99,162,826
Cash, including investments, Statement of Fiduciary Net Position	320,123,706
Total	\$ 585,722,816

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### B. Capital Assets

Capital assets activity of the primary government, which includes the internal service funds, for the year ended December 31, 2014, was as follows:

	December 31, 2013	Increases	Decreases	December 31, 2014
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 21,818,422	\$ 365,580	\$ -	\$ 22,184,002
Construction in progress	35,352,062	25,749,205	(3,751,128)	57,350,139
Total capital assets, not being depreciated	<u>57,170,484</u>	<u>26,114,785</u>	<u>(3,751,128)</u>	<u>79,534,141</u>
Capital assets, being depreciated:				
Buildings and improvements	309,299,673	3,104,168	-	312,403,841
Leasehold improvements	2,234,871	-	-	2,234,871
Improvements other than buildings	25,626,545	327,219	(318,628)	25,635,136
Machinery and equipment	83,921,671	6,932,702	(3,493,642)	87,360,731
Infrastructure	249,075,342	292,785	(2,386)	249,365,741
Total capital assets being depreciated	<u>670,158,102</u>	<u>10,656,874</u>	<u>(3,814,656)</u>	<u>677,000,320</u>
Less accumulated depreciation for:				
Buildings and improvements	(104,868,533)	(8,148,494)	-	(113,017,027)
Leasehold improvements	(2,234,871)	-	-	(2,234,871)
Improvements other than buildings	(16,795,451)	(1,507,755)	-	(18,303,206)
Machinery and equipment	(62,957,522)	(6,464,631)	3,400,113	(66,022,040)
Infrastructure	(103,097,709)	(7,474,098)	1,597	(110,570,210)
Total accumulated depreciation	<u>(289,954,086)</u>	<u>(23,594,978)</u>	<u>3,401,710</u>	<u>(310,147,354)</u>
Total capital assets being depreciated, net	<u>380,204,016</u>	<u>(12,938,104)</u>	<u>(412,946)</u>	<u>366,852,966</u>
Governmental activities capital assets, net	<u>\$ 437,374,500</u>	<u>\$ 13,176,681</u>	<u>\$ (4,164,074)</u>	<u>\$ 446,387,107</u>
	December 31, 2013	Increases	Decreases	December 31, 2014
<b>Business-type activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 13,038,358	\$ -	\$ -	\$ 13,038,358
Total capital assets, not being depreciated	<u>13,038,358</u>	<u>-</u>	<u>-</u>	<u>13,038,358</u>
Capital assets, being depreciated:				
Buildings and improvements	162,992,184	148,731	-	163,140,915
Machinery and equipment	5,861,624	208,871	-	6,070,495
Total capital assets being depreciated	<u>168,853,808</u>	<u>357,602</u>	<u>-</u>	<u>169,211,410</u>
Less accumulated depreciation for:				
Buildings and improvements	(16,552,527)	(4,236,383)	-	(20,788,910)
Machinery and equipment	(4,637,753)	(921,041)	-	(5,558,794)
Total accumulated depreciation	<u>(21,190,280)</u>	<u>(5,157,424)</u>	<u>-</u>	<u>(26,347,704)</u>
Total capital assets being depreciated, net	<u>147,663,528</u>	<u>(4,799,822)</u>	<u>-</u>	<u>142,863,706</u>
Business-type activities capital assets, net	<u>\$ 160,701,886</u>	<u>\$ (4,799,822)</u>	<u>\$ -</u>	<u>\$ 155,902,064</u>

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### B. Capital Assets (continued)

Depreciation expense was charged to functions of the primary government, as follows:

Governmental activities:	
General government	\$ 3,356,362
Public safety	4,909,150
Public works, including depreciation of general infrastructure assets	8,645,693
Health and welfare	146,361
Culture and recreation	2,275,186
Economic Development, conserve./natural resources	1,535,594
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>2,726,632</u>
Total depreciation expense – governmental activities	<u>\$ 23,594,978</u>
Business-type activities:	
Arena fund	<u>\$ 5,157,424</u>
Total depreciation expense – business-type activities	<u>\$ 5,157,424</u>

#### Construction Commitments

The County had outstanding construction commitments for various capital projects and improvements totaling \$8,612,802 at December 31, 2014. This amount is reflected as an encumbrance, which is a part of the fund balance in the Capital Projects Funds, including the Building and Equipment Fund, Street, Bridge and Other Fund, Sales Tax Road and Bridge Fund, Road and Bridge Equipment Fund, and the Capital Improvement Fund. These commitments will be funded through special assessments, general obligation bonds, local sales tax, intergovernmental revenue and existing local resources.

#### C. Operating Leases

The County has entered into a lease agreement with Wichita State University for space at National Center for Aviation Training. The future minimum rental income on this lease is as follows:

Year ending December 31	Governmental Activities
2015	\$ 800,000
2016	800,000
2017	800,000
2018	800,000
2019	800,000
2020 – 2024	4,000,000
2025 – 2029	4,000,000
2030	<u>800,000</u>
Totals	<u>\$ 12,800,000</u>

The lease has a term of 20 years. The County is responsible for a majority of utility payments and the lessee is responsible for insurance expenses associated with the property.

## SEDGWICK COUNTY, KANSAS

### NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

#### III. Detailed Notes on All Funds (continued)

##### D. Long-Term Debt

###### General Obligation Bonds

Sedgwick County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities, roads, bridges, storm water drainage systems and also to refund past debt issuances. All general obligation bonds have been issued for governmental activities. General obligation bonds are direct obligations and pledge the full faith and credit of Sedgwick County. These bonds generally are issued as 20-year serial bonds with a level repayment schedule.

###### Current and Crossover Refunding Bonds

*Crossover Refunding* - For reporting purposes, under a crossover advance refunding bond issue, the original issue (refunded bonds) is not considered defeased until they are retired. As with advance refunding bond issues, the proceeds of the crossover advance refunding bonds are placed into an escrow account. However, unlike other types of advance refunding, the escrow account in a crossover advance refunding transaction is not immediately dedicated to debt service principal and interest payments on the refunded debt. Instead, the resources in the escrow account are used temporarily to meet debt service requirements on the refunding bonds. Only at a later date, known as the "crossover date" are the resources in the escrow account dedicated exclusively to the payment of principal and interest on the refunded debt. Crossover refunding does not result in the defeasance of debt prior to the crossover date. The County has recorded in the appropriate financial statements the outstanding debt of both the refunding and the refunded issues which are not considered defeased.

On August 15, 2012, the County issued \$5,840,000 in General Obligation Bonds at a premium of \$468,377 for a crossover refunding. The bonds have a true interest cost of 1.8 percent. The crossover refunding portion includes \$5,785,000 of Series A 2005 Bonds with an average interest rate of 4.0 percent.

The crossover date on this refunding issue is August 1, 2015.

The County refunded these bonds to reduce total debt service payments over a period of 13 years and will realize a net savings of \$396,098 with a present value savings of \$341,415.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### D. Long-Term Debt (continued)

*Crossover Refunding* – On September 15, 2014, the Sedgwick County Public Building Commission issued \$6,130,000 in revenue bonds at a premium of \$495,119 for a crossover refunding. The bonds have a true interest cost of 2.0 percent. The crossover refunding portion includes \$6,175,000 of Series 2007-1 Bonds with an average interest rate of 4.1 percent.

The crossover date on this refunding issue is August 1, 2016.

The County refunded these bonds to reduce its total debt service payments over a period of 12 years and will realize a net savings of \$473,397 with a present value savings of \$414,011.

On September 15, 2014, the Sedgwick County Public Building Commission issued \$25,745,000 in revenue bonds at a premium of \$2,823,335 for a crossover refunding. The bonds have a true interest cost of 2.3 percent. The crossover refunding portion includes \$26,065,000 of Series 2008-1 Bonds with an average interest rate of 5.1 percent.

The crossover date on this refunding issue is August 1, 2018.

The County refunded these bonds to reduce its total debt service payments over a period of 14 years and will realize a net savings of \$3,076,572 with a present value savings of \$2,510,739.

At December 31, 2014, \$38,025,000 of crossover refunding bonds have not been called.

General obligation bonds outstanding at December 31, 2014 are as follows:

Purpose	Interest Rate	Amount
Governmental Activities – Road and Bridge	1.25 – 5.65%	\$ 19,160,614
Governmental Activities – Facilities	1.25 – 5.65%	11,966,386
Governmental Activities – Refunding	1.25 – 5.65%	<u>35,830,000</u>
Total general obligation bonds outstanding		<u>\$ 66,957,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2015	\$ 8,112,000	\$ 2,560,535	\$ 10,672,535
2016	8,107,000	2,285,788	10,392,788
2017	7,991,000	2,014,294	10,005,294
2018	8,186,000	1,739,554	9,925,554
2019	4,882,000	1,431,174	6,313,174
2020 – 2024	19,280,000	4,255,136	23,535,136
2025 – 2029	8,419,000	1,355,831	9,774,831
2030 – 2033	<u>1,980,000</u>	<u>144,080</u>	<u>2,124,080</u>
Totals	<u>\$ 66,957,000</u>	<u>\$ 15,786,392</u>	<u>\$ 82,743,392</u>

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### D. Long-Term Debt (continued)

Sedgwick County also issues special assessment debt. Prior to 2002, the County issued special assessment debt to provide funds for the construction of sewer systems and streets for residential and commercial development. The County sold the sewer system to the City of Wichita on April 1, 2001 and now only issues special assessment debt to provide funds for the construction of streets. Special assessment bonds will be repaid from amounts levied against the property owners benefited by the construction. In the event that a deficiency exists because of unpaid or delinquent special assessments at the time a debt service payment is due, the County will provide resources to cover the deficiency until other resources, for example, foreclosure proceeds, are received. These bonds are issued as 15-year serial bonds with a level repayment schedule. Special assessment bonds currently outstanding are as follows:

Purpose	Interest Rate	Amount
Governmental activities – Street and Sewer	1.25 – 5.20%	\$ 3,343,000

Annual debt service requirements to maturity for special assessment bonds are as follows:

Year ending December 31	Governmental Activities		
	Principal	Interest	Totals
2015	\$ 328,000	\$ 130,789	\$ 458,789
2016	333,000	120,624	453,624
2017	349,000	109,753	458,753
2018	359,000	97,656	456,656
2019	373,000	84,325	457,325
2020 – 2024	1,340,000	224,598	1,564,598
2025 – 2029	261,000	14,130	275,130
Totals	\$ 3,343,000	\$ 781,875	\$ 4,124,875

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### D. Long-Term Debt (continued)

##### Sedgwick County Public Building Commission Revenue Bonds

The Sedgwick County Public Building Commission (SCPBC) is a blended component unit of Sedgwick County. The SCPBC has the authority to issue revenue bonds to finance the cost of acquiring and/or constructing land and facilities operated for a public purpose by a governmental entity. The SCPBC finances the debt service of the revenue bonds by leasing the land and facilities to the governmental entity, which operates it. The operating governmental entity guarantees the rentals under the SCPBC lease. The SCPBC has no power to levy taxes, and revenue bonds issued by the SCPBC are not included in any legal debt limitations of Sedgwick County. The County is the operating governmental entity on eight of the eleven issues outstanding (as indicated with a “\*”) with repayment schedules ranging from 5 to 20 years with one exception. The WSU Experiential Engineering 2014-3 is paid over 40 years to keep annual debt service under \$2,500,000. The current bonds outstanding are as follows:

Purpose	Interest Rate	Amount
*Public Services Administration Building 2003-3	3.80 – 4.00%	\$ 870,000
*Exploration Place Series 2003-2	3.85 – 4.50%	7,615,000
*#Juvenile Justice Complex 2007-1	4.00 – 4.125%	8,135,000
*#Technical Education Complex 2008-1	4.00 – 5.25%	33,590,000
*Public Safety Facilities & Equipment 2011-1	2.00 – 4.00%	11,025,000
*Juvenile Justice 2012-1 Refunding	2.00 – 3.00%	11,655,000
Wichita State University 2013-1 Refunding	3.00 – 4.00%	4,115,000
*Juvenile Justice Complex 2014-1 Refunding	1.00 – 5.00%	6,130,000
*Technical Education Complex 2014-2 Refunding	1.75 – 5.00%	25,745,000
^WSU Experiential Engineering (Tax Exempt) 2014-3	1.50 – 5.00%	38,895,000
^WSU Experiential Engineering 2014-4	1.95 – 3.90%	6,050,000
Total		<u>\$ 153,825,000</u>

^: The County does not pledge its full faith and credit on these bond issues.

#: \$32.2 million of these bond issues have been crossover refunded as a result of the proceeds from the 2014-1 and 2014-2 issues. Funds have been placed into an escrow account to be used on the crossover dates. See page A-50 for additional information.

Annual debt service requirements to maturity for revenue bonds are as follows:

Year ending December 31	Component Unit – SCPBC		
	Principal	Interest	Totals
2015	\$ 6,870,000	\$ 5,233,798	\$ 12,103,798
2016	7,115,000	5,910,825	13,025,825
2017	7,360,000	5,633,925	12,993,925
2018	6,375,000	5,372,681	11,747,681
2019	8,715,000	5,164,743	13,879,743
2020 – 2024	45,070,000	20,660,561	65,730,561
2025 – 2029	33,665,000	12,000,761	45,665,761
2030 – 2034	6,105,000	8,023,914	14,128,914
2035 – 2039	5,550,000	6,798,703	12,348,703
2040 – 2044	7,070,000	5,235,750	12,305,750
2045 – 2049	8,910,000	3,378,900	12,288,900
2050 – 2054	11,020,000	1,229,375	12,249,375
Totals	<u>\$ 153,825,000</u>	<u>\$ 84,643,936</u>	<u>\$ 238,468,936</u>

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### D. Long-Term Debt (continued)

##### SCPBC Revenue Bonds – WSU Refunding 2013-1

In 2013, the SCPBC issued revenue bonds for Wichita State University to finance the costs of acquiring an interest in the Woodman Alumni Center from the Wichita State Board of Trustees. The financing of this facility by the SCPBC represents a direct financing lease, and accordingly, the net investment in the lease is recorded as a note receivable on the SCPBC's balance sheet for governmental funds, and on the government-wide statement of net position.

At December 31, 2014, the components of the net investment of this lease consist of:

Note receivable	\$ 3,148,396
Less unearned income	<u>229,646</u>
Net effect on statement of net position	<u>\$ 2,918,750</u>

Future minimum lease rentals to be received under the direct financing lease are as follows:

Year ending December 31	Principal	Interest	Total
2015	\$ 1,364,583	\$ 145,938	\$ 1,510,521
2016	1,434,167	77,708	1,511,875
2017	<u>120,000</u>	<u>6,000</u>	<u>126,000</u>
Total	<u>\$ 2,918,750</u>	<u>\$ 229,646</u>	<u>\$ 3,148,396</u>

##### SCPBC Revenue Bonds – WSU Experiential Engineering 2014-3 & 2014-4

On December 30, 2014, the SCPBC issued revenue bonds for Wichita State University (WSU) to finance the cost of acquiring an interest in the Site, and of constructing, furnishing and equipping the first project part of the Innovation Campus. The proceeds of the bonds were deposited into an escrow trust account. As the project progresses, WSU will request reimbursement for project expenditures and the SCPBC will record a note receivable for the direct financing lease.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### D. Long-Term Debt (continued)

##### Fire District Lease Agreements

In 2007, 2010, 2011 and 2014 the County entered into five lease agreements as lessee for financing the acquisition of major equipment for the Fire District. These lease agreements qualify as capital leases for accounting purposes, and therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. The assets acquired through the capital leases are as follows:

	Governmental Activities
Asset:	
Machinery and equipment	\$ 5,994,792
Less: accumulated depreciation	2,593,473
Total	\$ 3,401,319

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2014, were as follows:

Year ending December 31	Governmental Activities
2015	\$ 704,104
2016	667,061
2017	563,347
2018	357,649
2019	170,622
2020	170,622
2021	170,622
2022	85,311
Total minimum lease payments	2,889,338
Less: amount representing interest	170,874
Total	\$ 2,718,464

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### D. Long-Term Debt (continued)

##### Changes in Noncurrent Liabilities

Internal Service Funds predominantly serve the governmental funds. Accordingly, long-term liabilities of the Internal Service Funds are included as part of the totals for governmental activities. At year-end, claims payable totaling \$1,175,000 are included in the amounts below. Claims are generally liquidated by the appropriate Internal Service Fund. Generally, compensated absences and other postemployment benefits are liquidated by the General Fund. Noncurrent liability activity for the year ended December 31, 2014, is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 75,462,051	\$ -	\$ 8,505,051	\$ 66,957,000	\$ 8,112,000
Revenue Bonds	83,670,000	76,820,000	6,665,000	153,825,000	6,870,000
Special assessment debt with government commitment	<u>3,667,949</u>	<u>-</u>	<u>324,949</u>	<u>3,343,000</u>	<u>328,000</u>
Total bonds payable	162,800,000	76,820,000	15,495,000	224,125,000	15,310,000
Capital lease payable	2,264,555	1,271,190	817,281	2,718,464	645,763
Claims payable	1,141,000	1,246,900	1,212,900	1,175,000	833,000
Other postemployment benefits	17,112,844	2,652,183	1,583,226	18,181,801	-
Compensated absences	<u>6,700,000</u>	<u>6,953,904</u>	<u>6,703,904</u>	<u>6,950,000</u>	<u>6,650,000</u>
Governmental activities	<u>190,018,399</u>	<u>88,944,177</u>	<u>25,812,311</u>	<u>253,150,265</u>	<u>23,438,763</u>
Premium/(Discount)	<u>5,410,248</u>	<u>6,083,421</u>	<u>628,315</u>	<u>10,865,354</u>	<u>-</u>
Noncurrent liabilities	<u>\$ 195,428,647</u>	<u>\$ 95,027,598</u>	<u>\$ 26,440,626</u>	<u>\$ 264,015,619</u>	<u>\$ 23,438,763</u>

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### D. Long-Term Debt (continued)

##### Conduit Debt

The County has issued Economic Development revenue bonds not directly obligated by the County. The County has issued these bonds individually and jointly with surrounding counties. The total amount outstanding at December 31, 2014 was \$172,081,664 for the Industrial Revenue Bonds and \$54,700,418 for the Single Family Mortgage Revenue Bonds. These bonds do not constitute an indebtedness or pledge of the faith and credit of the responsible entities or the County.

#### E. Interfund Transfers

A summary of interfund transfers is as follows:

	Transfers in:					Totals
	General Fund	Federal/State Assistance Funds	Debt Service Fund	Nonmajor Governmental Funds	Internal Service Funds	
Transfers out:						
General Fund	\$ -	\$ 2,178,070	\$ 1,597,566	\$ 2,897,779	\$ 1,000,397	\$ 7,673,812
Federal/State Assistance Funds	-	-	-	170,900	-	170,900
Debt Proceed Fund	-	-	1,275,842	9,469,608	-	10,745,450
Nonmajor Governmental Funds	208,320	225,446	742,281	209,678	-	1,385,725
<b>Total</b>	<b>\$ 208,320</b>	<b>\$ 2,403,516</b>	<b>\$ 3,615,689</b>	<b>\$ 12,747,965</b>	<b>\$ 1,000,397</b>	<b>\$ 19,975,887</b>

Transfers are used to [1] move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, [2] move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and [3] use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

#### F. Interfund Receivables and Payables

Interfund balances result from the time lag between the dates that [1] interfund goods and services are provided or reimbursable expenditures occur, [2] transactions are recorded in the accounting system, and [3] payments between funds are made. Interfund payables at year-end relate to amounts spent in certain capital projects funds that have yet to be repaid from long-term financing from the Debt Proceeds Fund.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### III. Detailed Notes on All Funds (continued)

#### F. Interfund Receivables and Payables (continued)

A summary of interfund receivables and payables at December 31, 2014 is as follows:

	Interfund Receivable	Interfund Payable
Debt Proceeds Fund	\$ 6,544,827	\$ -
Nonmajor Capital Projects Funds:		
Building and Equipment Fund	-	6,232,692
Street, Bridge and Other Fund	-	312,135
	\$ 6,544,827	\$ 6,544,827

During 2003, 2013 and 2014 interfund loans were made between the General Fund and the Capital Improvement Fund to provide for the funding of specific capital improvement projects. These advance receivables and payables as of December 31, 2014 are as follows:

	Advance Receivables	Advance Payables
General Fund	\$ 6,055,041	\$ -
Nonmajor Capital Projects Fund:		
Capital Improvement Fund	-	6,055,041
	\$ 6,055,041	\$ 6,055,041

### IV. Other Information

#### A. Risk Management

The County's property and casualty insurance coverage consists of both a self-insurance program and insurance policies purchased from various insurance carriers. The overall cost of insurance coverage has increased significantly the past three years. There have not been any settlements in excess of insurance coverage during any of the prior three fiscal years. Exposure to various risks associated with weather related incidents such as wind, hail, and storm damage is covered by a property insurance policy.

Risks associated with the operation of the INTRUST Bank Arena include loss related to theft, damage or destruction of assets, and natural disasters. These risks are covered by commercial insurance. Settlements from these risks have not exceeded insurance coverage for the past three years.

Health/Dental/Life Insurance Reserve Fund. The County has a fully funded health plan. A dental benefit purchased from a dental insurance company is provided for all health plan participants. The County pays all premiums for the health/dental benefit from the Health/Dental/Life Insurance Reserve Fund. In 2014, the County paid 91% and participating employees paid 9% of the cost of the health plan benefit.

Workers' Compensation Reserve Fund. The County provides workers' compensation benefits through a self-insured plan that has been approved by the State of Kansas. Workers' compensation claims are administered by Risk Management, with the assistance of a contract attorney. Funding (premiums) for this self insurance plan is allocated to County departments. Premiums are determined by a formula that uses both paid claims and the actual number of claims. The County does maintain reserves and pays all expenses for this plan from the Workers' Compensation Reserve Fund.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### IV. Other Information (continued)

#### A. Risk Management (continued)

Risk Management Reserve Fund. The Risk Management Reserve Fund was established for the purpose of providing a contingency fund to pay self-insured claims, retentions and deductibles, and to provide an additional source of funding for the self-insured law enforcement liability, general liability, and public official's liability. Property insurance is also maintained with a commercial insurer and provides a self-insured retention of \$100,000 for each claim.

The following is a summary of the changes in the unpaid claims liability:

	<u>Workers' Compensation</u>
January 1, 2013 liability balances	\$ 1,204,000
Claims and changes in estimates	1,326,004
Claim payments	<u>(1,389,004)</u>
December 31, 2013 liability balances	1,141,000
Claims and changes in estimates	1,246,900
Claim payments	<u>(1,212,900)</u>
December 31, 2014 liability balances	<u>\$ 1,175,000</u>

Net position available for self-insurance expenses and future catastrophic losses are as follows:

Health/Dental/Life Insurance Reserve Fund	\$ 4,994,505
Workers' Compensation Reserve Fund	2,423,342
Risk Management Reserve Fund	2,226,249

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### IV. Other Information (continued)

#### B. Commitments

Encumbrances - The County uses encumbrances to control expenditure commitments for the year and to enhance cash management. Encumbrances represent commitments related to executed contracts not yet performed and purchase orders not yet filled. Commitments for such expenditure of monies are encumbered to reserve portion of applicable appropriations. Encumbrances still open at year end are not accounted for as expenditures and liabilities but, rather, as restricted, committed, or assigned fund balance. As of December 31, 2014 the County's governmental funds had a total of \$9.1 million in encumbrances, which were reported as following:

	General	Federal/State Assistance	Other Governmental Funds	Total Governmental Funds
Restricted:				
General government	\$ -	\$ -	\$ 6,364	\$ 6,364
Public safety	-	54,662	39,120	93,782
Health and welfare	-	8,831	34	8,865
Public Works	-	-	16,272	16,272
Economic development	-	3,150	-	3,150
Capital Outlay	-	-	6,287,523	6,287,523
Committed:				
Public safety	-	-	19,818	19,818
Capital Outlay	-	-	2,283,244	2,283,244
Assigned:				
General government	92,020	-	-	92,020
Public safety	114,395	57,691	-	172,086
Public works	89,109	-	2,381	91,490
Health and welfare	1,394	4,045	-	5,439
Economic development	210	-	-	210
Capital Outlay	-	-	42,035	42,035
<b>Total</b>	<b>\$ 297,128</b>	<b>\$ 128,379</b>	<b>\$ 8,696,791</b>	<b>\$ 9,122,298</b>

Funding Commitments - In 2013, Sedgwick County entered into a five year funding agreement with the Sedgwick County Zoological Society. The County agreed to pay \$30.2 million over five years starting in 2014. As of December 31, 2014, the County has paid \$5.3 million and the remaining balance is \$24.9 million.

In 2014, Sedgwick County committed another \$5.3 million to the Zoo for a sponsorship agreement related to the addition of an elephant barn. The payment was made on January 2, 2015.

#### C. Contingent Liabilities

The County is a defendant in various legal actions pending or in process for tax appeals, property damage, and miscellaneous claims. The ultimate liability that might result from the final resolution of the above matters is not presently determinable. Management and the County's counsel are of the opinion that the final outcome of the cases will not have an adverse material effect on the County's financial statements.

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### IV. Other Information (continued)

#### D. Pending Governmental Accounting Standards

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, was issued in June 2012. This statement establishes accounting and financial reporting by state and local governments for pensions, including entities that participate in cost-sharing multiple-employer plans. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This statement replaces the requirements of Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, as well as the requirements of Statement No. 50, Pension Disclosures, as they relate to pensions that are provided through pension plans administered as trusts or equipment arrangements that meet certain criteria. Also, this statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For example, cost-sharing employers participating in KPERS, such as the County, will be required to record their proportionate share, as defined in Statement No. 68, of the KPERS unfunded pension liability. While management of the County has not yet estimated their share of the KPERS liability, it is presumed that the amount will be material to the County's financial statements. The provisions of this statement are effective for financial statements for the County's fiscal year ending December 31, 2015.

GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date, was issued in November 2013. The objective of this statement is to address an issue regarding application of the transition provisions of GASB Statement No. 68, Accounting and Financial Reporting for Pensions. Under Statement 68, if it is not practical for an employer or nonemployer contributing entity to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances of deferred outflows and inflows of resources not be reported. This statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. The provisions of this statement should be applied simultaneously with the provisions of Statement 68.

GASB Statement No. 72, Fair Value Measurement and Application, was issued in February 2015. This statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This statement provides guidance for determining a fair value measurement for financial reporting purposes, applying fair value to certain investments and disclosures related to all fair value measurements. The requirements of this statement will enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. The provisions of this statement are effective for financial statements for the County's fiscal year ending December 31, 2016.

#### E. Defined Benefit Pension Plans

Plan description. The County participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### IV. Other Information (continued)

#### E. Defined Benefit Pension Plans (continued)

benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding policy. K.S.A. 74-419 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established by statute for 2014 is as 9.69%

The County's contributions to KPERS for the years ended December 31, 2014, 2013, and 2012 were \$8,760,409, \$7,589,220, and \$7,382,885, respectively, equal to the statutory required contributions for each year. The KP&F employer rates for 2014 are 20.08% for the Emergency Medical Services Department, 19.92% for the Fire Department, and 20.28% for the Sheriff Department. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. The County's contributions to KP&F for the years ended December 31, 2014, 2013, and 2012 were \$6,138,375, \$5,344,070, and \$5,093,322, respectively, equal to the statutory required contributions for each year.

#### F. Other Postemployment Benefits Other Than Pensions

Plan description. The County sponsors a single-employer defined benefit healthcare plan that provides healthcare benefits, including medical, dental and vision, to retirees. Retiree health coverage is provided for under K.S.A. 12-5040. Employees who retire with at least 10 years of cumulative service with the County and commence retirement or disability benefits under the Kansas Public Employee Retirement System (KPERS) are eligible for benefits. The funding policy of the County is to pay premiums as they come due through the Health/Dental/Life Insurance Reserve internal service fund.

County retirees pay the same premiums charged to COBRA participants for medical, dental and vision coverage. The COBRA rates being paid by retirees for benefits are typically lower than those for individual health insurance policies. The difference between these two amounts is the implicit rate subsidy, which is considered other post employment benefits (OPEB) under Governmental Accounting Standards Board Statement No. 45 (GASB Statement 45).

Retirees and spouses have the same benefit as active employees. Retiree coverage terminates either when the retiree becomes covered under another employer health plan, or when the retiree reaches the Medicare eligibility age which is currently age 65. Spousal coverage is available until

# SEDGWICK COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

### IV. Other Information (continued)

#### F. Other Postemployment Benefits Other Than Pensions (continued)

the retiree becomes covered under another employer health plan, attains Medicare eligibility age, or dies.

Funding policy. The contribution requirements of plan members and the County are established and may be amended by the County Commission. The required contribution is based on projected pay-as-you-go financing requirements. County retirees pay 100% of their healthcare premiums; the County is not required to share costs of retiree premiums.

Annual OPEB Cost and Net OPEB Obligation. The County's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following tables show the components of the primary government OPEB cost for 2014:

Annual OPEB Cost and Obligation for 2014	Amount
Annual required contribution (ARC)	\$ 2,707,579
Interest on Net OPEB Obligation	598,950
Adjustment to the ARC	(654,346)
Annual OPEB cost (expense)	2,652,183
Contributions made	(1,583,226)
Increase in net OPEB obligation	1,068,957
Net OPEB obligation—beginning of year	17,112,844
Net OPEB obligation—end of year	\$ 18,181,801

Employer Contribution for 2014	Amount
Age-approximating premiums paid on behalf of retirees	\$ 2,145,437
Retiree contribution	(562,211)
Net employer contribution	\$ 1,583,226

Schedule of Employer Contributions				
		Annual		
Year	Net OPEB Obligation	OPEB Cost	Net Employer Contributions	Percentage Contributed
2012	15,774,746	2,365,362	1,364,327	57.7%
2013	17,112,844	2,656,514	1,318,416	49.6%
2014	18,181,801	2,652,183	1,583,226	59.7%

Funded Status and Funding Progress. As of January 1, 2013, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$27.6 million, and there was no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$27.6 million. The covered payroll (annual payroll of active employees covered by the plan) was \$111.0 million, and the ratio of the UAAL to the covered payroll was 24.8 percent.

## SEDGWICK COUNTY, KANSAS

### NOTES TO THE FINANCIAL STATEMENTS December 31, 2014

#### IV. Other Information (continued)

##### F. Other Postemployment Benefits Other Than Pensions (continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2013 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 3.5 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment return on the County's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 7.5 percent initially, reduced by decrements to an ultimate rate of 5 percent after seven years. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2013, was thirty years.

Plan Report. The plan does not issue a stand-alone audited GAAP-basis report.

##### G. Termination Benefits

During 2011, the County adopted a retirement incentive program to reduce its workforce. This was done as a cost saving measure in response to the decline in the economy. Eligible employees were given the option to participate in medical insurance for five years or until retiree reaches the age of 65. The County would continue paying the current employer portion of the premium consistent with the contribution of active employees. If during the five years the employee reaches the age of 65, the benefit will transition to a single Medicare supplemental plan. The employee could also elect a one-time pay out of sick leave plus an additional 20 days (a maximum of a 50 day payout). In 2014, benefits paid were \$802,500. The effect of the health care benefit is included with the determination of other post employment benefits described in Note F. above. The retirement incentive program increased the accrual actuarial liability by \$5,775,637 for the year ended December 31, 2014.

# SEDGWICK COUNTY, KANSAS

## REQUIRED SUPPLEMENTARY INFORMATION December 31, 2014

### Schedule of Revenues, Expenditures and Changes in Fund Balances Budget to Actual – Budgetary Basis General Fund For the Year Ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Property taxes	\$ 103,650,816	\$ 103,650,816	\$ 104,923,803	\$ 1,272,987
Sales taxes	27,674,323	27,674,323	27,553,006	(121,317)
Other taxes	249,114	249,114	387,453	138,339
Intergovernmental	4,375,641	4,375,641	3,142,527	(1,233,114)
Charges for services	17,642,384	17,642,384	17,380,859	(261,525)
Uses of money and property	4,219,812	4,219,812	4,763,874	544,062
Fines and forfeits	65,386	65,386	47,716	(17,670)
Licenses and permits	408,488	408,488	53,469	(355,019)
Reimbursed expenditures	4,987,817	4,987,817	5,607,666	619,849
Other	3,200,778	3,200,778	4,588,316	1,387,538
<b>Total revenues</b>	<u>166,474,559</u>	<u>166,474,559</u>	<u>168,448,689</u>	<u>1,974,130</u>
<b>Expenditures</b>				
Current:				
Personnel services	106,642,035	106,278,326	102,232,262	4,046,064
Contractual services	60,978,519	57,712,944	39,096,788	18,616,156
Commodities	5,556,478	6,029,161	5,500,622	528,539
Capital outlay	877,927	579,448	161,433	418,015
Debt service:				
Principal	-	62,783	62,783	-
Total debt service	-	62,783	62,783	-
<b>Total expenditures</b>	<u>174,054,959</u>	<u>170,662,662</u>	<u>147,053,888</u>	<u>23,608,774</u>
<b>Revenues over expenditures</b>	<u>(7,580,400)</u>	<u>(4,188,103)</u>	<u>21,394,801</u>	<u>25,582,904</u>
<b>Other financing sources (uses)</b>				
Transfers from other funds	345,937	345,937	208,320	(137,617)
Transfers to other funds	(17,396,111)	(20,788,408)	(19,852,749)	935,659
<b>Total other financing sources (uses)</b>	<u>(17,050,174)</u>	<u>(20,442,471)</u>	<u>(19,644,429)</u>	<u>798,042</u>
Net change in fund balances	(24,630,574)	(24,630,574)	1,750,372	26,380,946
Fund balances, beginning of year	24,630,574	24,630,574	62,754,047	38,123,473
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,504,419</u>	<u>\$ 64,504,419</u>

# SEDGWICK COUNTY, KANSAS

## REQUIRED SUPPLEMENTARY INFORMATION December 31, 2014

### Schedule of Revenues, Expenditures and Changes in Fund Balances (continued)

#### Budget / GAAP Reconciliation

All legal operating budgets are prepared using the modified cash basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Accordingly, the data presented in the budgetary comparison statements differs from the data presented in the financial statements prepared in accordance with GAAP. The following schedule provides reconciliation from GAAP basis to budgetary basis for the General Fund.

	<b>December 31, 2014</b>
Fund balance, budgetary basis	\$ 64,504,419
Current year encumbrances	297,128
Fair value adjustment of investments	(947,109)
Accrued revenues	4,772,331
Fund balance, GAAP basis	\$ 68,626,769

### Other Postemployment Benefits Other Than Pensions

Schedule of Funding Progress						
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
01/01/2009	-	28,488,774	28,488,774	-	113,107,379	25.2%
01/01/2011	-	22,649,095	22,649,095	-	121,832,839	18.6%
01/01/2013	-	27,567,411	27,567,411	-	111,026,155	24.8%

## SEDGWICK COUNTY, KANSAS

### REQUIRED SUPPLEMENTARY INFORMATION December 31, 2014

#### Note 1 Significant Factors Affecting Trends in Actuarial Information

Changes in the Actuarial Accrued Liability for the valuation completed at January 1, 2013 are primarily due to:

- The valuation interest rate was lowered from 4.0% to 3.5%.
- The assumed enrollment rate for future retirees was lowered from 65% to 55%.
- The assumed proportion of future retirees with a covered spouse was lowered from 60% to 50%.
- The assumed Medical/Rx trend rates were changed from Actual, then 7.5% grading down in increments of .5 percentage points to an ultimate of 5.0% to a starting trend of actual, then 7.5% grading down in increments of .25 percentage points to an ultimate of 5.0%.
- The disability, turnover and retirement rates were updated where applicable to be based on the latest available rates from KPERS/KP&F.
- Assumed mortality was updated to reflect improvement through 2018 based on recommendations in actuarial literature.
- The County changed from two Medical plan options to one effective January 1, 2013.

# GOVERNMENT FUNDS

## Nonmajor Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of designated revenue sources that are used to finance specified activities as required by law or administrative regulation. The following nonmajor Special Revenue Funds are reported:

Wichita State University Program Development  
Comprehensive Community Care  
Emergency Medical Services  
Aging Services  
Public Works Highways  
Noxious Weeds  
Solid Waste  
Special Parks and Recreation  
Emergency Telephone Services

Court Trustee Operations  
Special Alcohol and Drug Programs  
Auto License  
Court Alcohol/Drug Safety Action Program  
Prosecuting Attorney Training  
Register of Deeds Technology  
Fire District Operating  
Fire District Research and Development  
Township Dissolution

## Nonmajor Debt Service Fund

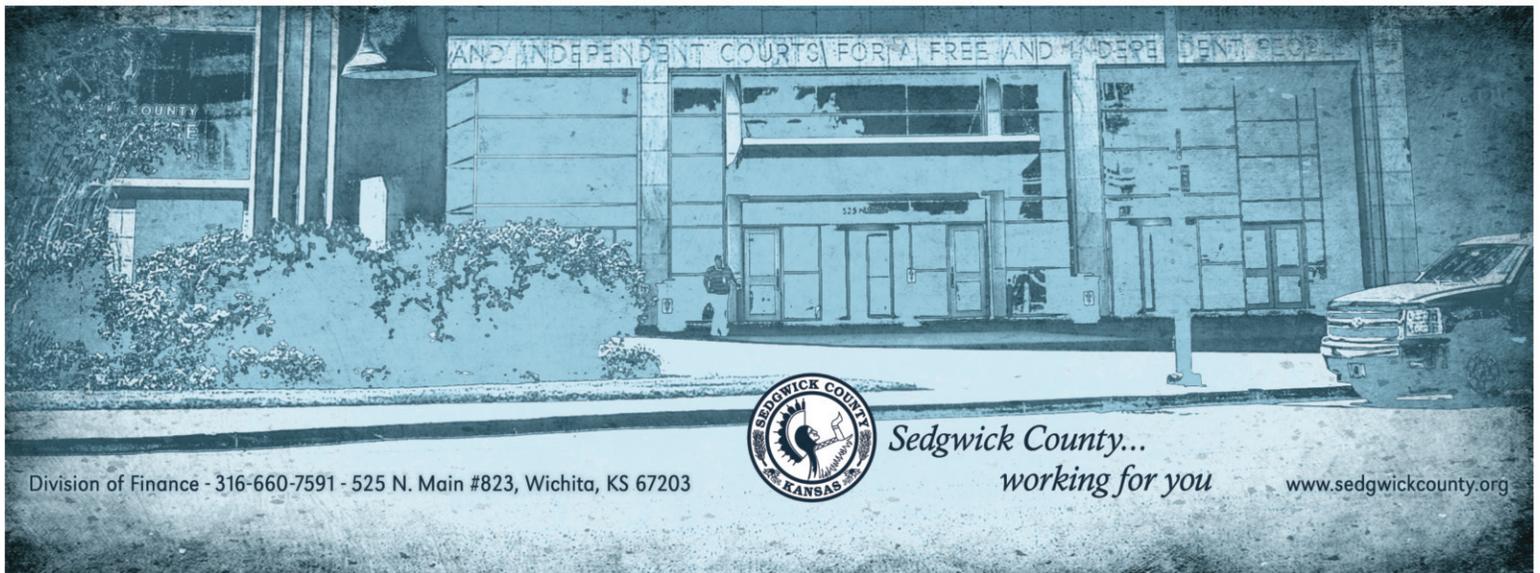
Debt Service Funds are used to account for the proceeds of designated revenue sources that are used to finance general obligation debt. The following nonmajor Debt Service Fund is reported:

Fire District Debt Service

## Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for capital improvements (except those financed by proprietary funds) that are financed from the County's general obligation bond issues, special assessments and certain Federal grants. The following nonmajor Capital Projects Funds are reported:

Building and Equipment  
Street, Bridge and Other  
Sales Tax Road and Bridge  
Road and Bridge Equipment  
Highway Improvement  
Capital Improvements  
Equipment Reserve  
Fire District Special Equipment



**SEDGWICK COUNTY, KANSAS**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2014**

	<u>Special Revenue Funds</u>	<u>Fire District Debt Service</u>	<u>Capital Projects Funds</u>	<u>Totals</u>
<b>Assets</b>				
Cash, including investments	\$ 21,213,042	\$ 25,790	\$ 35,199,517	\$ 56,438,349
Due from other agencies	1,740	-	61,568	63,308
Accounts receivable	4,372,152	-	-	4,372,152
Property tax receivable	33,420,868	-	-	33,420,868
Sales tax receivable	-	-	2,561,023	2,561,023
Inventories, at cost	349,975	-	-	349,975
<b>Total assets</b>	<b>\$ 59,357,777</b>	<b>\$ 25,790</b>	<b>\$ 37,822,108</b>	<b>\$ 97,205,675</b>
<b>Liabilities</b>				
Accounts payable	\$ 460,948	\$ -	\$ 529,058	\$ 990,006
Accrued wages	1,416,039	-	12,199	1,428,238
Due to other funds	-	-	6,544,827	6,544,827
Advance payable	-	-	6,055,041	6,055,041
<b>Total liabilities</b>	<b>1,876,987</b>	<b>-</b>	<b>13,141,125</b>	<b>15,018,112</b>
<b>Deferred Inflows of Resources</b>				
Deferred property tax receivable	33,420,868	-	-	33,420,868
Unavailable revenue - accounts receivable	4,373,892	-	61,568	4,435,460
<b>Total deferred inflows of resources</b>	<b>37,794,760</b>	<b>-</b>	<b>61,568</b>	<b>37,856,328</b>
<b>Fund balances</b>				
<b>Nonspendable:</b>				
Inventories	349,975	-	-	349,975
<b>Restricted:</b>				
General Government	1,492,689	-	-	1,492,689
Debt Service	-	25,790	-	25,790
Public Safety	9,166,303	-	-	9,166,303
Public Works	3,927,346	-	-	3,927,346
Health and Welfare	950,999	-	-	950,999
Culture and Recreation	35,699	-	-	35,699
Economic Development	9,500	-	-	9,500
Capital Outlay	-	-	17,657,735	17,657,735
<b>Committed:</b>				
Public Safety	3,487,921	-	-	3,487,921
Capital Outlay	-	-	4,705,788	4,705,788
<b>Assigned:</b>				
Public Works	265,598	-	-	265,598
Capital Outlay	-	-	8,800,948	8,800,948
Unassigned	-	-	(6,545,056)	(6,545,056)
<b>Total fund balance</b>	<b>19,686,030</b>	<b>25,790</b>	<b>24,619,415</b>	<b>44,331,235</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 59,357,777</b>	<b>\$ 25,790</b>	<b>\$ 37,822,108</b>	<b>\$ 97,205,675</b>

# SEDGWICK COUNTY, KANSAS

## Combining Balance Sheet Nonmajor Governmental Funds - Special Revenue Funds December 31, 2014

	Wichita State University Program Development	Comprehensive Community Care	Emergency Medical Services	Aging Services
<b>Assets</b>				
Cash, including investments	\$ 9,500	\$ 794,598	\$ 3,967,879	\$ 296,523
Due from other agencies	-	-	-	-
Accounts receivable	-	-	4,372,152	-
Property tax receivable	6,400,553	2,604,344	2,454,476	2,113,536
Inventories, at cost	-	-	349,975	-
<b>Total assets</b>	<b>\$ 6,410,053</b>	<b>\$ 3,398,942</b>	<b>\$ 11,144,482</b>	<b>\$ 2,410,059</b>
<b>Liabilities</b>				
Accounts payable	\$ -	\$ 62,696	\$ 38,256	\$ 26,756
Accrued wages	-	45,146	441,702	10,893
<b>Total liabilities</b>	<b>-</b>	<b>107,842</b>	<b>479,958</b>	<b>37,649</b>
<b>Deferred Inflows of Resources:</b>				
Deferred property tax receivable	6,400,553	2,604,344	2,454,476	2,113,536
Unavailable revenue - accounts receivable	-	-	4,372,152	-
<b>Total deferred inflows of resources</b>	<b>6,400,553</b>	<b>2,604,344</b>	<b>6,826,628</b>	<b>2,113,536</b>
<b>Fund balances</b>				
<b>Nonspendable:</b>				
Inventories	-	-	349,975	-
<b>Restricted:</b>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Health and Welfare	-	686,756	-	258,874
Culture and Recreation	-	-	-	-
Economic Development	9,500	-	-	-
<b>Committed:</b>				
Public Safety	-	-	3,487,921	-
<b>Assigned:</b>				
Public Works	-	-	-	-
<b>Total fund balance</b>	<b>9,500</b>	<b>686,756</b>	<b>3,837,896</b>	<b>258,874</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 6,410,053</b>	<b>\$ 3,398,942</b>	<b>\$ 11,144,482</b>	<b>\$ 2,410,059</b>

Public Works Highways	Noxious Weeds	Solid Waste	Special Parks and Recreation	Emergency Telephone Services	Court Trustee Operations
\$ 2,655,671	\$ 215,475	\$ 1,613,582	\$ 35,699	\$ 2,678,556	\$ 3,135,228
1,740	-	-	-	-	-
-	-	-	-	-	-
4,644,718	343,648	-	-	-	-
-	-	-	-	-	-
<u>\$ 7,302,129</u>	<u>\$ 559,123</u>	<u>\$ 1,613,582</u>	<u>\$ 35,699</u>	<u>\$ 2,678,556</u>	<u>\$ 3,135,228</u>
\$ 66,517	\$ 1,796	\$ 6,991	\$ -	\$ 318	\$ 1,890
183,548	9,170	23,762	-	-	119,488
250,065	10,966	30,753	-	318	121,378
4,644,718	343,648	-	-	-	-
1,740	-	-	-	-	-
<u>4,646,458</u>	<u>343,648</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	2,678,238	3,013,850
2,405,606	-	1,521,740	-	-	-
-	-	-	-	-	-
-	-	-	35,699	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	204,509	61,089	-	-	-
<u>2,405,606</u>	<u>204,509</u>	<u>1,582,829</u>	<u>35,699</u>	<u>2,678,238</u>	<u>3,013,850</u>
<u>\$ 7,302,129</u>	<u>\$ 559,123</u>	<u>\$ 1,613,582</u>	<u>\$ 35,699</u>	<u>\$ 2,678,556</u>	<u>\$ 3,135,228</u>

(Continued)

# SEDGWICK COUNTY, KANSAS

## Combining Balance Sheet (continued) Nonmajor Governmental Funds - Special Revenue Funds December 31, 2014

	Special Alcohol and Drug Programs	Auto License	Court Alcohol/Drug Safety Action Program	Prosecuting Attorney Training
<b>Assets</b>				
Cash, including investments	\$ 5,369	\$ 404,425	\$ 142,338	\$ 38,960
Due from other agencies	-	-	-	-
Accounts receivable	-	-	-	-
Property tax receivable	-	-	-	-
Inventories, at cost	-	-	-	-
<b>Total assets</b>	<b>\$ 5,369</b>	<b>\$ 404,425</b>	<b>\$ 142,338</b>	<b>\$ 38,960</b>
<b>Liabilities</b>				
Accounts payable	\$ -	\$ 8,476	\$ -	\$ -
Accrued wages	-	87,721	-	-
<b>Total liabilities</b>	<b>-</b>	<b>96,197</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>				
Deferred property tax receivable	-	-	-	-
Unavailable revenue - accounts receivable	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances</b>				
<b>Nonspendable:</b>				
Inventories	-	-	-	-
<b>Restricted:</b>				
General Government	-	308,228	-	-
Public Safety	-	-	142,338	38,960
Public Works	-	-	-	-
Health and Welfare	5,369	-	-	-
Culture and Recreation	-	-	-	-
Economic Development	-	-	-	-
<b>Committed:</b>				
Public Safety	-	-	-	-
<b>Assigned:</b>				
Public Works	-	-	-	-
<b>Total fund balance</b>	<b>5,369</b>	<b>308,228</b>	<b>142,338</b>	<b>38,960</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 5,369</b>	<b>\$ 404,425</b>	<b>\$ 142,338</b>	<b>\$ 38,960</b>

<b>Register of Deeds Technology</b>	<b>Fire District Operating</b>	<b>Fire District Research and Development</b>	<b>Township Dissolution</b>	<b>Totals</b>
\$ 1,011,225	\$ 4,003,344	\$ 12,133	\$ 192,537	\$ 21,213,042
-	-	-	-	1,740
-	-	-	-	4,372,152
-	14,859,593	-	-	33,420,868
-	-	-	-	349,975
<u>\$ 1,011,225</u>	<u>\$ 18,862,937</u>	<u>\$ 12,133</u>	<u>\$ 192,537</u>	<u>\$ 59,357,777</u>
\$ 6,186	\$ 241,066	\$ -	\$ -	\$ 460,948
13,115	481,494	-	-	1,416,039
19,301	722,560	-	-	1,876,987
-	14,859,593	-	-	33,420,868
-	-	-	-	4,373,892
-	14,859,593	-	-	37,794,760
-	-	-	-	349,975
991,924	-	-	192,537	1,492,689
-	3,280,784	12,133	-	9,166,303
-	-	-	-	3,927,346
-	-	-	-	950,999
-	-	-	-	35,699
-	-	-	-	9,500
-	-	-	-	3,487,921
-	-	-	-	265,598
<u>991,924</u>	<u>3,280,784</u>	<u>12,133</u>	<u>192,537</u>	<u>19,686,030</u>
<u>\$ 1,011,225</u>	<u>\$ 18,862,937</u>	<u>\$ 12,133</u>	<u>\$ 192,537</u>	<u>\$ 59,357,777</u>

# SEDGWICK COUNTY, KANSAS

## Combining Balance Sheet Nonmajor Capital Projects Funds December 31, 2014

	Building and Equipment	Street, Bridge and Other	Sales Tax Road and Bridge	Road and Bridge Equipment
<b>Assets</b>				
Cash, including investments	\$ -	\$ -	\$ 15,314,063	\$ 155,555
Due from other agencies	-	-	61,568	-
Sales tax receivable	-	-	2,561,023	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 17,936,654</b>	<b>\$ 155,555</b>
<b>Liabilities</b>				
Accounts payable	\$ 229	\$ -	\$ 205,152	\$ -
Accrued wages	-	-	12,199	-
Due to other funds	6,232,692	312,135	-	-
Advance payable	-	-	-	-
<b>Total liabilities</b>	<b>6,232,921</b>	<b>312,135</b>	<b>217,351</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue - accounts receivable	-	-	61,568	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>61,568</b>	<b>-</b>
<b>Fund balances</b>				
<b>Restricted:</b>				
Capital Outlay	-	-	17,657,735	-
<b>Committed:</b>				
Capital Outlay	-	-	-	-
<b>Assigned:</b>				
Capital Outlay	-	-	-	155,555
<b>Unassigned</b>	<b>(6,232,921)</b>	<b>(312,135)</b>	<b>-</b>	<b>-</b>
<b>Total fund balance</b>	<b>(6,232,921)</b>	<b>(312,135)</b>	<b>17,657,735</b>	<b>155,555</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 17,936,654</b>	<b>\$ 155,555</b>

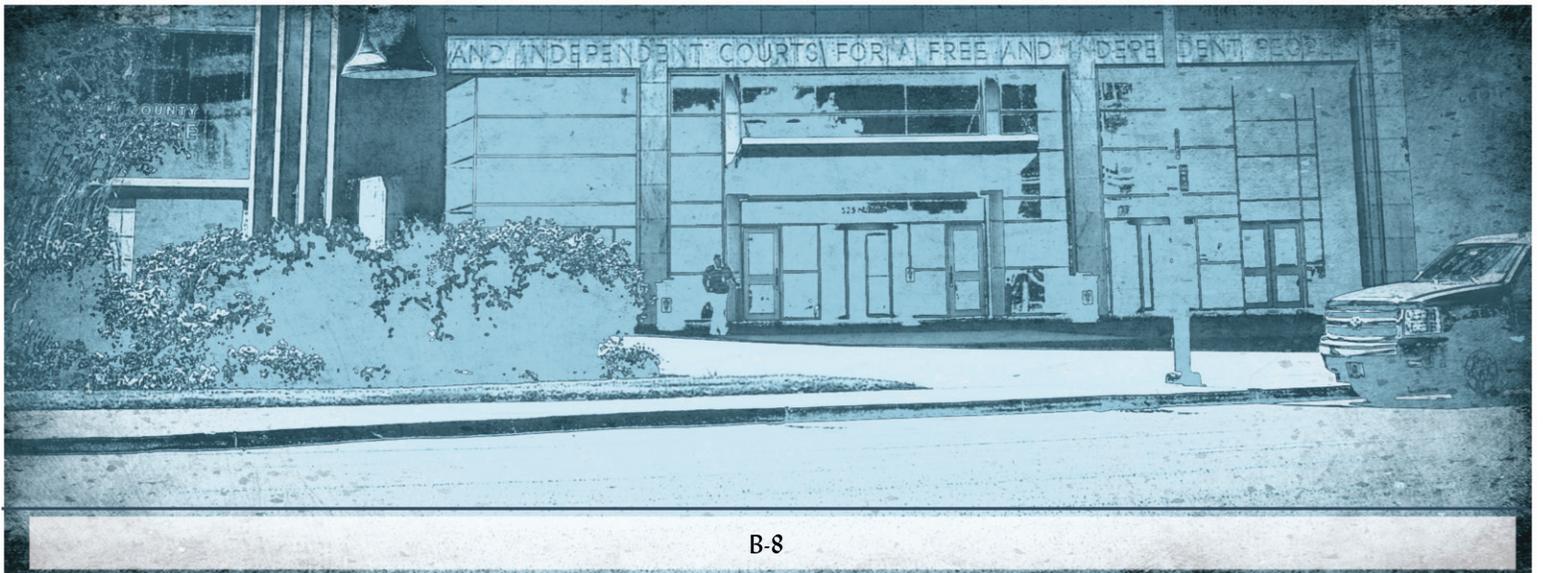
Highway Improvement	Capital Improvements	Equipment Reserve	Fire District Special Equipment	Totals
\$ 45,623	\$ 11,042,783	\$ 8,012,726	\$ 628,767	\$ 35,199,517
-	-	-	-	61,568
-	-	-	-	2,561,023
<u>\$ 45,623</u>	<u>\$ 11,042,783</u>	<u>\$ 8,012,726</u>	<u>\$ 628,767</u>	<u>\$ 37,822,108</u>
\$ -	\$ 281,954	\$ 41,723	\$ -	\$ 529,058
-	-	-	-	12,199
-	-	-	-	6,544,827
-	6,055,041	-	-	6,055,041
-	6,336,995	41,723	-	13,141,125
-	-	-	-	61,568
-	-	-	-	61,568
-	-	-	-	17,657,735
-	4,705,788	-	-	4,705,788
45,623	-	7,971,003	628,767	8,800,948
-	-	-	-	(6,545,056)
<u>45,623</u>	<u>4,705,788</u>	<u>7,971,003</u>	<u>628,767</u>	<u>24,619,415</u>
<u>\$ 45,623</u>	<u>\$ 11,042,783</u>	<u>\$ 8,012,726</u>	<u>\$ 628,767</u>	<u>\$ 37,822,108</u>



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## SEDGWICK COUNTY, KANSAS

### Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Twelve Months Ended December 31, 2014

	Special Revenue Funds	Fire District Debt Service	Capital Projects Funds	Totals
<b>Revenues</b>				
Property taxes	\$ 38,502,526	\$ -	\$ -	\$ 38,502,526
Emergency telephone services taxes	2,690,238	-	-	2,690,238
Sales taxes	-	-	12,271,326	12,271,326
Other taxes	88,882	-	-	88,882
Intergovernmental	8,523,197	-	873,112	9,396,309
Charges for services	21,556,216	-	24,608	21,580,824
Uses of money and property	3,359	-	211	3,570
Licenses and permits	68,921	-	-	68,921
Other	468,126	-	176,487	644,613
<b>Total revenues</b>	<b>71,901,465</b>	<b>-</b>	<b>13,345,744</b>	<b>85,247,209</b>
<b>Expenditures</b>				
<b>Current:</b>				
General government	4,487,803	-	-	4,487,803
Public safety	39,408,480	-	-	39,408,480
Public works	12,231,217	-	-	12,231,217
Health and welfare	5,561,574	-	-	5,561,574
Culture and recreation	5,000	-	-	5,000
Economic development	7,223,079	-	-	7,223,079
<b>Debt service:</b>				
Principal	817,281	-	-	817,281
Interest and fiscal charges	94,488	-	-	94,488
Capital outlay	-	-	34,744,759	34,744,759
<b>Total expenditures</b>	<b>69,828,922</b>	<b>-</b>	<b>34,744,759</b>	<b>104,573,681</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,072,543</b>	<b>-</b>	<b>(21,399,015)</b>	<b>(19,326,472)</b>
<b>Other financing sources (uses)</b>				
Transfers from other funds	-	-	12,747,965	12,747,965
Transfers to other funds	(1,385,725)	-	-	(1,385,725)
Proceeds from capital lease	-	-	1,271,190	1,271,190
<b>Total other financing sources (uses)</b>	<b>(1,385,725)</b>	<b>-</b>	<b>14,019,155</b>	<b>12,633,430</b>
<b>Net change in fund balances</b>	<b>686,818</b>	<b>-</b>	<b>(7,379,860)</b>	<b>(6,693,042)</b>
<b>Fund balances, beginning of year</b>	<b>18,999,212</b>	<b>25,790</b>	<b>31,999,275</b>	<b>51,024,277</b>
<b>Fund balances, end of period</b>	<b>\$ 19,686,030</b>	<b>\$ 25,790</b>	<b>\$ 24,619,415</b>	<b>\$ 44,331,235</b>

**SEDGWICK COUNTY, KANSAS**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Twelve Months Ended December 31, 2014**

	<b>Wichita State University Program Development</b>	<b>Comprehensive Community Care</b>	<b>Emergency Medical Services</b>	<b>Aging Services</b>
<b>Revenues</b>				
Property taxes	\$ 7,223,079	\$ 2,744,267	\$ 3,433,587	\$ 2,613,003
Emergency telephone services taxes	-	-	-	-
Other taxes	-	-	-	-
Intergovernmental	-	348,890	-	-
Charges for services	-	-	13,645,515	-
Uses of money and property	-	-	-	-
Licenses and permits	-	-	-	-
Other	-	-	24,462	-
<b>Total revenues</b>	<u>7,223,079</u>	<u>3,093,157</u>	<u>17,103,564</u>	<u>2,613,003</u>
<b>Expenditures</b>				
<b>Current:</b>				
General government	-	-	-	-
Public safety	-	-	16,643,755	-
Public works	-	-	-	-
Health and welfare	-	3,120,157	-	2,441,417
Culture and recreation	-	-	-	-
Economic development	7,223,079	-	-	-
<b>Debt service:</b>				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total expenditures</b>	<u>7,223,079</u>	<u>3,120,157</u>	<u>16,643,755</u>	<u>2,441,417</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>(27,000)</u>	<u>459,809</u>	<u>171,586</u>
<b>Other financing sources (uses)</b>				
Transfers to other funds	-	-	(209,678)	(176,387)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(209,678)</u>	<u>(176,387)</u>
<b>Net change in fund balances</b>	-	(27,000)	250,131	(4,801)
<b>Fund balances, beginning of year</b>	<u>9,500</u>	<u>713,756</u>	<u>3,587,765</u>	<u>263,675</u>
<b>Fund balances, end of period</b>	<u>\$ 9,500</u>	<u>\$ 686,756</u>	<u>\$ 3,837,896</u>	<u>\$ 258,874</u>

Public Works Highways	Noxious Weeds	Solid Waste	Special Parks and Recreation	Emergency Telephone Services	Court Trustee Operations
\$ 5,776,825	\$ 416,725	\$ -	\$ -	\$ -	\$ -
-	-	-	-	2,690,238	-
-	-	-	35,525	-	-
4,431,801	-	-	-	-	3,717,656
77,756	101,310	1,698,406	-	-	933,296
-	-	-	-	868	-
5,655	-	57,661	-	-	-
28,484	-	3,428	-	95,489	2,637
<u>10,320,521</u>	<u>518,035</u>	<u>1,759,495</u>	<u>35,525</u>	<u>2,786,595</u>	<u>4,653,589</u>
-	-	-	-	-	-
-	-	-	-	1,729,458	5,079,346
10,366,619	490,710	1,373,888	-	-	-
-	-	-	5,000	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>10,366,619</u>	<u>490,710</u>	<u>1,373,888</u>	<u>5,000</u>	<u>1,729,458</u>	<u>5,079,346</u>
<u>(46,098)</u>	<u>27,325</u>	<u>385,607</u>	<u>30,525</u>	<u>1,057,137</u>	<u>(425,757)</u>
-	-	(79,839)	-	(662,442)	-
-	-	(79,839)	-	(662,442)	-
(46,098)	27,325	305,768	30,525	394,695	(425,757)
<u>2,451,704</u>	<u>177,184</u>	<u>1,277,061</u>	<u>5,174</u>	<u>2,283,543</u>	<u>3,439,607</u>
<u>\$ 2,405,606</u>	<u>\$ 204,509</u>	<u>\$ 1,582,829</u>	<u>\$ 35,699</u>	<u>\$ 2,678,238</u>	<u>\$ 3,013,850</u>

**SEDGWICK COUNTY, KANSAS**

*Combining Statement of Revenues, Expenditures and Changes in Fund Balances (continued)*

**Nonmajor Special Revenue Funds**

*For the Twelve Months Ended December 31, 2014*

	<u>Special Alcohol and Drug Programs</u>	<u>Auto License</u>	<u>Court Alcohol/Drug Safety Action Program</u>	<u>Prosecuting Attorney Training</u>
<b>Revenues</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Emergency telephone services taxes	-	-	-	-
Other taxes	53,357	-	-	-
Intergovernmental	-	24,850	-	-
Charges for services	-	3,812,592	13,159	33,412
Uses of money and property	-	-	-	-
Licenses and permits	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>53,357</u>	<u>3,837,442</u>	<u>13,159</u>	<u>33,412</u>
<b>Expenditures</b>				
Current:				
General government	-	3,802,271	-	-
Public safety	-	-	1,042	46,687
Public works	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Economic development	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>3,802,271</u>	<u>1,042</u>	<u>46,687</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>53,357</u>	<u>35,171</u>	<u>12,117</u>	<u>(13,275)</u>
<b>Other financing sources (uses)</b>				
Transfers to other funds	(49,059)	(208,320)	-	-
<b>Total other financing sources (uses)</b>	<u>(49,059)</u>	<u>(208,320)</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	4,298	(173,149)	12,117	(13,275)
<b>Fund balances, beginning of year</b>	<u>1,071</u>	<u>481,377</u>	<u>130,221</u>	<u>52,235</u>
<b>Fund balances, end of period</b>	<u>\$ 5,369</u>	<u>\$ 308,228</u>	<u>\$ 142,338</u>	<u>\$ 38,960</u>

Register of Deeds Technology	Fire District Operating	Fire District Research and Development	Township Dissolution	Totals
\$ -	\$ 16,295,040	\$ -	\$ -	\$ 38,502,526
-	-	-	-	2,690,238
-	-	-	-	88,882
-	-	-	-	8,523,197
559,864	680,906	-	-	21,556,216
120	2,369	2	-	3,359
-	5,605	-	-	68,921
-	308,526	5,100	-	468,126
<u>559,984</u>	<u>17,292,446</u>	<u>5,102</u>	<u>-</u>	<u>71,901,465</u>
685,532	-	-	-	4,487,803
-	15,908,192	-	-	39,408,480
-	-	-	-	12,231,217
-	-	-	-	5,561,574
-	-	-	-	5,000
-	-	-	-	7,223,079
-	817,281	-	-	817,281
-	94,488	-	-	94,488
<u>685,532</u>	<u>16,819,961</u>	<u>-</u>	<u>-</u>	<u>69,828,922</u>
<u>(125,548)</u>	<u>472,485</u>	<u>5,102</u>	<u>-</u>	<u>2,072,543</u>
-	-	-	-	(1,385,725)
-	-	-	-	(1,385,725)
(125,548)	472,485	5,102	-	686,818
<u>1,117,472</u>	<u>2,808,299</u>	<u>7,031</u>	<u>192,537</u>	<u>18,999,212</u>
<u>\$ 991,924</u>	<u>\$ 3,280,784</u>	<u>\$ 12,133</u>	<u>\$ 192,537</u>	<u>\$ 19,686,030</u>

## SEDGWICK COUNTY, KANSAS

### Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) For the Twelve Months Ended December 31, 2014

	Building and Equipment	Street, Bridge and Other	Sales Tax Road and Bridge	Road and Bridge Equipment
<b>Revenues</b>				
Sales taxes	\$ -	\$ -	\$ 12,271,326	\$ -
Intergovernmental	-	-	873,112	-
Charges for services	-	-	24,608	-
Uses of money and property	-	-	-	-
Other revenue	45,052	-	-	-
<b>Total revenues</b>	<u>45,052</u>	<u>-</u>	<u>13,169,046</u>	<u>-</u>
<b>Expenditures</b>				
Capital outlay	10,204,436	3,646,500	15,665,978	-
<b>Total expenditures</b>	<u>10,204,436</u>	<u>3,646,500</u>	<u>15,665,978</u>	<u>-</u>
<b>(Deficiency) of revenues (under) expenditures</b>	<u>(10,159,384)</u>	<u>(3,646,500)</u>	<u>(2,496,932)</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Transfers from other funds	5,017,700	4,451,908	-	-
Proceeds from capital lease	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>5,017,700</u>	<u>4,451,908</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(5,141,684)</u>	<u>805,408</u>	<u>(2,496,932)</u>	<u>-</u>
<b>Fund balances (deficits), beginning of year</b>	<u>(1,091,237)</u>	<u>(1,117,543)</u>	<u>20,154,667</u>	<u>155,555</u>
<b>Fund balances (deficits), end of period</b>	<u>\$ (6,232,921)</u>	<u>\$ (312,135)</u>	<u>\$ 17,657,735</u>	<u>\$ 155,555</u>

Highway Improvement	Capital Improvements	Equipment Reserve	Fire District Special Equipment	Totals
\$ -	\$ -	\$ -	\$ -	\$ 12,271,326
-	-	-	-	873,112
-	-	-	-	24,608
-	-	-	211	211
-	131,435	-	-	176,487
-	131,435	-	211	13,345,744
9,540	2,364,227	1,547,781	1,306,297	34,744,759
9,540	2,364,227	1,547,781	1,306,297	34,744,759
(9,540)	(2,232,792)	(1,547,781)	(1,306,086)	(21,399,015)
-	235,029	3,043,328	-	12,747,965
-	-	-	1,271,190	1,271,190
-	235,029	3,043,328	1,271,190	14,019,155
(9,540)	(1,997,763)	1,495,547	(34,896)	(7,379,860)
55,163	6,703,551	6,475,456	663,663	31,999,275
<u>\$ 45,623</u>	<u>\$ 4,705,788</u>	<u>\$ 7,971,003</u>	<u>\$ 628,767</u>	<u>\$ 24,619,415</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Wichita State University Program Development For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 7,106,608	\$ 7,106,608	\$ 7,223,079	\$ 116,471
Other	300,000	300,000	-	(300,000)
Total revenues	<u>7,406,608</u>	<u>7,406,608</u>	<u>7,223,079</u>	<u>(183,529)</u>
<b>Expenditures</b>				
Current:				
Contractual services	<u>7,455,694</u>	<u>7,455,694</u>	<u>7,223,079</u>	<u>232,615</u>
Total expenditures	<u>7,455,694</u>	<u>7,455,694</u>	<u>7,223,079</u>	<u>232,615</u>
Revenues over (under) expenditures	<u>(49,086)</u>	<u>(49,086)</u>	<u>-</u>	<u>49,086</u>
Net change in fund balances	(49,086)	(49,086)	-	49,086
Fund balances, beginning of year	<u>49,086</u>	<u>49,086</u>	<u>9,500</u>	<u>(39,586)</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,500</u>	<u>\$ 9,500</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Comprehensive Community Care For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 2,718,754	\$ 2,718,754	\$ 2,744,267	\$ 25,513
Intergovernmental	348,890	348,890	348,890	-
Total revenues	<u>3,067,644</u>	<u>3,067,644</u>	<u>3,093,157</u>	<u>25,513</u>
<b>Expenditures</b>				
Current:				
Personnel services	1,432,123	1,432,123	1,349,674	82,449
Contractual services	1,732,897	1,732,897	1,628,981	103,916
Commodities	116,773	116,773	111,694	5,079
Total expenditures	<u>3,281,793</u>	<u>3,281,793</u>	<u>3,090,349</u>	<u>191,444</u>
Revenues over (under) expenditures	<u>(214,149)</u>	<u>(214,149)</u>	<u>2,808</u>	<u>216,957</u>
Net change in fund balances	(214,149)	(214,149)	2,808	216,957
Fund balances, beginning of year	<u>214,149</u>	<u>214,149</u>	<u>683,929</u>	<u>469,780</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 686,737</u>	<u>\$ 686,737</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Emergency Medical Services For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 3,353,030	\$ 3,353,030	\$ 3,433,587	\$ 80,557
Charges for services	13,319,741	13,319,741	13,645,515	325,774
Reimbursed expenditures	448	448	420	(28)
Other	698	698	24,042	23,344
Total revenues	16,673,917	16,673,917	17,103,564	429,647
<b>Expenditures</b>				
Current:				
Personnel services	13,063,508	12,669,578	12,445,353	224,225
Contractual services	3,456,138	3,640,390	3,212,435	427,955
Commodities	1,056,539	1,056,539	957,359	99,180
Total expenditures	17,576,185	17,366,507	16,615,147	751,360
Revenues over (under) expenditures	(902,268)	(692,590)	488,417	1,181,007
<b>Other financing (uses)</b>				
Transfers to other funds	-	(209,678)	(209,678)	-
Total other financing (uses)	-	(209,678)	(209,678)	-
Net change in fund balances	(902,268)	(902,268)	278,739	1,181,007
Fund balances, beginning of year	902,268	902,268	3,188,625	2,286,357
Fund balances, end of year	\$ -	\$ -	\$ 3,467,364	\$ 3,467,364

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Aging Services For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 2,579,803	\$ 2,579,803	\$ 2,613,004	\$ 33,201
Other	21	21	-	(21)
Total revenues	<u>2,579,824</u>	<u>2,579,824</u>	<u>2,613,004</u>	<u>33,180</u>
<b>Expenditures</b>				
Current:				
Personnel services	657,137	659,937	650,272	9,665
Contractual services	1,787,322	1,784,522	1,784,381	141
Commodities	6,700	6,700	6,696	4
Total expenditures	<u>2,451,159</u>	<u>2,451,159</u>	<u>2,441,349</u>	<u>9,810</u>
Revenues over (under) expenditures	<u>128,665</u>	<u>128,665</u>	<u>171,655</u>	<u>42,990</u>
<b>Other financing (uses)</b>				
Transfers to other funds	(176,387)	(176,387)	(176,387)	-
Total other financing (uses)	<u>(176,387)</u>	<u>(176,387)</u>	<u>(176,387)</u>	<u>-</u>
Net change in fund balances	(47,722)	(47,722)	(4,732)	42,990
Fund balances, beginning of year	47,722	47,722	262,074	214,352
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 257,342</u>	<u>\$ 257,342</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Public Works Highways For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 5,685,265	\$ 5,685,265	\$ 5,776,825	\$ 91,560
Intergovernmental	4,542,323	4,542,323	4,431,801	(110,522)
Charges for services	28,962	28,962	77,756	48,794
Licenses and permits	7,227	7,227	5,655	(1,572)
Reimbursed expenditures	9,674	9,674	10,614	940
Other	6,946	6,946	17,870	10,924
Total revenues	10,280,397	10,280,397	10,320,521	40,124
<b>Expenditures</b>				
Current:				
Personnel services	6,060,020	6,060,020	5,647,760	412,260
Contractual services	4,351,251	4,318,505	4,063,372	255,133
Commodities	315,780	348,526	245,570	102,956
Total expenditures	10,727,051	10,727,051	9,956,702	770,349
Revenues over (under) expenditures	(446,654)	(446,654)	363,819	810,473
Net change in fund balances	(446,654)	(446,654)	363,819	810,473
Fund balances, beginning of year	446,654	446,654	2,056,793	1,610,139
Fund balances, end of year	\$ -	\$ -	\$ 2,420,612	\$ 2,420,612

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Noxious Weeds

For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 409,742	\$ 409,742	\$ 416,725	\$ 6,983
Charges for services	78,444	78,444	101,310	22,866
Total revenues	<u>488,186</u>	<u>488,186</u>	<u>518,035</u>	<u>29,849</u>
<b>Expenditures</b>				
Current:				
Personnel services	321,485	318,985	290,021	28,964
Contractual services	103,883	111,183	109,349	1,834
Commodities	100,162	95,362	93,721	1,641
Total expenditures	<u>525,530</u>	<u>525,530</u>	<u>493,091</u>	<u>32,439</u>
Revenues over (under) expenditures	<u>(37,344)</u>	<u>(37,344)</u>	<u>24,944</u>	<u>62,288</u>
Net change in fund balances	(37,344)	(37,344)	24,944	62,288
Fund balances, beginning of year	<u>37,344</u>	<u>37,344</u>	<u>177,185</u>	<u>139,841</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 202,129</u>	<u>\$ 202,129</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Solid Waste For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 1,694,371	\$ 1,694,371	\$ 1,698,406	\$ 4,035
Licenses and permits	57,338	57,338	57,661	323
Other	-	-	3,428	3,428
Total revenues	<u>1,751,709</u>	<u>1,751,709</u>	<u>1,759,495</u>	<u>7,786</u>
<b>Expenditures</b>				
Current:				
Personnel services	775,670	775,670	767,919	7,751
Contractual services	1,310,735	1,288,735	538,681	750,054
Commodities	61,496	83,496	63,722	19,774
Total expenditures	<u>2,147,901</u>	<u>2,147,901</u>	<u>1,370,322</u>	<u>777,579</u>
Revenues over (under) expenditures	<u>(396,192)</u>	<u>(396,192)</u>	<u>389,173</u>	<u>785,365</u>
<b>Other financing (uses)</b>				
Transfers to other funds	<u>(79,839)</u>	<u>(79,839)</u>	<u>(79,839)</u>	-
Total other financing (uses)	<u>(79,839)</u>	<u>(79,839)</u>	<u>(79,839)</u>	-
Net change in fund balances	(476,031)	(476,031)	309,334	785,365
Fund balances, beginning of year	<u>476,031</u>	<u>476,031</u>	<u>1,260,731</u>	<u>784,700</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,570,065</u>	<u>\$ 1,570,065</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Special Parks and Recreation For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 32,086	\$ 32,086	\$ 35,525	\$ 3,439
Total revenues	<u>32,086</u>	<u>32,086</u>	<u>35,525</u>	<u>3,439</u>
<b>Expenditures</b>				
Current:				
Contractual services	<u>2</u>	<u>6,002</u>	<u>5,000</u>	<u>1,002</u>
Total expenditures	<u>2</u>	<u>6,002</u>	<u>5,000</u>	<u>1,002</u>
Revenues over (under) expenditures	<u>32,084</u>	<u>26,084</u>	<u>30,525</u>	<u>4,441</u>
<b>Other financing (uses)</b>				
Transfers to other funds	<u>(31,762)</u>	<u>(25,762)</u>	<u>-</u>	<u>25,762</u>
Total other financing (uses)	<u>(31,762)</u>	<u>(25,762)</u>	<u>-</u>	<u>25,762</u>
Net change in fund balances	322	322	30,525	30,203
Fund balances, beginning of year	<u>(322)</u>	<u>(322)</u>	<u>5,174</u>	<u>5,496</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,699</u>	<u>\$ 35,699</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Emergency Telephone Services For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 2,896,550	\$ 2,896,550	\$ 2,690,238	\$ (206,312)
Uses of money and property	-	-	868	868
Other	-	-	95,489	95,489
Total revenues	<u>2,896,550</u>	<u>2,896,550</u>	<u>2,786,595</u>	<u>(109,955)</u>
<b>Expenditures</b>				
Current:				
Contractual services	2,302,050	2,302,050	1,669,595	632,455
Commodities	71,500	71,500	30,950	40,550
Total expenditures	<u>2,373,550</u>	<u>2,373,550</u>	<u>1,700,545</u>	<u>673,005</u>
Revenues over (under) expenditures	<u>523,000</u>	<u>523,000</u>	<u>1,086,050</u>	<u>563,050</u>
<b>Other financing (uses)</b>				
Transfers to other funds	(662,442)	(662,442)	(662,442)	-
Total other financing (uses)	<u>(662,442)</u>	<u>(662,442)</u>	<u>(662,442)</u>	<u>-</u>
Net change in fund balances	(139,442)	(139,442)	423,608	563,050
Fund balances, beginning of year	<u>139,442</u>	<u>139,442</u>	<u>2,254,630</u>	<u>2,115,188</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,678,238</u>	<u>\$ 2,678,238</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Special Alcohol and Drug Programs For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 49,575	\$ 49,575	\$ 53,357	\$ 3,782
Total revenues	<u>49,575</u>	<u>49,575</u>	<u>53,357</u>	<u>3,782</u>
<b>Expenditures</b>				
Current:				
Contractual services	<u>6</u>	<u>6</u>	<u>-</u>	<u>6</u>
Total expenditures	<u>6</u>	<u>6</u>	<u>-</u>	<u>6</u>
Revenues over (under) expenditures	<u>49,569</u>	<u>49,569</u>	<u>53,357</u>	<u>3,788</u>
<b>Other financing (uses)</b>				
Transfers to other funds	<u>(49,059)</u>	<u>(49,059)</u>	<u>(49,059)</u>	<u>-</u>
Total other financing (uses)	<u>(49,059)</u>	<u>(49,059)</u>	<u>(49,059)</u>	<u>-</u>
Net change in fund balances	510	510	4,298	3,788
Fund balances, beginning of year	<u>(510)</u>	<u>(510)</u>	<u>1,071</u>	<u>1,581</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,369</u>	<u>\$ 5,369</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Special Revenue Fund: Fire District Operating For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive/ (Negative)
<b>Revenues</b>				
Taxes	\$ 16,210,783	\$ 16,210,783	\$ 16,295,040	\$ 84,257
Charges for services	393,124	393,124	680,906	287,782
Uses of money and property	5,699	5,699	2,369	(3,330)
Licenses and permits	6,406	6,406	5,605	(801)
Reimbursed expenditures	1,013	1,013	1,054	41
Other	6,653	6,653	307,472	300,819
Total revenues	<u>16,623,678</u>	<u>16,623,678</u>	<u>17,292,446</u>	<u>668,768</u>
<b>Expenditures</b>				
Current:				
Personnel services	14,064,622	14,064,622	13,436,630	627,992
Contractual services	1,328,794	1,609,363	1,574,274	35,089
Commodities	797,974	766,716	669,060	97,656
Capital outlay	236,866	236,866	199,093	37,773
Debt service:				
Principal	1,375,082	1,125,771	817,281	308,490
Interest	-	-	94,488	(94,488)
Total expenditures	<u>17,803,338</u>	<u>17,803,338</u>	<u>16,790,826</u>	<u>1,012,512</u>
Revenues over (under) expenditures	<u>(1,179,660)</u>	<u>(1,179,660)</u>	<u>501,620</u>	<u>1,681,280</u>
<b>Other financing sources (uses)</b>				
Transfers from other funds	300,000	300,000	-	(300,000)
Total other financing sources (uses)	<u>300,000</u>	<u>300,000</u>	<u>-</u>	<u>(300,000)</u>
Net change in fund balances	(879,660)	(879,660)	501,620	1,381,280
Fund balances, beginning of year	879,660	879,660	2,770,302	1,890,642
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,271,922</u>	<u>\$ 3,271,922</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Debt Service Fund: County Bond and Interest For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 15,694,693	\$ 15,694,693	\$ 15,871,345	\$ 176,652
Intergovernmental	192,281	192,281	178,437	(13,844)
Charges for services	677,851	677,851	719,854	42,003
Total revenues	<u>16,564,825</u>	<u>16,564,825</u>	<u>16,769,636</u>	<u>204,811</u>
<b>Expenditures</b>				
Current:				
Contractual services	20,000	3,000	1,825	1,175
Debt service:				
Principal	14,146,554	14,172,217	14,172,217	-
Interest and fiscal charges	5,899,251	5,890,588	5,890,588	-
Total expenditures	<u>20,065,805</u>	<u>20,065,805</u>	<u>20,064,630</u>	<u>1,175</u>
Revenues over (under) expenditures	<u>(3,500,980)</u>	<u>(3,500,980)</u>	<u>(3,294,994)</u>	<u>205,986</u>
<b>Other financing sources</b>				
Transfers from other funds	3,615,689	3,615,689	3,615,689	-
Total other financing sources	<u>3,615,689</u>	<u>3,615,689</u>	<u>3,615,689</u>	<u>-</u>
Net change in fund balances	114,709	114,709	320,695	205,986
Fund balances, beginning of year	<u>(114,709)</u>	<u>(114,709)</u>	<u>1,303,908</u>	<u>1,418,617</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,624,603</u>	<u>\$ 1,624,603</u>

# SEDGWICK COUNTY, KANSAS

## Schedule of Budgetary Accounts Budget and Actual - Budgetary Basis (Non-GAAP)

### Debt Service Fund: Fire District Bond and Interest For the year ended December 31, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
Revenues over (under) expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	25,790	25,790
Fund balances, end of year	\$ -	\$ -	\$ 25,790	\$ 25,790

# INTERNAL SERVICE FUNDS

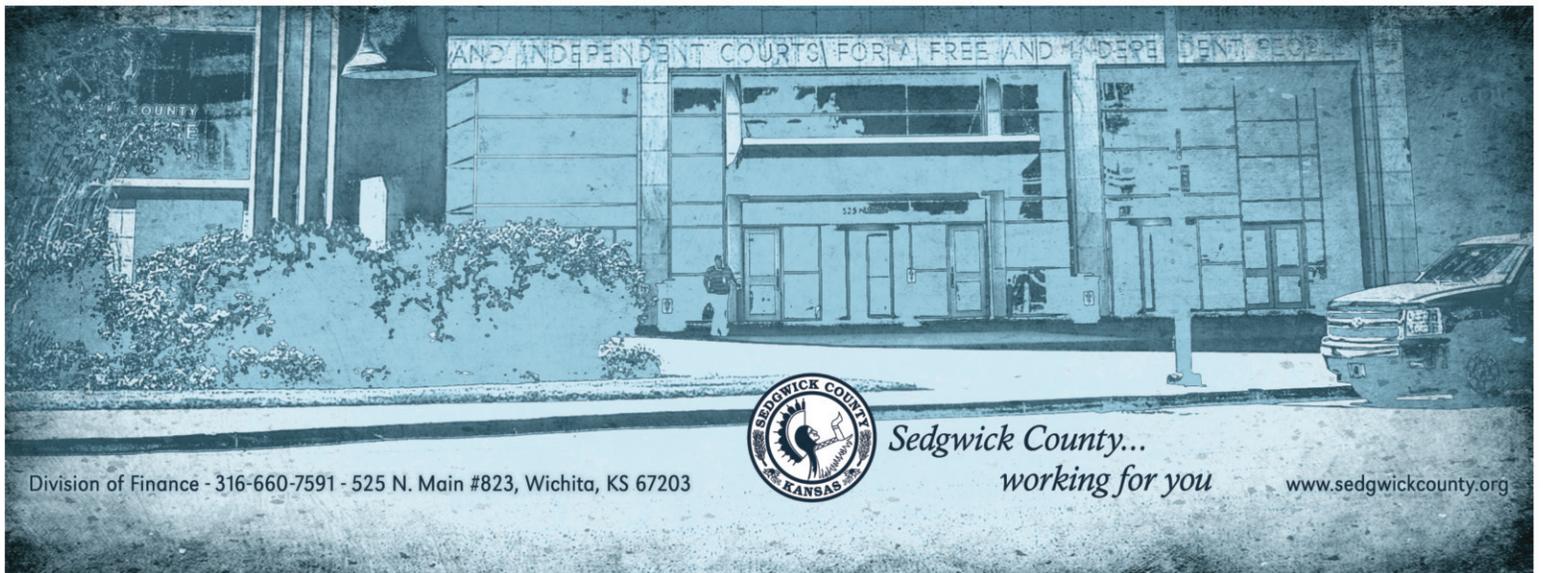
Internal Service Funds are used to account for the financing and administration of general services provided to various departments of the County.

Fleet Management – provides and maintains vehicles and equipment for County departments.

Health/Dental/Life Insurance Reserve – provides for the payment of claims, judgments and expenses for health care and dental services.

Workers' Compensation Reserve – provides for the payment of workers' compensation claims and related costs.

Risk Management Reserve – provides the County reimbursement for insurable losses not otherwise insured.

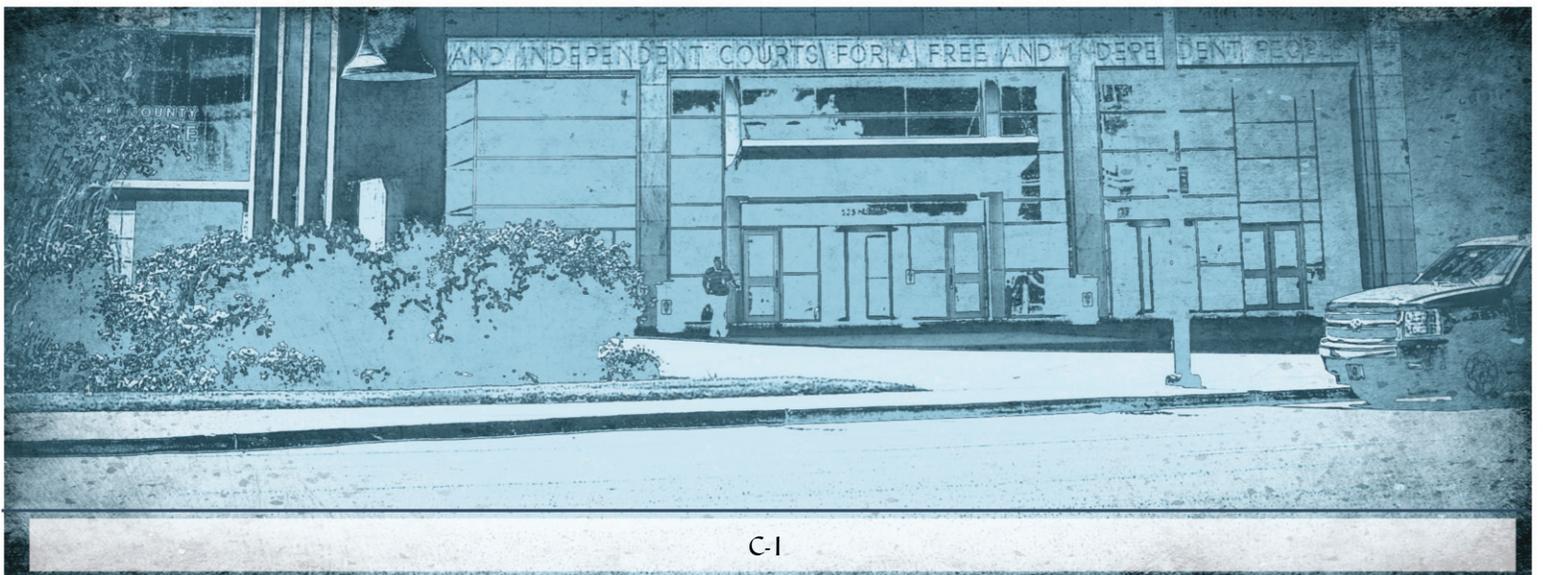




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# SEDGWICK COUNTY, KANSAS

## Combining Statement of Net Position Internal Service Funds December 31, 2014

	<u>Fleet Management</u>	<u>Health/Dental/Life Insurance Reserve</u>	<u>Workers' Compensation Reserve</u>
<b>Assets</b>			
<b>Current assets:</b>			
Cash, including investments	\$ 7,841,627	\$ 4,998,578	\$ 3,614,242
Inventories, at cost	203,104	-	-
<b>Total current assets</b>	<u>8,044,731</u>	<u>4,998,578</u>	<u>3,614,242</u>
<b>Noncurrent assets:</b>			
<b>Capital assets:</b>			
Land	40,580	-	-
Buildings and improvements	8,319,354	-	-
Machinery and equipment	32,090,245	-	-
Less accumulated depreciation	(25,276,039)	-	-
<b>Total capital assets (net of accumulated depreciation)</b>	<u>15,174,140</u>	<u>-</u>	<u>-</u>
<b>Total assets</b>	<u>\$ 23,218,871</u>	<u>\$ 4,998,578</u>	<u>\$ 3,614,242</u>
<b>Liabilities</b>			
<b>Current liabilities:</b>			
Accounts payable	\$ 122,395	\$ -	\$ 9,475
Accrued wages	30,046	4,073	6,425
Estimated claims costs payable	-	-	833,000
<b>Total current liabilities</b>	<u>152,441</u>	<u>4,073</u>	<u>848,900</u>
<b>Noncurrent liabilities:</b>			
Estimated claims costs payable	-	-	342,000
<b>Total liabilities</b>	<u>152,441</u>	<u>4,073</u>	<u>1,190,900</u>
<b>Net position</b>			
Investment in capital assets	15,174,140	-	-
Unrestricted	7,892,290	4,994,505	2,423,342
<b>Total net position</b>	<u>23,066,430</u>	<u>4,994,505</u>	<u>2,423,342</u>
<b>Total liabilities and net position</b>	<u>\$ 23,218,871</u>	<u>\$ 4,998,578</u>	<u>\$ 3,614,242</u>

<b>Risk Management Reserve</b>	<b>Totals</b>
\$ 2,067,239	\$ 18,521,686
-	203,104
<u>2,067,239</u>	<u>18,724,790</u>
-	40,580
-	8,319,354
234,489	32,324,734
(66,415)	(25,342,454)
<u>168,074</u>	<u>15,342,214</u>
<u>\$ 2,235,313</u>	<u>\$ 34,067,004</u>
\$ 2,325	\$ 134,195
6,739	47,283
-	833,000
<u>9,064</u>	<u>1,014,478</u>
-	342,000
<u>9,064</u>	<u>1,356,478</u>
168,074	15,342,214
<u>2,058,175</u>	<u>17,368,312</u>
<u>2,226,249</u>	<u>32,710,526</u>
<u>\$ 2,235,313</u>	<u>\$ 34,067,004</u>

# SEDGWICK COUNTY, KANSAS

## Combining Statement of Revenues, Expenses, and Changes in Net Position Internal Service Funds

For the Twelve Months Ended December 31, 2014

	<u>Fleet Management</u>	<u>Health/Dental/Life Insurance Reserve</u>	<u>Workers' Compensation Reserve</u>
<b>Operating revenues:</b>			
Charges for services	\$ 7,904,068	\$ 29,764,836	\$ 1,982,908
Other revenue	64,010	490,183	32,358
<b>Total operating revenues</b>	<u>7,968,078</u>	<u>30,255,019</u>	<u>2,015,266</u>
<b>Operating expenses:</b>			
Salaries and benefits	919,500	30,486	257,530
Contractual services	297,702	369,059	35,276
Utilities	71,091	-	-
Supplies and fuel	3,398,996	-	2,642
Administrative charges	199,830	-	-
Depreciation	2,690,580	-	-
Claims expense	-	29,770,563	1,132,157
<b>Total operating expenses</b>	<u>7,577,699</u>	<u>30,170,108</u>	<u>1,427,605</u>
<b>Operating income (loss)</b>	<u>390,379</u>	<u>84,911</u>	<u>587,661</u>
<b>Nonoperating revenues:</b>			
Investment income	-	1,421	999
Gain (loss) on sale of assets	169,176	-	-
<b>Total nonoperating revenues</b>	<u>169,176</u>	<u>1,421</u>	<u>999</u>
<b>Income (loss) before transfers</b>	559,555	86,332	588,660
<b>Transfers</b>			
Transfers from other funds	-	-	-
<b>Change in net position</b>	559,555	86,332	588,660
<b>Net position, beginning of year</b>	<u>22,506,875</u>	<u>4,908,173</u>	<u>1,834,682</u>
<b>Net position, end of period</b>	<u>\$ 23,066,430</u>	<u>\$ 4,994,505</u>	<u>\$ 2,423,342</u>

<u>Risk Management Reserve</u>	<u>Totals</u>
\$ -	\$ 39,651,812
16,611	603,162
<u>16,611</u>	<u>40,254,974</u>
208,212	1,415,728
557,619	1,259,656
-	71,091
5,002	3,406,640
-	199,830
36,052	2,726,632
<u>565,233</u>	<u>31,467,953</u>
<u>1,372,118</u>	<u>40,547,530</u>
<u>(1,355,507)</u>	<u>(292,556)</u>
585	3,005
(2,325)	166,851
<u>(1,740)</u>	<u>169,856</u>
(1,357,247)	(122,700)
<u>1,000,397</u>	<u>1,000,397</u>
(356,850)	877,697
<u>2,583,099</u>	<u>31,832,829</u>
<u>\$ 2,226,249</u>	<u>\$ 32,710,526</u>

# SEDGWICK COUNTY, KANSAS

## Combining Statement of Cash Flows Internal Service Funds For the year ended December 31, 2014

	Fleet Management	Health/Dental/Life Insurance Reserve	Worker's Compensation Reserve
<b>Cash flows from operating activities</b>			
Receipts from customers and users	\$ 7,968,078	\$ 29,764,836	\$ 1,982,908
Other operating revenues	-	490,183	32,358
Payments to suppliers for goods and services	(4,222,204)	(30,144,906)	(1,132,990)
Payments to employees for services	(919,500)	(30,486)	(257,530)
Net cash provided by (used in) operating activities	<u>2,826,374</u>	<u>79,627</u>	<u>624,746</u>
<b>Cash flows from noncapital financing activities</b>			
Transfers from other funds	-	-	-
Net cash provided (used in) noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from capital and related financing activities</b>			
Proceeds on disposal of capital assets	226,638	-	-
Purchases of capital assets	(3,088,180)	-	-
Net cash provided by (used in) capital and related financing activities	<u>(2,861,542)</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities</b>			
Interest on investments	-	1,421	999
Net cash provided by investing activities	<u>-</u>	<u>1,421</u>	<u>999</u>
Net increase (decrease) in cash and cash equivalents	(35,168)	81,048	625,745
Cash and cash equivalents, beginning of year	<u>7,876,795</u>	<u>4,917,530</u>	<u>2,988,497</u>
Cash and cash equivalents, end of year	<u>\$ 7,841,627</u>	<u>\$ 4,998,578</u>	<u>\$ 3,614,242</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities</b>			
Operating income (loss)	\$ 390,379	\$ 84,911	\$ 587,661
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	2,690,580	-	-
(Increase) in inventories	207,832	-	-
Increase (decrease) in accounts payable	(462,417)	(5,284)	3,085
Increase (decrease) in estimated claims payable	-	-	34,000
Total adjustments	<u>2,435,995</u>	<u>(5,284)</u>	<u>37,085</u>
Net cash provided by (used in) operating activities	<u>\$ 2,826,374</u>	<u>\$ 79,627</u>	<u>\$ 624,746</u>

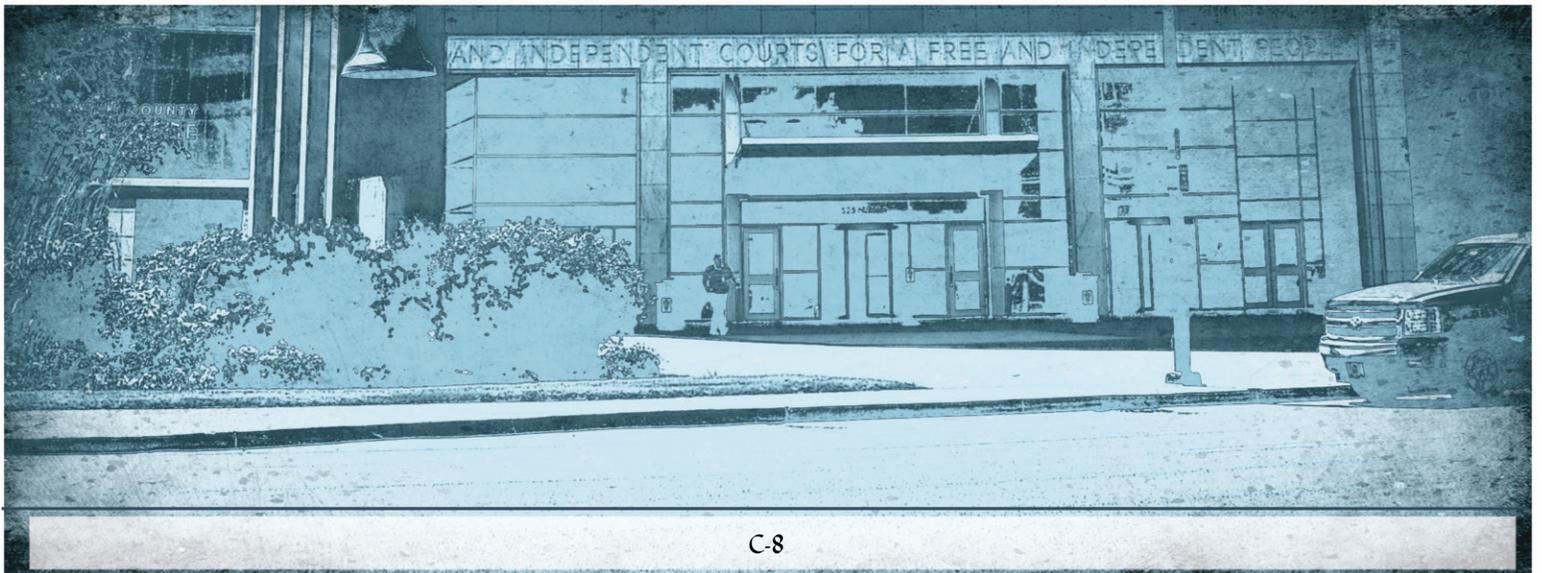
Risk Management Reserve	Totals
\$ 16,611	\$ 39,732,433
-	522,541
(1,139,993)	(36,640,093)
<u>(208,212)</u>	<u>(1,415,728)</u>
<u>(1,331,594)</u>	<u>2,199,153</u>
1,000,397	1,000,397
<u>1,000,397</u>	<u>1,000,397</u>
-	226,638
<u>-</u>	<u>(3,088,180)</u>
-	(2,861,542)
585	3,005
<u>585</u>	<u>3,005</u>
(330,612)	341,013
<u>2,397,851</u>	<u>18,180,673</u>
<u>\$ 2,067,239</u>	<u>\$ 18,521,686</u>
<u>\$ (1,355,507)</u>	<u>\$ (292,556)</u>
36,052	2,726,632
-	207,832
(12,139)	(476,755)
-	34,000
<u>23,913</u>	<u>2,491,709</u>
<u>\$ (1,331,594)</u>	<u>\$ 2,199,153</u>



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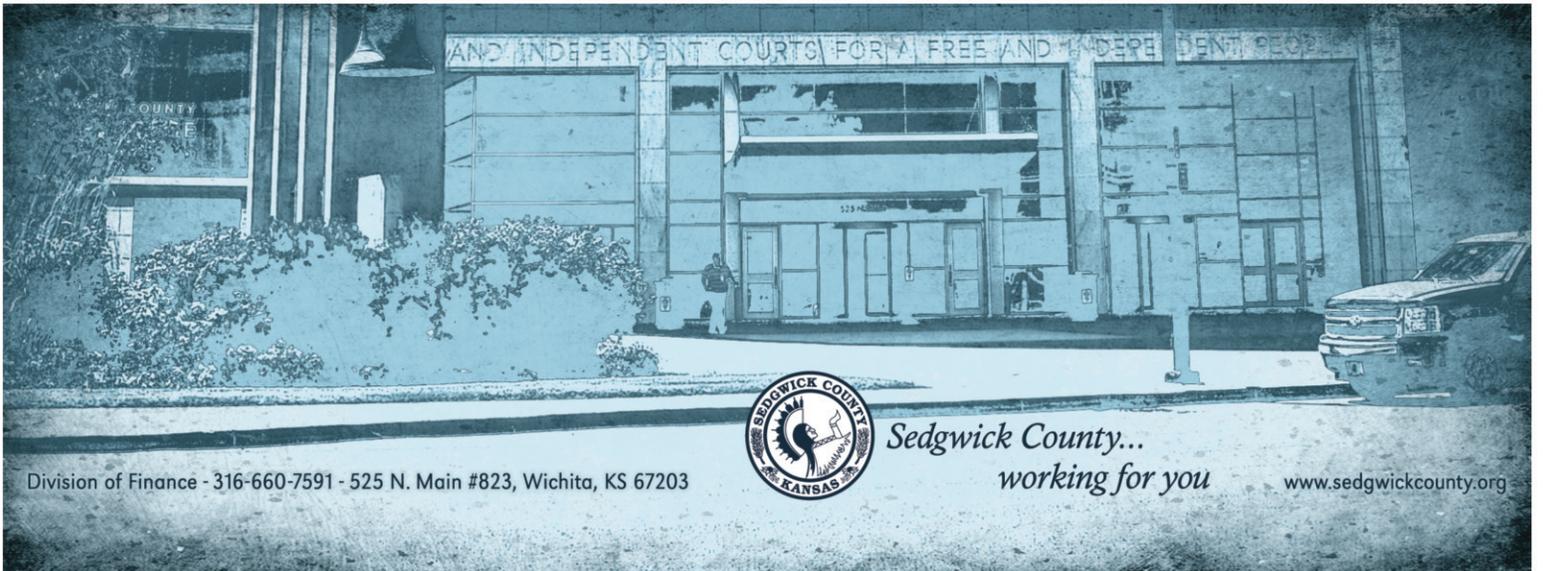
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# AGENCY FUNDS

Agency Funds account for resources received and held by the County as agent which are to be expended as directed by the party for which the County is acting as agent.

Tax Collection/Distribution Accounts  
Clearing/Other Fee Collections



# SEDGWICK COUNTY, KANSAS

## Combining Statement of Changes in Assets and Liabilities All Agency Funds For the Year Ended December 31, 2014

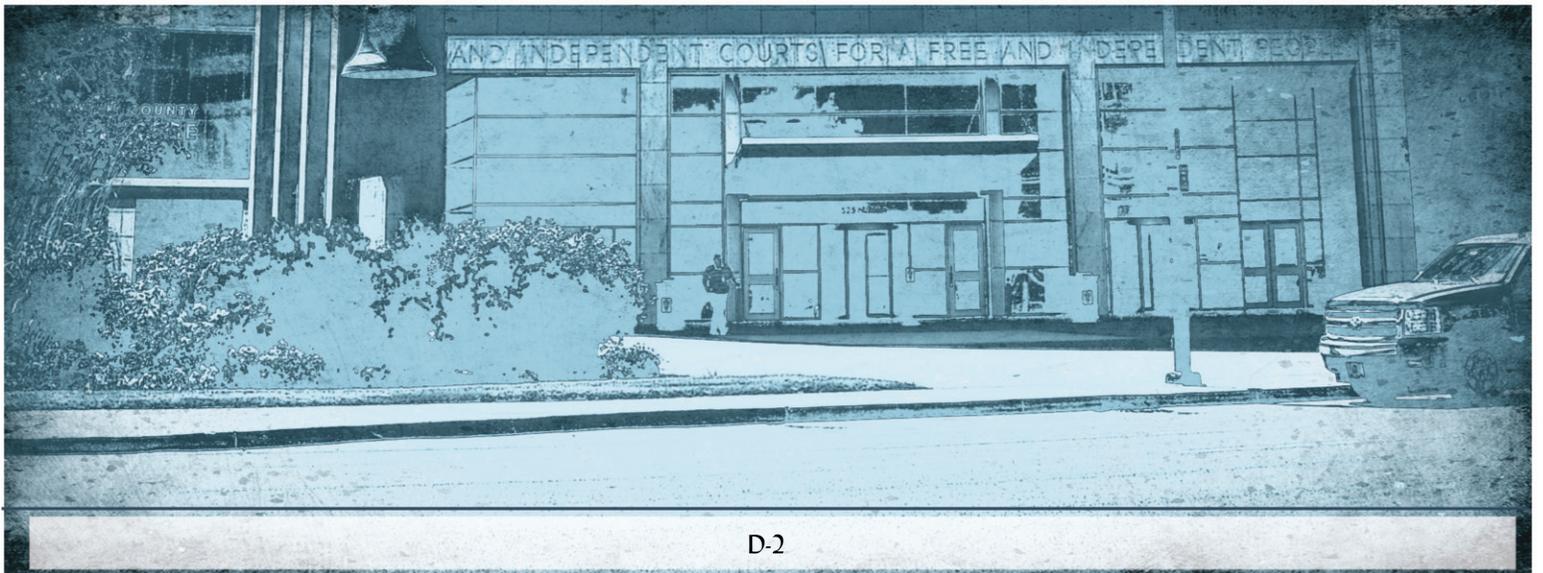
	Balance January 1, 2014	Additions	Deductions	Balance December 31, 2014
<b><u>TOTALS - ALL AGENCY FUNDS</u></b>				
<b>Assets</b>				
Cash	\$ 329,424,715	\$ 3,231,913,862	\$ (3,241,214,871)	\$ 320,123,706
Accounts receivable	449	-	-	449
Property tax levied	213,510,193	523,619,566	(524,163,540)	212,966,219
Total assets	\$ 542,935,357	\$ 3,755,533,428	\$ (3,765,378,411)	\$ 533,090,374
<b>Liabilities</b>				
Accrued liabilities	\$ 17,013,256	\$ 2,164,166,498	\$ (2,172,515,520)	\$ 8,664,234
Due to other governmental units	525,922,101	1,591,366,930	(1,592,862,891)	524,426,140
Total liabilities	\$ 542,935,357	\$ 3,755,533,428	\$ (3,765,378,411)	\$ 533,090,374
<b><u>TAX COLLECTION AND DISTRIBUTION ACCOUNTS</u></b>				
<b>Assets</b>				
Cash	\$ 312,411,908	\$ 1,067,747,364	\$ (1,068,699,351)	\$ 311,459,921
Property tax levied	213,510,193	523,619,566	(524,163,540)	212,966,219
Total assets	\$ 525,922,101	\$ 1,591,366,930	\$ (1,592,862,891)	\$ 524,426,140
<b>Liabilities</b>				
Due to other governmental units	\$ 525,922,101	\$ 1,591,366,930	\$ (1,592,862,891)	\$ 524,426,140
Total liabilities	\$ 525,922,101	\$ 1,591,366,930	\$ (1,592,862,891)	\$ 524,426,140
<b><u>CLEARING/OTHER FEE COLLECTIONS</u></b>				
<b>Assets</b>				
Cash	\$ 17,012,807	\$ 2,164,166,498	\$ (2,172,515,520)	\$ 8,663,785
Accounts receivable	449	-	-	449
Total assets	\$ 17,013,256	\$ 2,164,166,498	\$ (2,172,515,520)	\$ 8,664,234
<b>Liabilities</b>				
Accrued liabilities	\$ 17,013,256	\$ 2,164,166,498	\$ (2,172,515,520)	\$ 8,664,234
Total liabilities	\$ 17,013,256	\$ 2,164,166,498	\$ (2,172,515,520)	\$ 8,664,234



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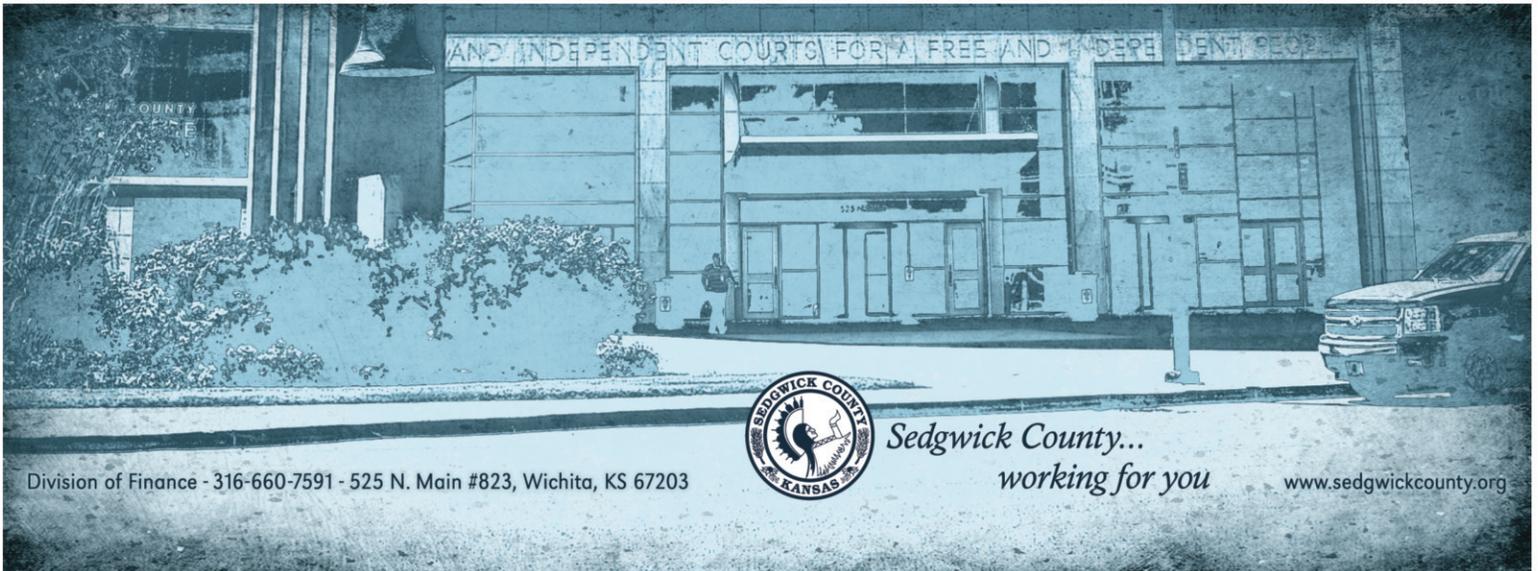


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# STATISTICAL SECTION

The statistical section includes schedules showing ten-year financial trends as extracted from current and prior years' financial reports and other supplemental information relevant to the County. The statistical schedules reflect demographic and economic data, financial trends and the fiscal capacity of the County.



# SEDGWICK COUNTY, KANSAS

## STATISTICAL SECTION

This part of Sedgwick County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	<b>E - 2</b>
<b>Revenue Capacity</b> <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	<b>E - 7</b>
<b>Debt Capacity</b> <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	<b>E - 11</b>
<b>Demographic and Economic Information</b> <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	<b>E - 15</b>
<b>Operating Information</b> <i>These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.</i>	<b>E - 17</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.



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**SEDGWICK COUNTY, KANSAS**  
**NET POSITION BY COMPONENT**  
**Last Ten Fiscal Years**  
 (Accrual Basis of Accounting)

	Fiscal Year									
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Governmental activities</b>										
Net investment in capital assets	\$ 208,012,619	\$ 192,131,802	\$ 198,389,307	\$ 204,548,962	\$ 240,044,637	\$ 268,738,532	\$ 282,471,201	\$ 294,690,938	\$ 298,113,489	\$ 310,035,285
Restricted	106,459,311	97,202,499	103,756,016	150,861,408	129,664,044	93,119,058	61,027,411	56,123,063	57,021,635	59,952,665
Unrestricted	48,780,818	49,132,760	72,304,957	74,229,923	84,307,304	77,461,046	93,115,134	85,371,059	85,568,811	80,894,088
<b>Total governmental activities net position</b>	<u>\$ 363,252,748</u>	<u>\$ 338,467,061</u>	<u>\$ 374,450,280</u>	<u>\$ 429,640,293</u>	<u>\$ 454,015,985</u>	<u>\$ 439,318,636</u>	<u>\$ 436,613,746</u>	<u>\$ 436,185,060</u>	<u>\$ 440,703,935</u>	<u>\$ 450,882,038</u>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 9,163,049	\$ 14,767,218	\$ 41,565,756	\$ 110,766,423	\$ 183,396,054	\$ 182,094,430	\$ 173,139,907	\$ 165,857,656	\$ 160,701,886	\$ 155,902,064
Restricted	36,869,001	113,402,445	171,294,796	101,769,649	21,188,982	13,780,015	11,631,039	10,619,276	9,977,266	9,196,893
Unrestricted	220,110	134,256	379,987	384,616	10,791	1,371,399	166,572	2,599,671	3,745,044	4,340,525
<b>Total business-type activities net position</b>	<u>\$ 46,252,160</u>	<u>\$ 128,303,919</u>	<u>\$ 213,240,539</u>	<u>\$ 212,920,688</u>	<u>\$ 204,595,827</u>	<u>\$ 197,245,844</u>	<u>\$ 184,937,518</u>	<u>\$ 179,076,603</u>	<u>\$ 174,424,196</u>	<u>\$ 169,439,482</u>
<b>Primary government</b>										
Net investment in capital assets	\$ 217,175,668	\$ 206,899,020	\$ 239,955,063	\$ 315,315,385	\$ 423,440,691	\$ 450,832,962	\$ 455,611,108	\$ 460,548,594	\$ 458,815,375	\$ 465,937,349
Restricted	143,328,312	210,604,944	275,050,812	252,631,057	150,853,026	106,899,073	72,658,450	66,742,339	66,998,901	69,149,558
Unrestricted	49,000,928	49,267,016	72,684,944	74,614,539	84,318,095	78,832,445	93,281,706	87,970,730	89,313,855	85,234,613
<b>Total primary government net position</b>	<u>\$ 409,504,908</u>	<u>\$ 466,770,980</u>	<u>\$ 587,690,819</u>	<u>\$ 642,560,981</u>	<u>\$ 658,611,812</u>	<u>\$ 636,564,480</u>	<u>\$ 621,551,264</u>	<u>\$ 615,261,663</u>	<u>\$ 615,128,131</u>	<u>\$ 620,321,520</u>

The County's 2008 net position have been restated by \$12,605,321 to increase the value of capital assets in prior years. Certain construction in progress costs for road, bridge and building improvements should have been recorded in prior years

The County's 2012 net position have been restated by \$770,961 to eliminate bond cost that was amortized in prior years

The County's 2013 net position have been restated by \$306,499 to include premiums, discount and deferred revenue of the Public Building Commission.

**SEDGWICK COUNTY, KANSAS**  
**CHANGES IN NET POSITION**  
**Last Ten Fiscal Years**  
 (Accrual Basis of Accounting)

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Expenses</b>										
Governmental activities:										
General government	\$ 49,884,611	\$ 44,304,048	\$ 46,618,528	\$ 51,279,084	\$ 48,207,197	\$ 51,626,927	\$ 51,164,331	\$ 52,946,017	\$ 46,738,513	\$ 45,631,487
Public safety	94,875,022	116,403,399	122,371,034	126,348,632	134,712,863	143,056,732	136,614,471	134,847,877	136,948,209	141,461,365
Public works	15,462,330	24,948,572	21,920,559	21,171,258	26,918,844	30,471,325	28,598,830	29,963,817	31,112,309	31,607,297
Health and welfare	61,857,647	65,515,975	63,734,178	65,583,467	66,495,063	66,600,199	66,002,246	58,600,471	56,476,803	56,346,131
Culture and recreation	7,869,915	8,778,118	10,110,047	10,343,796	11,840,940	11,814,466	11,247,354	11,069,797	10,824,309	11,024,934
Economic development	12,247,263	14,302,864	11,156,066	17,607,805	12,626,170	16,466,134	14,981,790	15,462,057	15,119,439	20,937,889
Interest on long-term debt	5,900,048	5,868,171	6,315,457	5,439,606	6,934,908	7,113,384	7,078,866	7,503,342	6,607,782	7,124,165
<b>Total governmental activities expenses</b>	<b>248,096,836</b>	<b>280,121,147</b>	<b>282,225,869</b>	<b>297,773,648</b>	<b>307,735,985</b>	<b>327,149,167</b>	<b>315,687,888</b>	<b>310,393,378</b>	<b>303,827,364</b>	<b>314,133,268</b>
Business-type activities:										
Pavilion/Arena	2,981,789	2,936,214	3,097,901	3,407,526	3,707,728	6,933,493	8,823,760	7,072,571	5,672,159	5,580,194
<b>Total business-type activities expenses</b>	<b>2,981,789</b>	<b>2,936,214</b>	<b>3,097,901</b>	<b>3,407,526</b>	<b>3,707,728</b>	<b>6,933,493</b>	<b>8,823,760</b>	<b>7,072,571</b>	<b>5,672,159</b>	<b>5,580,194</b>
<b>Total primary government expenses</b>	<b>\$ 251,078,625</b>	<b>\$ 283,057,361</b>	<b>\$ 285,323,770</b>	<b>\$ 301,181,174</b>	<b>\$ 311,443,713</b>	<b>\$ 334,082,660</b>	<b>\$ 324,511,648</b>	<b>\$ 317,465,949</b>	<b>\$ 309,499,523</b>	<b>\$ 319,713,462</b>
<b>Program Revenues</b>										
Charges for services:										
General government	\$ 17,615,559	\$ 18,457,307	\$ 22,386,703	\$ 21,901,043	\$ 22,167,092	\$ 25,747,664	\$ 22,112,904	\$ 25,248,415	\$ 16,583,118	\$ 17,671,949
Public safety	14,836,964	18,755,303	19,807,231	24,960,511	20,626,141	17,371,731	24,791,564	23,064,255	23,253,320	25,399,717
Public works	1,393,981	1,232,909	1,335,895	1,275,836	1,345,707	3,235,017	1,838,058	1,803,395	1,883,805	2,116,756
Health and welfare	31,870,736	31,042,066	33,120,649	34,497,702	34,379,717	29,672,759	30,214,621	24,989,604	23,820,227	23,134,337
Culture and recreation	388,293	633,362	488,140	502,431	593,759	572,101	347,183	299,983	322,965	328,772
Economic development	606,056	76,210	1,793,518	90,778	5,310,076	52,172	70,094	394,528	135,469	251,390
Operating grants and contributions:										
General government	2,870,948	91,132	1,113,614	1,084,056	839,565	947,601	996,886	1,475,519	5,099,931	2,107,925
Public safety	12,265,843	12,526,097	14,904,521	17,621,937	18,136,629	17,971,430	17,612,533	15,235,719	16,522,478	16,175,844
Public works	7,785,059	7,142,161	5,614,317	5,796,503	5,933,226	5,778,017	5,251,826	4,655,174	5,072,272	5,210,949
Health and welfare	22,997,389	25,409,052	22,074,899	23,578,890	22,327,054	19,861,573	20,877,847	20,722,097	20,679,329	21,056,655
Culture and recreation	-	-	-	-	505,279	-	-	35,000	-	-
Economic development	1,613,765	2,595,006	1,621,763	2,163,177	5,318,201	6,867,203	2,274,887	2,681,365	1,399,510	12,646,001
Capital grants and contributions:										
Public works	2,810,309	2,734,262	1,964,342	1,275,875	447,927	2,131,839	-	181,201	480,486	133,975
Culture and recreation	-	-	-	4,808,892	1,089,882	415,799	-	851,451	1,464,287	4,703,168
<b>Total governmental activities program revenues</b>	<b>117,054,902</b>	<b>120,694,867</b>	<b>126,225,592</b>	<b>139,557,631</b>	<b>139,020,255</b>	<b>130,624,906</b>	<b>126,388,403</b>	<b>121,637,706</b>	<b>116,717,197</b>	<b>130,937,438</b>
Business-type activities:										
Charges for services:										
Coliseum/Arena	2,132,623	1,933,702	2,269,722	2,552,686	1,956,551	2,546,279	1,939,862	1,211,656	846,169	595,480
<b>Total business-type activities program revenues</b>	<b>2,132,623</b>	<b>1,933,702</b>	<b>2,269,722</b>	<b>2,552,686</b>	<b>1,956,551</b>	<b>2,546,279</b>	<b>1,939,862</b>	<b>1,211,656</b>	<b>846,169</b>	<b>595,480</b>
<b>Total primary government program revenues</b>	<b>\$ 119,187,525</b>	<b>\$ 122,628,569</b>	<b>\$ 128,495,314</b>	<b>\$ 142,110,317</b>	<b>\$ 140,976,806</b>	<b>\$ 133,171,185</b>	<b>\$ 128,328,265</b>	<b>\$ 122,849,362</b>	<b>\$ 117,563,366</b>	<b>\$ 131,532,918</b>
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (131,041,934)	\$ (159,426,280)	\$ (156,000,277)	\$ (158,216,017)	\$ (168,715,730)	\$ (196,524,261)	\$ (189,299,485)	\$ (188,755,672)	\$ (187,110,167)	\$ (183,195,830)
Business-type activities	(849,166)	(1,002,512)	(828,179)	(854,840)	(1,751,177)	(4,387,214)	(6,883,898)	(5,860,915)	(4,825,990)	(4,984,714)
<b>Total primary government net expense</b>	<b>\$ (131,891,100)</b>	<b>\$ (160,428,792)</b>	<b>\$ (156,828,456)</b>	<b>\$ (159,070,857)</b>	<b>\$ (170,466,907)</b>	<b>\$ (200,911,475)</b>	<b>\$ (196,183,383)</b>	<b>\$ (194,616,587)</b>	<b>\$ (191,936,157)</b>	<b>\$ (188,180,544)</b>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes	\$ 123,602,221	\$ 128,920,197	\$ 145,277,955	\$ 155,298,965	\$ 157,669,623	\$ 154,371,208	\$ 153,102,405	\$ 155,437,762	\$ 156,571,499	\$ 157,680,267
Sales taxes	22,886,788	24,438,223	25,812,643	26,330,302	25,225,445	24,575,414	24,886,782	25,907,161	26,890,523	27,737,784
Other taxes	2,721,419	2,734,609	3,304,335	3,303,621	3,052,011	3,146,170	2,948,834	3,075,138	3,128,768	3,251,092
Investment earnings	8,143,828	13,336,229	22,229,269	16,402,810	7,753,307	4,758,857	5,656,574	4,677,886	5,344,751	4,704,790
Miscellaneous	-	-	-	-	-	(4,795,573)	-	-	-	-
Transfers	821,156	(670,020)	(629,651)	(534,989)	(608,964)	(229,164)	-	-	-	-
<b>Total governmental activities</b>	<b>158,175,412</b>	<b>168,759,238</b>	<b>195,994,551</b>	<b>200,800,709</b>	<b>193,091,422</b>	<b>181,826,912</b>	<b>186,594,595</b>	<b>189,097,947</b>	<b>191,935,541</b>	<b>193,373,933</b>
Business-type activities:										

Sales taxes	39,018,506	82,384,251	85,135,148	-	-	-	-	-	-	-
Special items	-	-	-	-	(7,182,648)	(3,191,933)	(5,424,428)	-	173,583	-
Transfers	<u>(821,156)</u>	<u>670,020</u>	<u>629,651</u>	<u>534,989</u>	<u>608,964</u>	<u>229,164</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total business-type activities	<u>38,197,350</u>	<u>83,054,271</u>	<u>85,764,799</u>	<u>534,989</u>	<u>(6,573,684)</u>	<u>(2,962,769)</u>	<u>(5,424,428)</u>	<u>-</u>	<u>173,583</u>	<u>-</u>
Total primary government	<u>\$ 196,372,762</u>	<u>\$ 251,813,509</u>	<u>\$ 281,759,350</u>	<u>\$ 201,335,698</u>	<u>\$ 186,517,738</u>	<u>\$ 178,864,143</u>	<u>\$ 181,170,167</u>	<u>\$ 189,097,947</u>	<u>\$ 192,109,124</u>	<u>\$ 193,373,933</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 27,133,478	\$ 9,332,958	\$ 39,994,274	\$ 42,584,692	\$ 24,375,692	\$ (14,697,349)	\$ (2,704,890)	\$ 342,275	\$ 4,825,374	\$ 10,178,103
Business-type activities	<u>37,348,184</u>	<u>82,051,759</u>	<u>84,936,620</u>	<u>(319,851)</u>	<u>(8,324,861)</u>	<u>(7,349,983)</u>	<u>(12,308,326)</u>	<u>(5,860,915)</u>	<u>(4,652,407)</u>	<u>(4,984,714)</u>
Total primary government	<u>\$ 64,481,662</u>	<u>\$ 91,384,717</u>	<u>\$ 124,930,894</u>	<u>\$ 42,264,841</u>	<u>\$ 16,050,831</u>	<u>\$ (22,047,332)</u>	<u>\$ (15,013,216)</u>	<u>\$ (5,518,640)</u>	<u>\$ 172,967</u>	<u>\$ 5,193,389</u>



**SEDGWICK COUNTY, KANSAS**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**Last Ten Fiscal Years**  
(Modified Accrual Basis of Accounting)

	Fiscal Year					
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Fund						
Reserved	\$ 1,403,228	\$ 1,643,047	\$ 6,074,440	\$ 6,081,736	\$ 6,439,464	\$ 5,480,843
Unreserved	<u>36,665,136</u>	<u>40,836,970</u>	<u>60,925,726</u>	<u>60,289,793</u>	<u>62,369,959</u>	<u>60,871,094</u>
Total general fund	<u>\$ 38,068,364</u>	<u>\$ 42,480,017</u>	<u>\$ 67,000,166</u>	<u>\$ 66,371,529</u>	<u>\$ 68,809,423</u>	<u>\$ 66,351,937</u>
All Other Governmental Funds						
Reserved	20,609,966	22,457,395	24,088,196	56,468,812	40,306,524	23,543,417
Unreserved						
Designated						
Special revenue funds	6,951,752	8,078,864	6,340,911	8,025,265	7,303,953	9,469,114
Capital projects funds	19,651,350	13,031,065	14,171,633	46,683,969	37,306,220	12,448,839
Undesignated						
Special revenue funds	31,581,181	30,877,268	38,511,440	44,192,815	43,354,555	37,889,024
Capital projects funds	<u>8,445,813</u>	<u>(1,231,505)</u>	<u>(1,830,687)</u>	<u>(24,551,310)</u>	<u>(6,663,343)</u>	<u>13,593,302</u>
Total all other governmental funds	<u>\$ 87,240,062</u>	<u>\$ 73,213,087</u>	<u>\$ 81,281,493</u>	<u>\$ 130,819,551</u>	<u>\$ 121,607,909</u>	<u>\$ 96,943,696</u>
	<u>2011*</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>		
General Fund						
Nonspendable	\$ 4,788,374	\$ 4,469,663	\$ 7,041,238	\$ 9,560,858		
Restricted	2,292,205	-	-	-		
Committed	-	-	-	5,300,000		
Assigned	14,853,724	13,216,543	12,634,724	15,540,068		
Unassigned	<u>44,295,545</u>	<u>48,366,230</u>	<u>47,164,833</u>	<u>38,225,843</u>		
Total general fund	<u>\$ 66,229,848</u>	<u>\$ 66,052,436</u>	<u>\$ 66,840,795</u>	<u>\$ 68,626,769</u>		
All Other Governmental Funds						
Nonspendable	\$ 1,123,491	\$ 1,020,014	\$ 843,430	\$ 444,259		
Restricted	71,086,679	84,089,630	75,127,288	151,771,314		
Committed	14,543,401	10,863,452	9,943,967	8,193,709		
Assigned	20,385,544	13,824,536	14,034,940	14,010,003		
Unassigned	<u>(2,006,662)</u>	<u>(2,688,735)</u>	<u>(2,208,780)</u>	<u>(6,545,056)</u>		
Total all other governmental funds	<u>\$ 105,132,453</u>	<u>\$ 107,108,897</u>	<u>\$ 97,740,845</u>	<u>\$ 167,874,229</u>		

\* In 2011, the County implemented GASB Statement No. 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned compared to the past categories of reserved and unreserved.

**SEDGWICK COUNTY, KANSAS**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**Last Ten Fiscal Years**  
 (Modified Accrual Basis of Accounting)  
 (Dollars in Thousands)

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Revenues</b>										
Taxes	\$ 149,211	\$ 156,092	\$ 174,395	\$ 184,933	\$ 185,948	\$ 182,093	\$ 180,938	\$ 184,420	\$ 186,591	\$ 188,670
Special assessments	3,797	3,711	3,654	3,528	3,615	3,196	3,359	2,375	1,955	1,617
Intergovernmental	47,533	47,763	45,329	50,245	53,060	51,426	47,014	44,647	45,482	46,276
Charges for services	63,966	63,949	66,664	68,337	65,648	59,753	66,922	62,599	62,257	63,029
Uses of money and property	8,023	13,336	22,229	16,322	7,240	4,747	5,474	4,352	5,222	4,477
Fines and forfeits	180	296	288	458	361	258	460	1,348	678	255
Licenses and permits	604	637	450	579	532	530	546	471	156	122
Reimbursed expenditures	4,345	7,676	12,205	11,026	16,383	-	-	-	-	-
Other	902	1,139	1,074	1,831	3,721	13,495	10,287	11,728	7,186	17,396
<b>Total revenues</b>	<b>278,561</b>	<b>294,599</b>	<b>326,288</b>	<b>337,259</b>	<b>336,508</b>	<b>315,498</b>	<b>315,000</b>	<b>311,940</b>	<b>309,527</b>	<b>321,842</b>
<b>Expenditures</b>										
General government	46,242	37,885	42,320	48,089	45,283	44,398	43,723	44,564	37,953	36,329
Public safety	92,932	115,244	118,380	122,499	131,426	139,386	133,111	130,477	133,750	138,131
Public works	11,338	12,652	13,467	14,980	14,462	15,326	14,613	13,442	13,649	13,944
Health and welfare	63,109	66,994	64,632	66,688	67,811	67,918	67,487	60,151	58,328	58,261
Culture and recreation	6,236	7,176	7,883	8,206	9,536	9,284	8,919	8,621	8,301	8,771
Economic development	12,239	14,337	11,170	17,616	12,612	16,294	13,394	13,836	18,869	19,391
Debt service										
Principal	12,097	12,445	12,574	12,403	14,251	14,113	14,071	14,989	20,954	16,312
Interest and fiscal charges	5,743	6,078	6,084	5,964	7,125	7,347	6,910	7,208	6,768	6,355
Debt issuance costs	-	-	309	390	268	340	452	340	195	858
Capital outlay	27,453	34,493	32,412	34,381	53,598	42,665	26,327	26,081	28,042	34,745
<b>Total expenditures</b>	<b>277,389</b>	<b>307,304</b>	<b>309,231</b>	<b>331,216</b>	<b>356,372</b>	<b>357,071</b>	<b>329,007</b>	<b>319,709</b>	<b>326,809</b>	<b>333,097</b>
Excess of revenues over (under) expenditures	1,172	(12,705)	17,057	6,043	(19,864)	(41,573)	(14,007)	(7,769)	(17,282)	(11,255)
<b>Other financing sources (uses)</b>										
Transfers from other funds	41,701	31,005	35,793	39,580	47,685	54,143	27,356	13,955	23,879	18,976
Transfers to other funds	(42,029)	(32,980)	(37,551)	(41,291)	(49,315)	(55,080)	(27,929)	(14,937)	(24,766)	(19,976)
Premium from issuance of revenue bonds	-	-	-	-	-	-	-	-	-	2,765
Premium from issuance of refunding bonds	-	-	-	-	-	-	-	-	-	3,318
Issuance of refunding bonds	-	-	-	-	-	-	-	-	-	31,875
Issuance of revenue bonds	-	-	-	-	-	-	-	-	-	44,945
Issuance of revolving loan	3,412	-	-	-	-	-	-	-	-	-
Issuance of capital lease	-	-	1,658	-	4,376	-	-	-	-	-
Proceeds from Capital Lease	-	-	-	-	-	1,793	1,273	-	-	1,271
Debt premium	-	-	186	748	1,099	2,190	1,064	1,224	1,214	-
Debt issuance	14,515	5,065	15,445	43,830	27,485	28,320	26,680	23,795	14,665	-
Payment to refunded bond	-	-	-	-	-	-	(6,370)	-	-	-
Payment to refunding bond escrow agent	-	-	-	-	(18,240)	(16,915)	-	(14,469)	(6,290)	-
<b>Total other financing sources (uses)</b>	<b>17,599</b>	<b>3,090</b>	<b>15,531</b>	<b>42,867</b>	<b>13,090</b>	<b>14,451</b>	<b>22,074</b>	<b>9,568</b>	<b>8,702</b>	<b>83,174</b>
<b>Net change in fund balances</b>	<b>\$ 18,771</b>	<b>\$ (9,615)</b>	<b>\$ 32,588</b>	<b>\$ 48,910</b>	<b>\$ (6,774)</b>	<b>\$ (27,122)</b>	<b>\$ 8,067</b>	<b>\$ 1,799</b>	<b>\$ (8,580)</b>	<b>\$ 71,919</b>
Debt service as a percentage of noncapital expenditures	7.8%	7.1%	7.3%	6.8%	7.6%	6.7%	6.8%	7.4%	9.0%	7.5%

**SEDGWICK COUNTY, KANSAS**  
**ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE TANGIBLE PROPERTY**  
**Including Motor Vehicles, Last Ten Fiscal Years**

**SEDGWICK COUNTY PRIMARY GOVERNMENT**  
**(Dollars in Thousands)**

Fiscal Year <sup>2,4</sup>	Real Property		Personal Property		Total <sup>1</sup>		Assessed/ Actual Ratio	Total Direct Tax Rate <sup>3</sup>
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2005	2,994,083	19,727,010	1,114,926	4,813,199	4,109,009	24,540,209	16.74%	28.758
2006	3,179,041	22,334,988	1,130,307	4,867,631	4,309,348	27,202,619	15.84%	31.315
2007	3,445,044	24,095,166	1,110,690	4,813,130	4,555,734	28,908,296	15.76%	31.333
2008	3,679,637	25,653,996	1,082,535	4,741,103	4,762,172	30,395,099	15.67%	30.377
2009	3,758,852	26,248,229	1,027,863	4,526,469	4,786,715	30,774,698	15.55%	29.868
2010	3,811,787	26,558,303	994,685	4,379,156	4,806,471	30,937,459	15.54%	29.359
2011	3,836,821	26,769,748	986,674	4,330,616	4,823,494	31,100,364	15.51%	29.428
2012	3,804,616	26,515,320	995,806	4,369,975	4,800,422	30,885,295	15.54%	29.446
2013	3,833,553	26,686,105	1,009,300	4,434,274	4,842,853	31,120,379	15.56%	29.377
2014	3,913,588	27,240,503	989,209	4,463,330	4,902,796	31,703,833	15.46%	29.478

**SEDGWICK COUNTY FIRE DISTRICT #1**  
**(Dollars in Thousands)**

Fiscal Year <sup>2,4</sup>	Real Property		Personal Property		Total <sup>1</sup>		Assessed/ Actual Ratio	Total Direct Tax Rate <sup>3</sup>
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2005	475,972	3,359,937	251,072	1,058,181	727,044	4,418,118	16.46%	18.556
2006	488,541	3,465,068	246,490	1,038,254	735,030	4,503,322	16.32%	18.469
2007	528,394	3,738,821	259,831	1,112,285	788,225	4,851,106	16.25%	18.482
2008	550,815	3,882,393	270,080	1,141,461	820,895	5,023,854	16.34%	18.501
2009	571,200	4,661,019	236,221	1,030,927	807,421	5,691,946	14.19%	18.447
2010	586,829	4,148,095	275,346	1,158,260	862,175	5,306,355	16.25%	18.336
2011	633,522	4,301,089	283,376	1,182,125	916,898	5,483,214	16.72%	18.397
2012	589,141	4,163,066	295,874	1,236,184	885,015	5,399,250	16.39%	18.398
2013	594,565	4,344,936	301,604	1,258,648	896,171	5,603,584	15.99%	18.348
2014	611,796	4,347,654	303,078	1,267,844	914,875	5,615,498	16.29%	18.367

<sup>1</sup> Represents the equalized valuation of tangible property, including motor vehicles

<sup>2</sup> Taxes levied support the subsequent year's budget, e.g., 2013 taxes levied finance 2014 spending

<sup>3</sup> Tax rates are per \$1,000 of assessed value

<sup>4</sup> 2009, 2010 and 2011 amounts have been updated from previous Comprehensive Annual Financial Reports

Source: Sedgwick County Clerk

**SEDGWICK COUNTY, KANSAS**  
**PROPERTY TAX RATES**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
**Last Ten Years**

(rate per \$1,000 of assessed value)

	Year Taxes Are Payable									
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>County Direct Rates</b>										
General	\$ 21.225	\$ 23.925	\$ 20.887	\$ 21.958	\$ 23.615	\$ 22.005	\$ 21.516	\$ 22.003	\$ 21.790	\$ 21.915
Road and bridge	1.400	1.015	1.239	1.408	1.506	1.178	1.042	1.256	1.194	1.093
Mental health	0.673	0.589	0.638	0.704	0.607	0.714	0.624	0.460	0.584	0.613
Noxious weeds	0.089	0.089	0.088	0.096	0.081	0.089	0.091	0.106	0.084	0.081
Emergency medical services	1.152	1.363	1.722	1.049	0.904	0.706	0.427	0.896	0.688	0.577
Aging	0.529	0.545	0.582	0.573	0.561	0.608	0.601	0.564	0.539	0.497
WSU program development	1.500	1.500	1.500	1.500	1.500	1.502	1.500	1.500	1.500	1.500
Debt service	2.190	2.289	4.677	3.089	1.094	2.557	3.627	2.661	2.998	3.202
<b>Total direct rate</b>	<b>28.758</b>	<b>31.315</b>	<b>31.333</b>	<b>30.377</b>	<b>29.868</b>	<b>29.359</b>	<b>29.428</b>	<b>29.446</b>	<b>29.377</b>	<b>29.478</b>
<b>Fire District Rates</b>	<b>18.556</b>	<b>18.469</b>	<b>18.482</b>	<b>18.501</b>	<b>18.447</b>	<b>18.336</b>	<b>18.397</b>	<b>18.398</b>	<b>18.348</b>	<b>18.367</b>
<b>City Rates</b>										
Andale	38.842	39.374	40.929	41.894	42.492	42.361	42.511	44.025	46.893	44.016
Bentley	48.763	48.566	45.556	45.033	53.545	53.633	53.690	53.762	53.761	53.736
Cheney	49.661	49.519	53.674	56.605	56.842	55.116	55.126	58.381	57.808	57.833
Clearwater	42.743	44.294	43.964	43.661	41.767	46.000	49.943	49.897	49.873	53.993
Colwich	37.932	34.249	32.100	42.227	53.784	33.328	40.054	40.230	41.988	46.041
Derby	48.352	48.176	48.155	47.756	47.773	47.818	47.340	47.153	47.054	47.148
Eastborough	37.642	58.221	60.252	62.241	58.351	57.944	59.999	62.073	64.597	64.597
Garden Plain	45.869	48.250	47.300	49.863	49.509	49.347	50.075	49.119	49.058	48.964
Goddard	14.075	14.053	14.061	16.426	18.789	27.146	28.114	28.048	33.057	33.085
Haysville	45.402	45.204	48.441	48.408	48.425	48.421	48.436	48.425	48.672	48.609
Kechi	18.246	21.154	24.037	23.954	33.857	33.774	33.676	33.714	33.706	33.866
Maize	39.654	41.321	43.251	43.022	42.427	43.323	43.132	42.868	43.270	43.036
Mount Hope	51.587	51.357	51.049	51.008	50.945	51.332	51.251	51.002	50.460	50.636
Mulvane	48.411	56.664	53.330	53.359	53.414	53.753	52.759	46.531	41.923	42.406
Sedgwick	51.291	51.210	47.993	51.033	51.316	65.055	65.420	66.475	63.272	63.273
Valley Center	49.666	49.731	48.761	48.367	48.516	48.448	51.172	53.630	53.630	55.443
Viola	9.493	14.408	14.928	14.200	14.087	14.677	19.662	20.019	21.360	21.202
Wichita	31.898	31.953	31.979	32.056	32.142	32.272	32.359	32.471	32.509	32.652
Bel Aire	22.831	23.959	33.503	34.908	35.970	39.050	46.118	46.162	45.695	45.730
Park City	35.043	37.236	37.145	37.450	37.332	37.395	37.792	39.607	39.890	40.051
<b>Townships</b>	<b>.112-15.765</b>	<b>.109-16.716</b>	<b>.102-16.041</b>	<b>.088-19.167</b>	<b>.073-21.737</b>	<b>.010-23.745</b>	<b>1.630-24.029</b>	<b>1.613-24.009</b>	<b>1.677-24.077</b>	<b>1.663-22.726</b>
<b>School Districts</b>	<b>42.955-67.959</b>	<b>40.681-66.593</b>	<b>43.007-63.580</b>	<b>42.413-65.327</b>	<b>44.194-66.534</b>	<b>42.809-70.835</b>	<b>43.481-70.072</b>	<b>43.433-70.409</b>	<b>46.067-69.816</b>	<b>38.164-66.358</b>
<b>Cemetery Districts</b>	<b>.159-1.814</b>	<b>.157-1.792</b>	<b>.164-1.772</b>	<b>.194-1.771</b>	<b>.133-2.006</b>	<b>.132-2.006</b>	<b>0.136-2.913</b>	<b>0.141-2.932</b>	<b>0.141-2.928</b>	<b>0.139-2.826</b>
<b>Drainage Districts</b>	<b>.875-6.207</b>	<b>.902-9.052</b>	<b>.885-2.141</b>	<b>.872-2.997</b>	<b>.888-2.972</b>	<b>.898-2.712</b>	<b>0.923-2.749</b>	<b>0.940-2.734</b>	<b>0.942-2.707</b>	<b>0.974-2.582</b>
<b>Improvement Districts</b>	<b>1.014-16.239</b>	<b>1.060-14.399</b>	<b>1.042-17.090</b>	<b>1.000-17.091</b>	<b>0.967-17.043</b>	<b>.978-12.077</b>	<b>0.000-16.102</b>	<b>0.000-16.195</b>	<b>0.000-17.694</b>	<b>0.000-17.525</b>
<b>Other Districts</b>	<b>.953-23.607</b>	<b>1.876-22.873</b>	<b>1.014-21.167</b>	<b>1.013-20.101</b>	<b>1.987-19.808</b>	<b>1.137-22.804</b>	<b>1.138-19.357</b>	<b>0.509-19.504</b>	<b>0.489-19.151</b>	<b>0.483-19.073</b>

Source: Sedgwick County Tax Administration System  
 SC Clerks Website 2014 Tax Levies

**SEDGWICK COUNTY, KANSAS**  
**PRINCIPAL PROPERTY TAX PAYERS**  
**Current Year and Nine Years Ago**

	Fiscal Year 2014			Fiscal Year 2005		
	Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Kansas Gas & Electric - A Westar Co.	\$ 78,852,060	1	1.81%	\$ 74,309,612	1	1.99%
Spirit Aerosystems, Inc.	54,896,564	2	1.26%	-	-	-
The Boeing Company	45,774,150	3	1.05%	59,285,191	2	1.55%
Mid Western Aircraft Systems	44,515,671	4	1.02%	47,870,561	4	1.24%
Hawker Beechcraft Corp (formerly Raytheon Aircraft)	42,101,960	5	0.97%	17,412,202	8	0.44%
Cessna Aircraft	38,573,736	6	0.89%	24,105,770	7	0.60%
City of Wichita	28,664,053	7	0.66%	-	-	-
Kansas Gas Service - A Division of Oneok	24,975,182	8	0.57%	17,100,542	9	0.48%
Simon Property Group	25,806,503	9	0.59%	30,457,488	6	0.84%
Walmart	20,878,864	10	0.48%	-	-	-
Southwestern Bell Telephone	-	-	-	55,110,198	3	1.56%
Wesley Medical Center, LLC	-	-	-	36,705,064	5	1.07%
Builders, Inc.	-	-	-	10,210,527	10	0.28%
	<u>\$ 405,038,743</u>		<u>9.31%</u>	<u>\$ 372,567,155</u>		<u>10.05%</u>

Source: Sedgwick County Clerk

**SEDGWICK COUNTY, KANSAS**  
**GENERAL PROPERTY TAX LEVIES AND COLLECTIONS**  
**Last Ten Fiscal Years**

**SEDGWICK COUNTY PRIMARY GOVERNMENT**

Tax Year <sup>1</sup>	Taxes Levied for the Fiscal Year		Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years <sup>3</sup>	Total Collections to Date	
	(Original Levy)	Adjustments		Amount <sup>2</sup>	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2004	98,203,643	(455,308)	97,748,335	94,695,003	96.43%	2,359,059	97,054,062	99.29%
2005	103,184,139	(473,529)	102,710,610	99,887,609	96.81%	2,622,339	102,509,948	99.80%
2006	121,793,520	(473,822)	121,319,698	117,958,001	96.85%	3,364,205	121,322,206	100.00%
2007	128,747,504	(440,767)	128,306,737	124,575,078	96.76%	3,733,046	128,308,124	100.00%
2008	130,983,921	(1,035,315)	129,948,606	125,701,736	95.97%	4,244,455	129,946,192	100.00%
2009	129,522,134	(1,565,747)	127,956,386	123,962,799	95.71%	2,452,572	126,415,371	98.80%
2010	129,182,341	343,543	129,525,884	124,101,517	96.07%	2,306,543	126,408,060	97.59%
2011	130,016,010	269,245	130,285,255	125,349,762	96.41%	1,587,223	126,936,985	97.43%
2012	129,216,721	108,339	129,325,060	125,129,425	96.84%	1,234,229	125,129,425	96.76%
2013	129,639,393	26,690	129,666,083	125,508,033	96.81%	<i>Not Applicable</i>	125,508,033	96.79%

**SEDGWICK COUNTY FIRE DISTRICT #1**

Tax Year <sup>1</sup>	Taxes Levied for the Fiscal Year		Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years <sup>3</sup>	Total Collections to Date	
	(Original Levy)	Adjustments		Amount <sup>2</sup>	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2004	11,376,138	(30,074)	11,346,064	11,091,213	97.50%	187,993	11,279,206	99.41%
2005	11,996,353	(60,712)	11,935,641	11,716,988	97.67%	203,296	11,920,284	99.87%
2006	12,109,011	(52,953)	12,056,058	11,815,566	97.58%	232,635	12,048,201	99.93%
2007	13,009,881	(56,695)	12,953,186	12,680,055	97.46%	237,195	12,917,250	99.72%
2008	13,581,460	(160,583)	13,420,877	13,096,204	96.43%	324,407	13,420,611	100.00%
2009	13,861,628	(60,613)	13,801,015	13,373,141	96.48%	229,266	13,602,407	98.56%
2010	14,285,305	(127,003)	14,158,302	13,857,862	97.01%	241,509	14,099,371	99.58%
2011	14,603,909	(166,083)	14,437,826	14,172,661	97.05%	120,222	14,292,883	99.00%
2012	14,721,733	(74,201)	14,647,532	14,382,596	97.70%	111,950	14,382,596	98.19%
2013	14,857,310	(96,016)	14,761,294	14,484,501	97.49%	<i>Not Applicable</i>	14,484,501	98.12%

<sup>1</sup> Taxes levied support the subsequent year's budget, e.g., 2013 taxes financed 2014 spending

<sup>2</sup> Net of refunding warrants

<sup>3</sup> Excludes interest penalties

Source: Sedgwick County Treasurer Tax Abstract

**SEDGWICK COUNTY, KANSAS**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities					Total Primary Government	Percentage of Personal Income <sup>1</sup>	Per Capita <sup>1</sup>
	General Obligation Bonds	Public Building Commission	Special Assessments	KDOT Revolving Loan	Capital Leases			
2005	90,760,000	36,120,000	16,550,000	3,323,895	954,136	147,708,031	0.9%	316
2006	85,810,000	34,530,000	15,965,000	3,200,353	823,251	140,328,604	0.8%	298
2007	77,855,000	47,425,000	14,250,000	3,071,631	2,256,509	144,858,140	0.8%	303
2008	70,190,000	88,685,000	12,540,000	2,937,940	1,932,286	176,285,226	0.9%	363
2009	75,180,000	83,850,000	7,855,000	7,175,585	1,595,100	175,655,685	0.9%	355
2010	78,082,751	79,600,000	7,257,249	6,845,245	2,955,239	174,740,484	0.9%	350
2011	78,800,000	87,875,000	5,415,000	6,528,784	3,633,318	182,252,102	0.9%	364
2012	80,615,000	83,575,000	4,345,000	6,199,824	2,908,377	177,643,201	0.9%	353
2013	75,462,051	83,670,000	3,667,949	-	2,264,555	165,064,555	0.8%	326
2014	66,957,000	153,825,000	3,343,000	-	2,718,464	226,843,464	1.1%	446

Details regarding the county's outstanding debt can be found in the notes to the financial statements

<sup>1</sup> Population and personal income data can be found in Schedules E-15

These ratios are calculated using personal income and populations for the prior calendar year

(Census data has been updated since previous report. Previous years data is not comparable to previous Comprehensive Annual Financial Reports)

**SEDGWICK COUNTY, KANSAS**  
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**  
**Last Ten Fiscal Years**

Fiscal Year	General Bond Debt Outstanding			Percentage of Personal Income <sup>2</sup>	Percentage of Actual Value of Taxable Property <sup>3</sup>	Per Capita <sup>2</sup>
	General Obligation Debt <sup>1</sup>	Less: Amounts Restricted to Repaying Principal	Total			
2005	126,880,000	(1,124,572)	125,755,428	0.78%	0.51%	269
2006	120,340,000	(2,583,216)	117,756,784	0.65%	0.43%	250
2007	125,280,000	(4,086,468)	121,193,532	0.65%	0.42%	253
2008	158,875,000	(11,609,796)	147,265,204	0.74%	0.48%	303
2009	159,030,000	(12,136,187)	146,893,813	0.79%	0.48%	297
2010	157,682,751	(9,903,860)	147,778,891	0.80%	0.48%	296
2011	166,675,000	(7,670,437)	159,004,563	0.79%	0.51%	317
2012	164,190,000	(14,651,936)	149,538,064	0.72%	0.49%	297
2013	159,132,051	(8,500,583)	150,631,468	0.73%	0.48%	298
2014	220,782,000	(43,678,059)	177,103,941	0.84%	0.56%	348

<sup>1</sup> Includes General Obligation and Public Building Commission debt; excludes Fire District # 1, special assessment debt, KDOT revolving loan and capital leases

<sup>2</sup> Population and personal income data can be found in Schedule E-15

These ratios are calculated using personal income and populations for the prior calendar year

<sup>3</sup> Property value data can be found in Schedule E-7

**SEDGWICK COUNTY, KANSAS**  
**LEGAL DEBT MARGIN INFORMATION**  
**Last Ten Fiscal Years**  
(Dollars in Thousands)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Statutory debt capacity:</b>										
Equalized assessed valuation of taxable tangible property	\$ 3,611,221	\$ 3,796,641	\$ 4,025,083	\$ 4,218,727	\$ 4,245,447	\$ 4,244,709	\$ 4,312,927	\$ 4,286,965	\$ 4,301,085	\$ 4,348,562
Estimated tangible valuation of motor vehicles	<u>497,788</u>	<u>512,707</u>	<u>530,651</u>	<u>543,445</u>	<u>537,340</u>	<u>537,340</u>	<u>523,812</u>	<u>523,435</u>	<u>538,413</u>	<u>549,522</u>
Estimated tangible valuation for computation of bonded indebtedness limitations	<u>\$ 4,109,009</u>	<u>\$ 4,309,348</u>	<u>\$ 4,555,734</u>	<u>\$ 4,762,172</u>	<u>\$ 4,782,787</u>	<u>\$ 4,782,049</u>	<u>\$ 4,836,739</u>	<u>\$ 4,810,400</u>	<u>\$ 4,839,498</u>	<u>\$ 4,898,084</u>
Debt limit (3% of total valuation)	\$ 123,270	\$ 129,280	\$ 136,672	\$ 142,865	\$ 143,484	\$ 143,461	\$ 145,102	\$ 144,312	\$ 145,185	\$ 146,943
<b>Amount of debt applicable to limit</b>										
Total bonded indebtedness	146,754	139,505	142,602	174,353	174,061	171,785	178,619	174,735	162,800	224,125
Less exempt issues	<u>(93,485)</u>	<u>(91,441)</u>	<u>(95,537)</u>	<u>(130,957)</u>	<u>(133,779)</u>	<u>(130,303)</u>	<u>(133,462)</u>	<u>(141,906)</u>	<u>(128,319)</u>	<u>(197,118)</u>
Total net debt applicable to limit	53,269	48,064	47,065	43,396	40,282	41,482	45,157	32,829	34,481	27,007
Legal debt margin	<u>\$ 70,001</u>	<u>\$ 81,216</u>	<u>\$ 89,607</u>	<u>\$ 99,469</u>	<u>\$ 103,202</u>	<u>\$ 101,979</u>	<u>\$ 99,945</u>	<u>\$ 111,483</u>	<u>\$ 110,704</u>	<u>\$ 119,935</u>
Total net debt applicable to the limit as a percentage of debt limit	43.21%	37.18%	34.44%	30.38%	28.07%	28.92%	31.12%	22.75%	23.75%	18.38%

**SEDGWICK COUNTY, KANSAS**  
**PLEGDED-REVENUE COVERAGE**  
**Last Ten Fiscal Years**  
(Dollars in Thousands)

<u>Fiscal Year</u>	<u>Special Assessment Collections</u>	<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>
2005	3,797	1,425	752	1.74
2006	3,711	1,585	751	1.59
2007	3,654	1,715	699	1.51
2008	3,528	1,710	635	1.50
2009	3,615	1,785	559	1.54
2010	3,196	1,295	338	1.96
2011	3,359	1,182	245	2.35
2012	2,375	1,070	200	1.87
2013	1,955	655	163	2.39
2014	1,617	325	140	3.48

Details regarding the county's outstanding debt can be found in the notes to the financial statements

**SEDGWICK COUNTY, KANSAS**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**Last Ten Fiscal Years**

Year	Population <sup>1</sup>	Personal Income <sup>2</sup> (thousands of dollars)	Per Capita Personal Income <sup>2</sup>	Public School Enrollment <sup>3</sup>	Unemployment Rate <sup>4</sup>
2005	467,113	16,126,460	34,524	87,507	5.6%
2006	471,659	18,031,383	38,230	88,151	4.3%
2007	478,479	18,617,895	38,911	88,612	3.8%
2008	486,077	19,780,492	40,694	89,248	4.9%
2009	495,006	18,643,418	37,663	90,467	7.6%
2010	499,360	18,536,917	37,121	91,071	7.9%
2011	500,976	20,040,578	40,003	91,302	7.1%
2012	503,889	20,671,720	41,024	92,273	6.1%
2013	505,905	21,127,032	41,801	92,988	5.4%
2014	508,434	<i>Not Available</i>	<i>Not Available</i>	93,502	4.8%

Notes:

<sup>1</sup> 2014 Population is estimated. Population for 2005-2013 is from the U.S. Census Bureau.

<sup>2</sup> U.S. Bureau of Economic Analysis

<sup>3</sup> Kansas State Board of Education (organization level headcount)

<sup>4</sup> Kansas Department of Labor

**SEDGWICK COUNTY, KANSAS**  
**PRINCIPAL EMPLOYERS**  
**Current Year and Nine Years Ago**

	Fiscal Year 2014			Fiscal Year 2005		
	Employees	Rank	Percentage of Total Wichita MSA <sup>1</sup>	Employees	Rank	Percentage of Total Wichita MSA <sup>1</sup>
Spirit AeroSystems, Inc.	10,900	1	3.63%	8,300	2	2.72%
Via Christi Health	5,899	2	1.96%	4,810	6	1.58%
Wichita Public Schools USD #259	5,606	3	1.87%	5,033	5	1.65%
McConnell Air Force Base	5,094	4	1.70%	-	-	-
State of Kansas	3,992	5	1.33%	3,977	7	1.30%
Koch Industries Inc.	3,300	6	1.10%	-	-	-
Bombardier Learjet	2,855	7	0.95%	-	-	-
City of Wichita	2,800	8	0.93%	3,070	9	1.01%
U.S. Government	2,620	9	0.87%	5,435	4	1.78%
Sedgwick County	2,618	10	0.87%	2,719	10	0.89%
Cessna Aircraft Company	-	-	-	9,393	1	3.08%
Raytheon Aircraft Corporation	-	-	-	6,259	3	2.05%
Boeing IDS Wichita	-	-	-	3,700	8	1.21%
	-	-	-	-	-	-
	<u>45,684</u>		<u>15.21%</u>	<u>52,696</u>		<u>17.27%</u>

<sup>1</sup> Includes Sedgwick, Butler, Harvey and Sumner counties for 2014. Data for 2005 includes Sedgwick, Butler, Harvey and Sumner counties.

Source: Wichita Business Journal. Data as of March 2014

**SEDGWICK COUNTY, KANSAS**  
**FULL-TIME COUNTY GOVERNMENT EMPLOYEES BY FUNCTION**  
**Last Ten Fiscal Years**

Function/Program	Full-time Employees as of December 31									
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General government	450	454	442	446	477	475	446	429	409	422
Public safety	1,411	1,443	1,471	1,509	1,549	1,542	1,476	1,420	1,438	1,406
Public works	136	132	126	126	132	124	111	115	116	116
Health and welfare	541	549	560	593	614	610	557	529	509	522
Culture and recreation	134	135	126	128	127	112	105	96	94	96
Economic development	<u>8</u>	<u>9</u>	<u>13</u>	<u>11</u>	<u>12</u>	<u>12</u>	<u>13</u>	<u>6</u>	<u>6</u>	<u>6</u>
	<u>2,680</u>	<u>2,722</u>	<u>2,738</u>	<u>2,813</u>	<u>2,911</u>	<u>2,875</u>	<u>2,708</u>	<u>2,595</u>	<u>2,572</u>	<u>2,568</u>

Source: Sedgwick County finance department as of December 31, 2014

**SEDGWICK COUNTY, KANSAS**  
**OPERATING INDICATORS BY FUNCTION**  
**Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>General government</b>										
Number of registered voters	230,246	236,000	237,135	246,928	252,101	259,888	261,038	274,369	271,013	275,499
Number of taxable real estate parcels	202,235	205,079	207,530	210,889	217,134	217,684	212,725	212,765	212,744	212,917
Documents filed with register of deeds	104,116	97,789	94,454	84,578	83,406	75,458	68,485	78,147	82,749	69,651
Real estate records processed	65,208	66,900	67,956	68,456	78,725	62,700	53,957	46,893	77,608	64,450
Average monthly investment portfolio (in millions)	\$ 226.4	\$ 288.3	\$ 377.7	\$ 413.3	\$ 378.0	\$ 317.5	\$ 299.2	\$ 297.4	\$ 290.0	\$ 284.1
Average number of bids per purchase	*	4.5	4.5	4.7	5.0	4.4	6.5	7.1	6.2	8.8
<b>Public safety</b>										
Average monthly number of incoming 911 calls	36,305	36,030	37,722	35,170	38,627	36,635	37,145	39,502	40,328	40,901
Average monthly number of EMS responses	3,512	3,834	4,040	4,000	4,150	4,401	4,520	4,714	4,836	5,051
Number of residential structural fires per 100,000 households	308	308	208	256	280	161	74	89	70	91
Average monthly number of medical responses by Fire	216	214	239	288	248	292	206	330	378	415
Average daily population, juveniles in detention	116	124	120	109	106	113	110	60	55	62
Average daily population in custody of Sheriff	1,501	1,514	1,522	1,533	1,645	1,561	1,502	1,442	1,418	1,359
Percent of autopsy reports filed within 90 days	97	94	78	62	57	69	89	59	75	*
<b>Public works</b>										
Miles of road improved	78	103	88	113	61	76	121	172	163	97
Miles of road maintained	622	622	622	622	617	617	626	617	600	603
Household hazardous waste tonnage disposed (in tons)	332	394	457	489	521	594	653	664	580	576
<b>Health and welfare</b>										
Number of mental health program clients	11,588	12,246	13,319	12,253	11,934	12,483	12,126	12,299	12,344	12,559
Number of Individuals eligible for developmental disability services	1,812	1,958	2,082	2,102	2,285	2,278	2,331	2,410	2,482	2,536
Number of health clinic patient encounters	167,530	149,507	165,039	178,812	188,205	174,841	164,037	176,230	153,529	155,316
Number of immunizations provided	27,659	29,000	27,170	26,015	27,327	23,588	19,057	16,396	13,402	13,230
Number of tuberculosis encounters	7,629	8,005	6,223	6,357	4,742	4,205	3,061	2,731	2,806	2,741
<b>Culture and recreation</b>										
Number of events per year at Intrust Bank Arena	*	*	*	*	*	109	63	70	80	100
Annual attendance at Intrust Bank Arena events	*	*	*	*	*	492,532	391,801	349,612	411,121	298,825
Number of events per year at Kansas Pavilions	143	123	137	122	110	55	39	n/a	n/a	n/a
Annual attendance at Kansas Pavilions events	532,804	541,949	557,334	543,519	500,801	202,922	203,800	n/a	n/a	n/a
Annual attendance at Sedgwick County Zoo	502,367	484,014	593,428	584,076	654,494	548,919	553,098	515,634	511,306	527,981
Annual attendance at Sedgwick County Park	813,676	730,972	932,486	1,131,339	1,060,267	966,792	1,028,339	872,349	922,713	959,101
<b>Economic development</b>										
Total value of merchandise moving through foreign trade zone (in millions)	\$ 15.8	\$ 18.4	\$ 19.6	\$ 20.3	\$ 25.7	\$ 1,159.0	\$ 1,698.7	\$ 36.4	\$ 297.4	*
Average monthly number of Sec. 8 housing clients	301	315	304	318	306	294	297	244	230	214

\* Information not available.

Source: County operating departments

**SEDGWICK COUNTY, KANSAS**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
**Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>General government</b>										
Auto License buildings	4	4	4	4	4	4	4	4	4	4
Total fleet vehicles	*	460	462	464	473	464	469	468	466	462
<b>Public safety</b>										
Adult detention facility capacity	1,032	1,122	1,115	1,145	1,158	1,158	1,158	1,158	1,158	1,158
Fire stations	8	8	8	8	9	9	9	9	9	9
EMS posts	13	13	13	14	15	15	15	15	15	15
Public Safety vehicles	*	*	260	278	291	294	290	288	274	278
<b>Public works</b>										
Bridges maintained	651	652	645	645	639	593	593	601	583	582
Miles of roads maintained	622	622	622	622	617	617	626	600	600	603
<b>Culture and recreation</b>										
Sedgwick County Park acreage	400	400	400	400	400	400	400	400	400	400
Lake Afton Park acreage	828	828	828	828	828	828	828	828	828	828

\* Information not available

Source: County budget department and individual county departments