

JOHNSON COUNTY KANSAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

Featured on the cover, the Johnson County Communications Center (CCC) opened in May 2009 and is the second county building to receive a Leadership in Energy and Environmental Design (LEED®) Gold rating from the U.S. Green Building Council. To achieve this designation, a building must meet a number of criteria that relate to where it is sited, how it uses energy and water, the materials that are used in its construction, and the quality of its indoor environment.

Over 25 percent of the materials used in the construction of the CCC contain recycled content, and more than 30 percent came from local and regional sources. Over 60 percent of the construction waste from the project was diverted from the landfill.

The CCC is the first Johnson County facility to feature a green roof. The soil and plants on the roof help reduce the building's cooling load during the hot summer months and provide a natural insulation during the winter. They also help to protect the roofing membrane below, reducing the need for maintenance and extending the life of the roof. The plants absorb water during rainstorms, reducing the amount of runoff from the site and decreasing the potential for flooding in downstream areas. Because the operational needs of the communication center required that it be built to withstand an F4 tornado, no additional structural support was needed to accommodate the green roof.



The building site is landscaped with drought-tolerant native plants, eliminating the need for irrigation and reducing the need for mowing.

The south wall of the building is primarily high performance glass, which allows daylight to penetrate the building and reduces the need for electric lighting.



Johnson County is committed to designing, constructing, operating and maintaining its buildings in a way that reduces environmental impacts and maximizes value for county residents. Johnson County currently has three new building projects in the design and construction phases targeted for at least LEED® Gold certification.

JOHNSON COUNTY, KANSAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the year ended
December 31, 2009

Prepared by:
Office of Financial Management
Accounting and Financial Reporting Division

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Johnson County, Kansas For the year ended December 31, 2009

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INTRODUCTORY SECTION



Johnson County, Kansas

June 23, 2010

To the Honorable Chair and Commissioners of the Governing Board, and the Citizens of Johnson County:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of Johnson County, Kansas (the County), for the fiscal year ended December 31, 2009. Kansas statutes require the County to publish a complete set of annual financial statements presented in conformity with generally accepted accounting principles (GAAP) of the United States, and audited by an independent firm of licensed certified public accountants. The CAFR is prepared in accordance with GAAP and with the principles and standards for financial reporting set forth by the Governmental Accounting Standards Board (GASB), and it is audited in accordance with auditing standards generally accepted (GAAS) in the United States of America.

Accounting and Internal Controls

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Independent Audit

The County's basic financial statements have been audited by Allen, Gibbs & Houlik, L.C., an independent firm of licensed certified public accountants that has issued an unqualified opinion that the financial statements of the County for the fiscal year ended December 31, 2009, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the basic financial statements of the County is part of a broader, federally-mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the County's separately issued Single Audit Report.

Management's Discussion and Analysis

Generally accepted accounting principles (GAAP) in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a document titled *Management's Discussion and Analysis* (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of independent auditors in the *Financial Section* of this CAFR.

PROFILE OF THE COUNTY

Johnson County was organized as a county on September 7, 1857. The County was named for the Reverend Thomas Johnson, founder of the Shawnee Methodist Mission and Indian Manual Labor School in 1830. The County encompasses about 477 square miles and includes twenty incorporated cities and nine townships within its boundaries. The City of Olathe, located in the center of the County, was named as the County seat in 1858. Three major westward migration routes traversed Johnson County: the Santa Fe Trail, the Oregon Trail, and the California Road.

The highest authority in the Johnson County Government is the electorate. Voters choose the Board of County Commissioners (the Board). In November 2000, the voters of Johnson County approved the Home Rule Charter, which was developed to restructure the Board of County Commissioners to provide opportunities for County leadership to enhance future growth for the County and its citizens.

Prior to January 2003, the Board consisted of five district commissioners and the chair was elected annually from its members on a rotating basis. On January 16, 2003, the Board was reorganized from five members to seven members with the addition of a Chairman and one additional District Commissioner. The Chairman of the Commission is elected on a countywide basis and serves as a full-time County official. The six District Commissioners serve as part-time County officials and are elected by residents in specific geographical areas, or districts, of the County. The Board meets in regular business session once each week. The Commissioners serve staggered, four-year terms with no term limitations.

In addition to the Board of County Commissioners, the District Attorney's and Sheriff's positions are elected by the voters of Johnson County: These positions are elected at large and serve four-year terms with no term limitations.

In 1984, Johnson County government was designated by the International City-County Management Association (ICMA) as a Council-Manager form of government. Under this form of government, the Board appoints a professional County Manager to administer a variety of County functions. The County Manager is responsible for policy implementation, budget development and implementation, and the appointment and supervision of certain department directors.

In addition to the County Manager, the Board also appoints members to serve in an advisory capacity for five agency governing boards: Airport Commission; Developmental Supports Board; Library Board; Mental Health Board; and the Parks and Recreation District Board. The governing boards for these five agencies are responsible for a number of items, including the appointment and direction of an Executive Director for their respective agency and the submission by each agency of an annual budget request to the Board of County Commissioners.

The County provides a full range of services, including public safety and judiciary, health and human services, cultural and recreational activities, and public works and transportation.

THE FINANCIAL REPORTING ENTITY

This CAFR includes the financial activities of the primary government, which also encompasses several enterprise activities, and the financial activities of the County's component units. Component units are legally separate entities for which the primary government is financially accountable, and/or legally separate organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the County's financial statements to be misleading or incomplete.

The Public Building Commission (PBC) is a component unit of Johnson County. The PBC Board is comprised of the same members as the Board of County Commissioners. For financial reporting purposes, the PBC's operations are presented as a blended component unit, i.e., as though it was a fund of the County.

The Parks and Recreation District (the District) is also a component unit of Johnson County. The District is governed by a seven-member board appointed by the Board of County Commissioners. The County is financially accountable for the District, because the County's Board approves the District's operating budget and levies taxes to fund the District. For financial reporting purposes, the District is shown as a discretely presented component unit.

Other independent agencies exist for schools and municipal utilities. They do not meet the definition of a component unit and are not included in this report. The County cannot impose its will on these agencies, nor is there any financial benefit or burden to the County, nor any fiscal dependency on the County by these agencies.

Budgetary Information

The Board of County Commissioners plans for the orderly operation of the County by the adoption of a balanced annual budget of anticipated revenues and expenditures, as required by Kansas statutes. It is the responsibility of all elected officials, agency directors, governing boards, and employees to exercise good stewardship in the management of public funds and resources for which they are responsible according to applicable statutes, the Board policy and priorities, and approved budgets. The County maintains an encumbrance accounting system as another method of accomplishing budgetary control.

Since budgets must be formulated well in advance of their execution, the Board recognizes that it can become necessary to amend a fund's budget. Budgets will be amended only for an emergency or other unanticipated need. In such cases, budgets will only be amended in accordance with Kansas statutes.

The statutes establish the overall legal level of control at the fund level by prohibiting expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

Local Economy

Johnson County's economy has experienced nearly unprecedented growth and diversification over the last several decades and has become one of the most dynamic metro-centers in the nation's heartland. Johnson County has evolved from a "bedroom" community into a thriving force in the metropolitan area and continues to be an attractive location for both families and businesses. According to the County Economic Research Institute Inc. (CERI), Johnson County will enable the State of Kansas and the Kansas City metropolitan area to successfully compete with the nation's other premier business locations, attracting investment from throughout the world.

Johnson County's population has grown dramatically in the recent decades and has become the state's largest county with an estimated population of approximately 540,000 in 2009. Johnson County has also grown in its proportion of population of both the State of Kansas and the Kansas City region. Johnson County leads in population density with more than 1,000 residents per square mile.

Between 1999 and 2009, the number of full and part-time jobs increased from 270,599 to 328,798 - a 22% increase. At the end of 2009, Johnson County's civilian labor force totaled 288,454 members and the unemployment rate was 6.0%, as compared to the national unemployment rate of 9.7%.

The number of businesses with payroll employment in the County grew from 15,507 establishments in 1999 to 18,233 in 2009 - an increase of 2,726 businesses or 18%. At this pace, Johnson County adds 272 new businesses annually or 23 per month. Johnson County is home to the operations of half the Fortune 1,000 and one-third of the Fortune 500 companies. Some of the corporations with national and world headquarters in Johnson County include Applebee's International, Inc., Black & Veatch, Embarq, Garmin Ltd., Sprint Nextel, and YRC Worldwide.

Over \$481 million dollars in Kansas State sales tax was collected in Johnson County. This amounted to 25% of the state's total revenue from this source.

In 2009, Johnson County had the highest assessed valuation in the State of Kansas. The assessed valuation for Johnson County decreased 3.18% from the previous year. Market valuation decreased by 29% over the same period. Wealth levels and housing values still exceed state averages as Johnson County continues to weather the national recession.

Johnson County has the lowest mill levy rate of all 105 counties in Kansas. The Board of County Commissioners was successful in reducing the mill levy for 2009. The second lowest county in terms of mill levy rate is approximately 50 percent higher than the 17.668 mills levied in Johnson County.

Long-term Financial Planning and Major Initiatives

The Board of County Commissioners has developed several strategic goals to align financial decisions for the County to the services being provided to the community. The Board is committed to be responsible stewards of the taxpayers' money, to provide the best possible mandatory and discretionary services, to build a "Community of Choice," and to advance a positive organizational work environment.

The fiscal year 2010 budget reflects a prudent and realistic approach, with an emphasis on maintaining existing services and capital assets. Overall, the adopted budget

maintains the quality of life for Johnson County residents, including a reasonable tax burden. The 2010 budget was developed in accordance with the Board of County Commissioner's strategic goals, which align financial decisions to the services provided to the community.

The Board's first goal is to be "responsible stewards of the taxpayers' money." The 2010 budget was adopted with a total mill levy of 23.165. The mill levy broken down by taxing district is 17.668 for Johnson County, 3.156 for the Library, and 2.341 for the Park and Recreation District. This represents a decrease of 0.048 when compared to the final 2009 mill levy of 23.213. The Board is also committed to funding continuing operating expenditures with on-going revenue sources, to maintaining sufficient General Fund reserves for unanticipated and unusual circumstances, and to estimating revenues conservatively to avoid budget shortfalls.

The second goal for the Board is to "provide the best possible mandatory and discretionary services." Providing quality services to residents is at the heart of what makes Johnson County government an excellent organization. The FY 2010 Budget continues to meet the needs of the community, while planning for the future. Preserving the quality of services provided was one of the guiding principles behind the development of the FY2010 Budget. Every effort was made to preserve the quality and level of services when budget reductions were considered.

The Board's third goal is to "build a 'Community of Choice' – a place where people want to live and work." The Board's commitment to this goal is demonstrated by allocating \$14.7 million to the County Assistance Road System (CARS), a joint partnership with local cities in 2010. The County has contributed over \$76 million to this successful partnership with the cities during the past five years. Continued support to public libraries and park and recreation activities are secure in the FY 2010 Budget as well. The Park and Recreation District mill levy remained constant at 2.341, and the Library District mill levy will increase by 0.087 to 3.156 mills.

The fourth goal for the Board is to "advance a positive organizational work environment to empower employee innovation and productivity." Maintaining employee compensation during a slowed economy and during a time when departments are asked to reduce budgets is not an easy task. Johnson County recognizes that its employees are its greatest asset. Appropriate, market-based compensation is key to maintaining a positive work environment.

The long-term financial forecast presents a number of challenges for Johnson County. The County's tax base continues to decrease. In FY 2004, the County absorbed the loss of approximately \$10 million in revenue from the State of Kansas by reducing and eliminating the personal property tax on businesses. The loss of this tax has had a negative impact on total assessed valuation. For FY 2010, the County absorbed approximately \$4 million in State reductions. Additional State cuts are expected in the future. In addition, it is anticipated that the housing and commercial real estate market will continue to negatively impact assessed valuation into FY 2010 and FY 2011.

The multi-year projections show a constant mill levy of 23.165 mills for FY 2010 through FY 2015. This is accomplished through use of carryover ranging from \$11.0 million to \$19.4 million each year. Use of carryover as projected would reduce most, if not all, fund balances to their required minimum levels. Projections indicate that the cumulative budget reductions necessary to balance the FY 2011 to FY 2015 budgets total \$70.7 million, or approximately \$14 million per year. Future reductions will increasingly impact service delivery and staffing levels.

Relevant Financial Policies

The County's policy is to fund on-going expenditures with on-going revenues. For 2010, the adopted General Fund budget includes the use of reserves to balance the operating budget. This use of reserves to balance the budget is a temporary measure that is available due to the significant fund balance in the General Fund. Even with the use of reserves, the projected fund balance for the year ending December 31, 2010 is anticipated to be approximately \$84.7 million, or 33.2% of the General Fund revenues (excluding intra-fund transfers and the General Fund cost allocations), exceeding County policy of a reserve calculated to be from 10% to 15% of revenues.

Awards and Acknowledgements:

The Government Finance Officers Association (GFOA) awarded its *Certificate of Achievement for Excellence in Financial Reporting* to the County for its Comprehensive Annual Financial Report for the year ended December 31, 2008. This was the twenty-second consecutive year the County applied for and received this prestigious award. In order to be awarded a *Certificate of Achievement*, the government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. A *Certificate of Achievement* is valid for a period of one year only. We believe that the 2009 Comprehensive Annual Financial Report continues to meet the *Certificate of Achievement* program requirements, and we will submit it to GFOA to determine its eligibility for certification.

In addition, the County also received the GFOA's *Distinguished Budget Award* for its annual Capital and Operating Budgets document for the fiscal year beginning January 1, 2010. The County has received this award twenty times. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

Our appreciation is extended to the Board of County Commissioners for their continued support in maintaining the highest standards for financial reporting. Our gratitude is also expressed to the various elected officials, agency and department heads, as well as employees responsible for contributing to the sound financial position of Johnson County. In particular, special thanks are extended to all Office of Financial Management staff for their contributions to this year's Comprehensive Annual Financial Report. Special gratitude is due to the Accounting staff of the Office of Financial Management: Accounting and Financial Reporting Manager Becky Jones, Senior Accountants Jim Longmire, Julie Highfill, and Nancy Torneden and Accountants Jerry Verhulst and Gary Doggett; for their hours of commitment to excellence. We would also like to acknowledge the accounting firm of Allen, Gibbs & Houlik, L.C. for their review and comments in the preparation of this report.

Thomas G. Franzen
Director of Financial Management

Hannes Zacharias
County Manager

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Johnson County
Kansas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



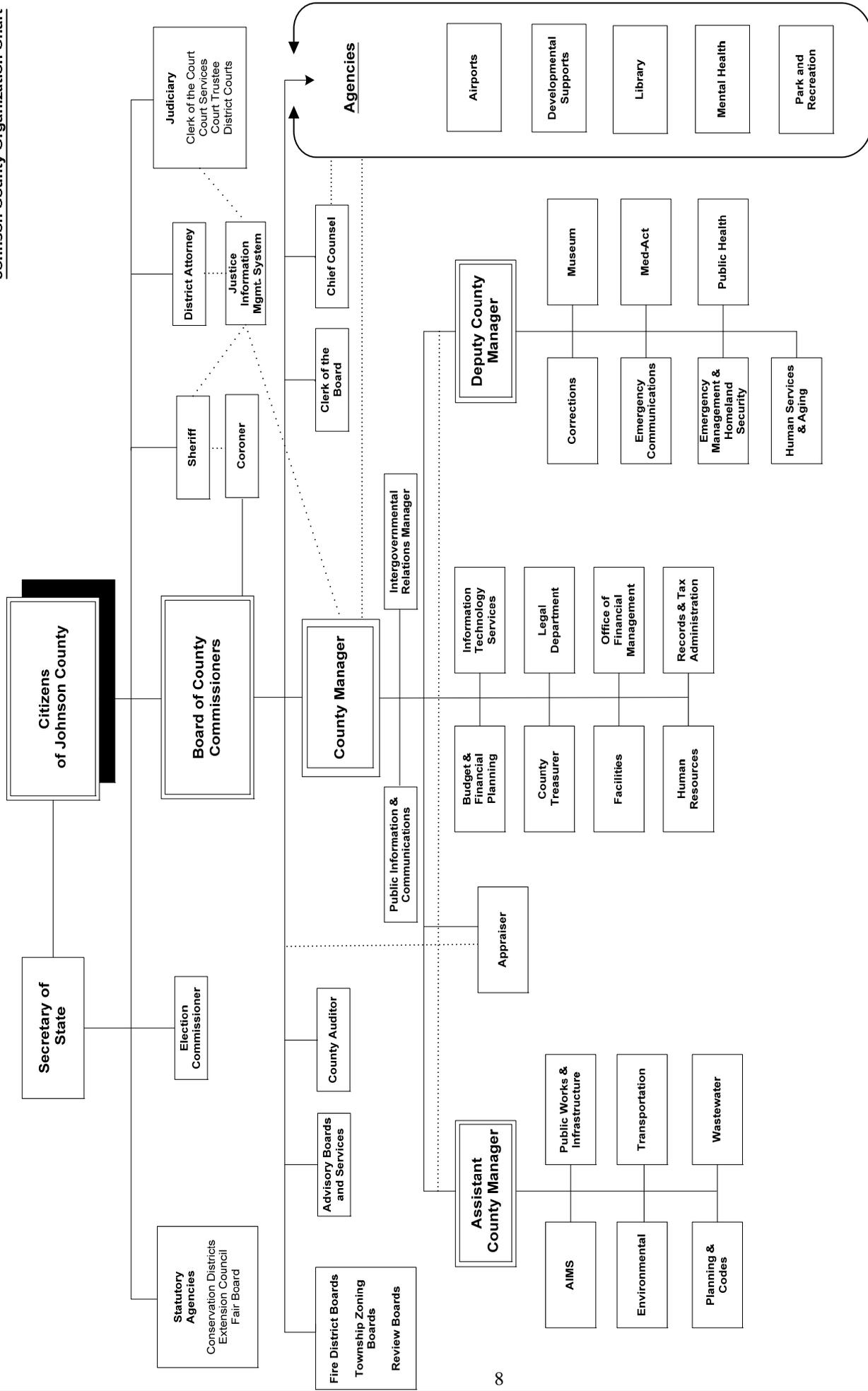
A stylized, handwritten signature in black ink, appearing to read "JEFFREY R. EMER".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

Johnson County Organization Chart



Elected Officials

as of December 31, 2009

| <u>Board of County Commissioners</u> | <u>Length of Service</u> | <u>Term Expires</u> | <u>Position</u> |
|---|---------------------------------|----------------------------|------------------------|
| Annabeth Surbaugh | 17 years | 2010 | Chairman |
| C. Edward Peterson | 7 years | 2010 | 1st District |
| Jim Allen | 1 year | 2012 | 2nd District |
| David A. Lindstrom | 7 years | 2012 | 3rd District |
| Ed Eilert | 3 years | 2010 | 4th District |
| Douglas E. Wood | 11 years | 2010 | 5th District |
| Calvin Hayden | 1 year | 2012 | 6th District |
| | | | |
| <u>Elected Officials</u> | | | |
| Frank Denning | 5 years | 2012 | Sheriff |
| Stephen M. Howe | 1 year | 2012 | District Attorney |

Appointed Officials as of December 31, 2009

| Appointed Officials | Position | Length of Service to Johnson County | Other Government Service |
|--------------------------|---|-------------------------------------|--------------------------|
| Hannes Zacharias | County Manager | 8 years | 23 years |
| Bernice Duletski | Deputy County Manager | 5 years | 27 years |
| Vacant | Assistant County Manager | | |
| Don Jarrett | Chief Counsel | 24 years | |
| Ted McFarlane | Chief of Emergency Medical Service | 9 years | 26 years |
| Casey Joe Carl | Clerk of Board | 12 years | |
| Paul Welcome | County Appraiser | 18 years | 11 years |
| Bill Miller | County Auditor | 5 years | 39 years |
| Donna Lauffer | County Librarian | 31 years | 6 years |
| Jay Heermann | Director of Automated Information Mapping System | 16 years | |
| Scott Neufeld | Director of Budget and Financial Planning | 15 years | 7 years |
| Elizabeth Gillespie | Director of Corrections | 3 years | 33 years |
| Walt Way | Director of Emergency Communications | 37 years | |
| Nick Crossley | Director of Emergency Management | 11 years | |
| Cindy Kemper | Director of Environmental | 8 years | 25 years |
| Joe Waters | Director of Facilities | 15 years | 5 years |
| Tom Franzen | Director of Financial Management | 11 years | |
| Becky Salter | Director of Human Resources | 2 years | 10 years |
| Deborah Collins | Director of Human Services | 24 years | |
| Jack Clegg | Director of Information Technology Services | 11 years | 6 years |
| Mac Andrew | Director of Public Works & Infrastructure/County Engineer | 10 years | 33 years |
| F. Lawrence McAulay, Jr. | Director of Legal Services | 10 years | 18 years |
| Mindi Love | Director of Museum | 11 years | 4 years |
| Michael Meadors | Director of Parks and Recreation | 24 years | 4 years |
| Dean Palos | Director of Planning | 21 years | 10 years |
| Lougene Marsh | Director of Public Health | 1 year | 25 years |
| Alice M. Amrein | Director of Transportation | 21 years | 1 year |
| Brian Newby | Election Commissioner | 5 years | 7 years |
| Lee Metcalfe | Executive Director of Airports | 21 years | 4 years |
| Maury Thompson | Executive Director of Developmental Supports | 18 years | 2 years |
| David Wiebe | Executive Director of Mental Health | 24 years | 20 years |
| John O'Neil | Wastewater Administrator | 21 years | 8 years |

FINANCIAL SECTION

- **Independent Auditors' Report**
- **Management's Discussion and Analysis**
- **Basic Financial Statements**
- **Notes to the Financial Statements**

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Johnson County, Kansas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Johnson County, Kansas (County) as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. 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 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of December 31, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2010, on our consideration of the County's internal control over financial reporting and 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 the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and required supplementary information listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section 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 have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken 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 express no opinion on them.

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

June 23, 2010
Wichita, Kansas

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Johnson County, Kansas (the County) Comprehensive Annual Financial Report presents a narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$626,765,006 (net assets). Of this amount, \$185,075,418 (unrestricted net assets) may be used to meet the County's on-going obligations to citizens and creditors.
- The County's total net assets increased by \$18,827,380 during the fiscal year.
- As of December 31, 2009, the County's governmental funds reported combined ending fund balances of \$224,461,969. Approximately 84 percent of this total amount, \$187,659,520, is unreserved fund balance available for spending at the government's discretion.
- At the close of the current fiscal year, unreserved fund balance for the general fund was \$88,569,086 or 38 percent of total general fund expenditures of \$235,188,917.
- The County's investment in capital assets net of accumulated depreciation increased by \$54,513,526 or 8 percent.
- The County's total long-term debt increased by \$45,440,002 (12 percent) during the current fiscal year. This was due to the issuance of debt for various Airport, Unified Wastewater and Public Building Commission projects.

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's Discussion and Analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements include three components: 1) Government-wide financial statements, 2) Fund financial statements and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time,

increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public works, public safety, health and human services, planning and economic development, and culture and recreation. The business-type activities of the County include an airport, wastewater treatment, transportation operations and the Public Building Commission.

The government-wide financial statements include not only the County itself (known as the primary government), but also a legally separate Parks and Recreation District for which the County is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government. Discretely presented component units are reported in a separate column in the combined financial statements to emphasize their status as legally separate from the primary government and to differentiate their financial position, results of operations and cash flows from those of the primary government. The Parks and Recreation District is reported as a discretely presented component unit.

Included within the business-type activities of the government-wide financial statements are the operations of the Johnson County Public Building Commission (PBC). Although legally separate from the County, this component unit is blended with the primary government for the following reasons: the County is financially accountable for the PBC, the PBC has substantially the same governing board as the County, and the PBC provides services entirely to the County. Accordingly, the PBC is reported as an enterprise fund of the primary government.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into the following three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements (i.e., most of the County's basic services are reported in governmental funds). These statements, however, focus on (1) how cash and other financial assets can readily be converted to available resources and (2) the balances left at year-end that are available for spending. Such information may be useful in determining what financial resources are available in the near future to finance the County's programs.

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.

The County maintains several individual governmental funds organized according to their type (special revenue, debt service, and capital projects). Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and the capital projects fund, both of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

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

Proprietary funds. Proprietary funds are generally used to account for services for which the County charges customers. These customers include both external customers and internal units or departments of the County. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The County maintains the following two 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 uses enterprise funds to account for the operations of its airport, transportation operations, wastewater services and the Public Building Commission. The proprietary fund financial statements provide separate information for the Unified Wastewater District and for the PBC, both of which are considered to be major funds of the County.
- **Internal Service funds** are used to report activities that provide supplies and services for certain County programs and activities. The County uses internal service funds to account for its risk management and self-insured health care. Because these services predominantly benefit governmental rather than business-type functions, they have been included with governmental activities in the government-wide financial statements. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the County. The County's agency funds are reported under the fiduciary funds. Since the resources of these funds are not available to support the

County's own programs, they are not reflected in the government-wide financial statements. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the basic financial statements. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. The combining statements referred to earlier in connection with non-major governmental funds, non-major proprietary funds, internal service funds, and fiduciary funds are presented immediately following the notes to the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

| Johnson County's Net Assets | | | | | | |
|------------------------------------|--------------------------------|----------------|---------------------------------|----------------|----------------|----------------|
| | Governmental Activities | | Business-type Activities | | Total | |
| | 2009 | 2008 | 2009 | 2008 | 2009 | 2008 |
| Current and other assets | \$ 440,295,288 | \$ 455,268,446 | \$ 140,977,591 | \$ 132,783,485 | \$ 581,272,879 | \$ 588,051,931 |
| Capital assets | 173,251,289 | 164,677,695 | 606,468,788 | 560,528,856 | 779,720,077 | 725,206,551 |
| Total assets | 613,546,577 | 619,946,141 | 747,446,379 | 693,312,341 | 1,360,992,957 | 1,313,258,482 |
| Long-term liabilities outstanding | 44,514,720 | 44,823,217 | 445,237,764 | 402,843,019 | 489,752,484 | 447,666,236 |
| Other liabilities | 193,170,477 | 202,782,427 | 51,304,989 | 54,872,193 | 244,475,466 | 257,654,620 |
| Total liabilities | 237,685,197 | 247,605,644 | 496,542,753 | 457,715,212 | 734,227,950 | 705,320,856 |
| Net assets: | | | | | | |
| Invested in capital assets, net | | | | | | |
| of related debt | 153,740,601 | 143,707,961 | 163,793,605 | 214,435,444 | 317,534,206 | 358,143,405 |
| Restricted | 57,155,372 | 51,874,901 | 67,000,010 | - | 124,155,382 | 51,874,901 |
| Unrestricted | 164,965,407 | 176,757,635 | 20,110,011 | 21,161,685 | 185,075,418 | 197,919,320 |
| Total net assets | \$ 375,861,380 | \$ 372,340,497 | \$ 250,903,626 | \$ 235,597,129 | \$ 626,765,006 | \$ 607,937,626 |

Analysis of Net Assets. As noted earlier, net assets may serve as a useful indicator of a government's financial position. For the County, assets exceeded liabilities by \$626,765,006 at the close of the current fiscal year.

The largest portion of the County's net assets (50 percent) reflects its investment of \$317,534,206 in capital assets (e.g. land, buildings, and equipment), less any related outstanding debt used to acquire those assets. The 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 its 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 liquidated for these liabilities.

An additional portion of the County's net assets, \$124,155,382 (20 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$185,075,418 (30 percent) may be used to meet the government's ongoing obligations to citizens and creditors.

As stated earlier, at the end of the current fiscal year, the County is able to report an increase in total net assets of \$18,827,380. The following table reflects the revenues and

expenses for the County's activities for the year ended December 31, 2009, and illustrates the comparison between 2009 and the prior year:

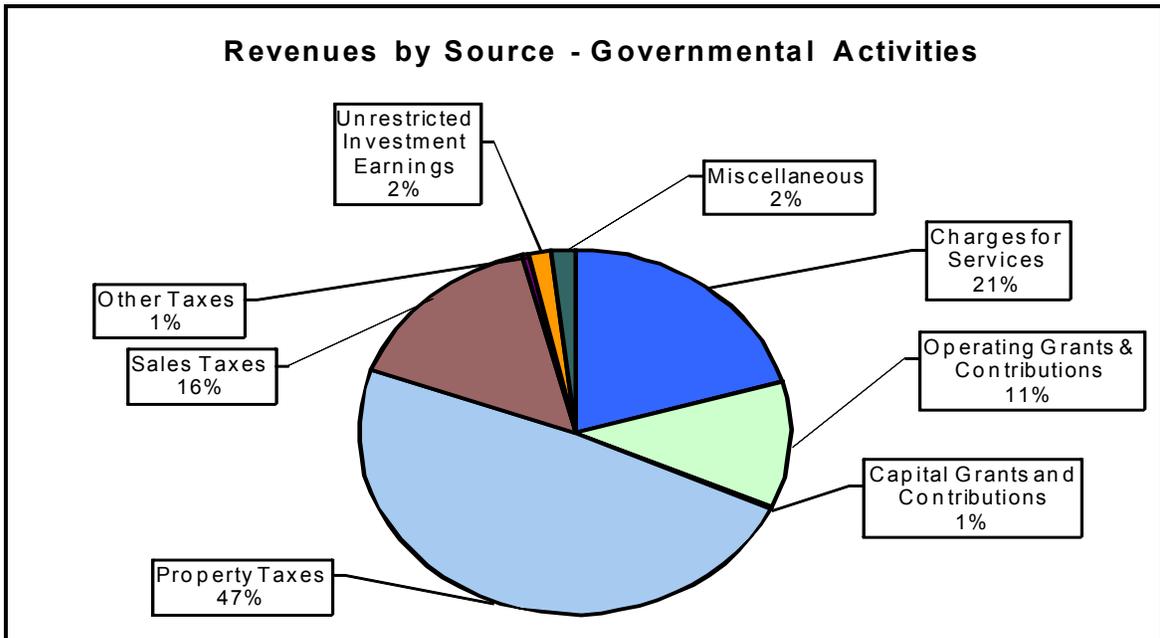
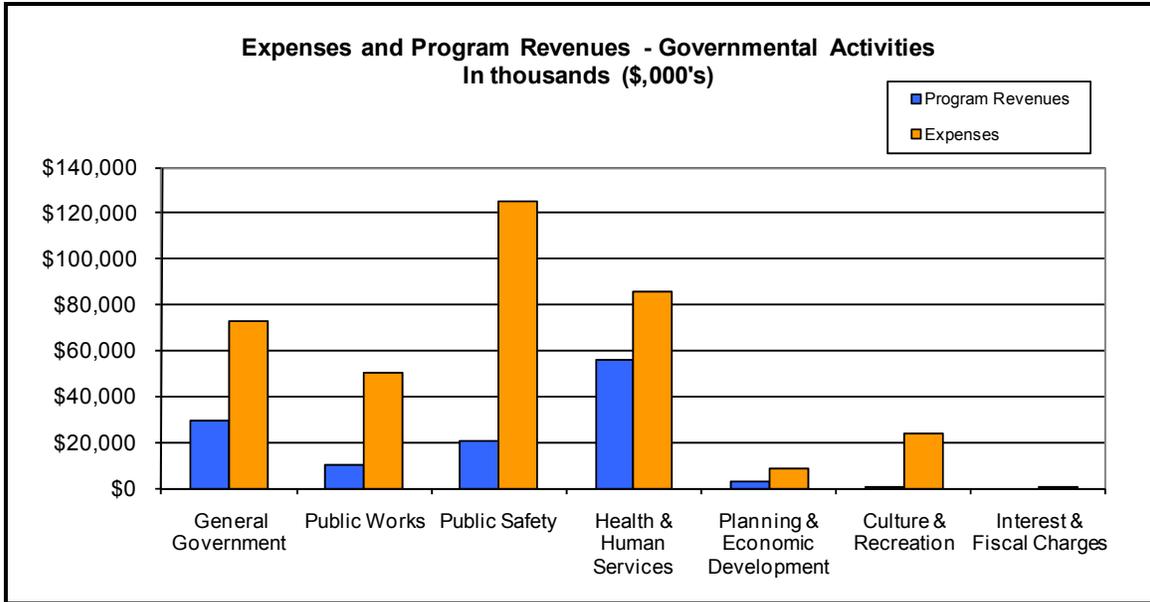
| Johnson County's Changes in Net Assets | | | | | | |
|--|-------------------------|----------------|--------------------------|----------------|----------------|----------------|
| | Governmental Activities | | Business-type Activities | | Total | |
| | 2009 | 2008 | 2009 | 2008 | 2009 | 2008 |
| Revenues: | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$ 78,056,904 | \$ 79,432,072 | \$ 84,684,208 | \$ 78,584,810 | \$ 162,741,112 | \$ 158,016,882 |
| Operating grants and contributions | 42,591,472 | 47,057,433 | 5,294,890 | 2,278,863 | 47,886,362 | 49,336,296 |
| Capital grants and contributions | 229,118 | 203,989 | 3,568,112 | 26,531 | 3,797,230 | 230,520 |
| General revenues: | | | | | | |
| Property taxes | 184,944,586 | 184,292,683 | 4,192 | 3,949 | 184,948,778 | 184,296,632 |
| Sales taxes | 58,948,208 | 63,684,470 | - | - | 58,948,208 | 63,684,470 |
| Other taxes | 1,472,563 | 1,639,876 | - | - | 1,472,563 | 1,639,876 |
| Unrestricted investment earnings | 6,646,003 | 19,525,362 | (546,508) | 3,811,399 | 6,099,495 | 23,336,761 |
| Miscellaneous | 6,618,995 | 6,235,870 | 1,219,923 | 102,266 | 7,838,918 | 6,338,136 |
| Total revenues | 379,507,849 | 402,071,755 | 94,224,817 | 84,807,818 | 473,732,666 | 486,879,573 |
| Expenses, net of indirect cost allocation: | | | | | | |
| General government | 73,111,782 | 53,464,668 | - | - | 73,111,782 | 53,464,668 |
| Public works | 50,079,434 | 48,254,896 | - | - | 50,079,434 | 48,254,896 |
| Public safety | 124,920,665 | 137,573,512 | - | - | 124,920,665 | 137,573,512 |
| Health and human services | 85,439,185 | 88,258,658 | - | - | 85,439,185 | 88,258,658 |
| Planning and economic development | 8,790,067 | 23,486,695 | - | - | 8,790,067 | 23,486,695 |
| Culture and recreation | 23,953,491 | 23,167,856 | - | - | 23,953,491 | 23,167,856 |
| Interest on long term debt | 778,619 | 1,092,150 | - | - | 778,619 | 1,092,150 |
| Airport | - | - | 4,621,457 | 5,260,746 | 4,621,457 | 5,260,746 |
| Unified wastewater district | - | - | 61,490,258 | 65,122,590 | 61,490,258 | 65,122,590 |
| Transportation | - | - | 11,391,801 | 9,665,527 | 11,391,801 | 9,665,527 |
| Public Building Commission | - | - | 10,328,527 | 7,804,136 | 10,328,527 | 7,804,136 |
| Total expenses | 367,073,243 | 375,298,435 | 87,832,043 | 87,852,999 | 454,905,286 | 463,151,434 |
| Increase (decrease) in net assets before transfers | 12,434,606 | 26,773,320 | 6,392,774 | (3,045,181) | 18,827,380 | 23,728,139 |
| Transfers | (8,913,723) | (5,268,404) | 8,913,723 | 5,268,404 | - | - |
| Increase in net assets | 3,520,883 | 21,504,916 | 15,306,497 | 2,223,223 | 18,827,380 | 23,728,139 |
| Net assets - 1/1/09 | 372,340,497 | 350,835,581 | 235,597,129 | 233,373,906 | 607,937,626 | 584,209,487 |
| Net assets - 12/31/09 | \$ 375,861,380 | \$ 372,340,497 | \$ 250,903,626 | \$ 235,597,129 | \$ 626,765,006 | \$ 607,937,626 |

Analysis of Changes in Net Assets.

Governmental Activities

During the current fiscal year, the County's net assets related to governmental activities increased by \$3,520,883. This increase is less than the prior year primarily due to decreases in revenue recorded in charges for services, operating grants and contributions, sales taxes, and investment earnings. Revenues are down in many categories as a result of the slowdown in the economy.

Total governmental expenses decreased from 2008 to 2009 as the County exercised fiscal restraint of spending. Expenses increased in the areas of general government, public works, and culture and recreation due to increasing costs for personal services. These increases are offset by the decreases in expenses from public safety, health and human services, planning and economic development, and interest expense. The organization restricted hiring and travel, as well as suspended pay adjustments which resulted in approximately \$9 million in savings in 2009.

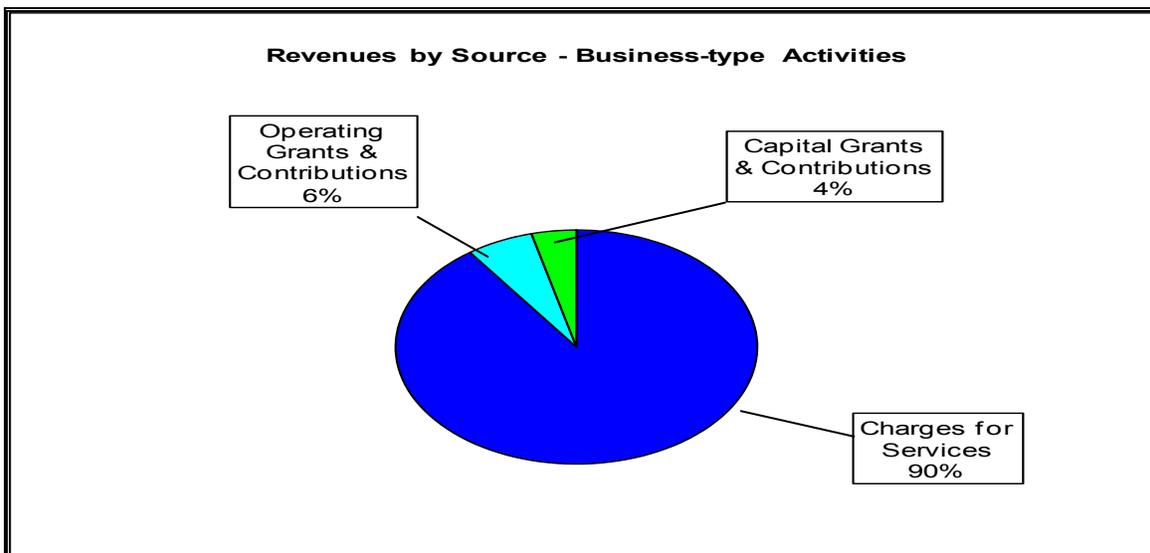
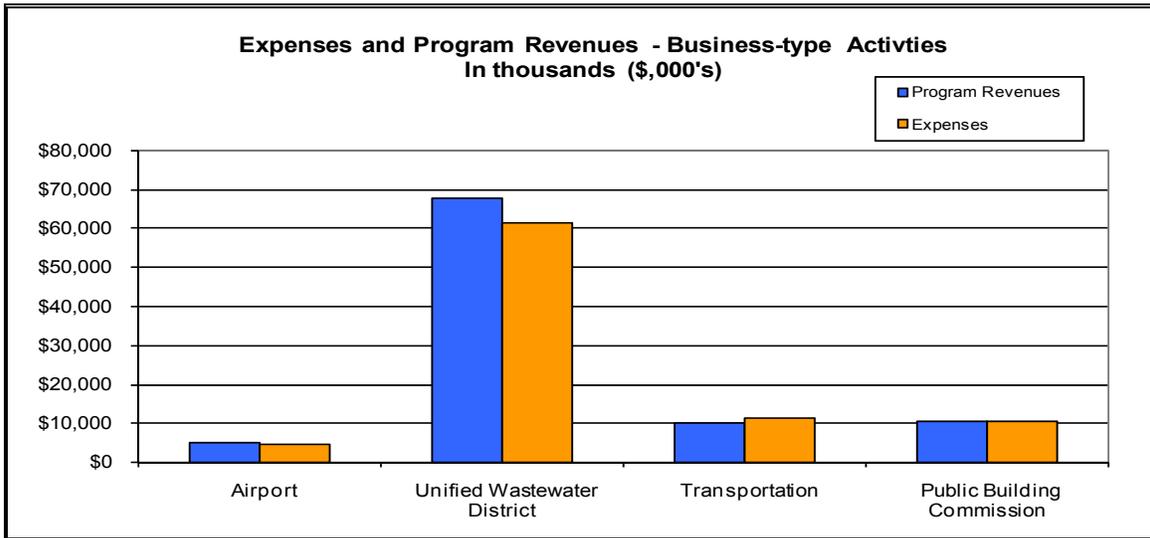


The chart above illustrates the County's governmental expenses and revenues by function, and revenues by source. As shown, public safety is the largest function in expense (34 percent), followed by health and human services (23 percent), general government (20 percent), and public works (14 percent). General revenues such as property, business, and sales taxes are not shown by program, but are effectively used to support program activities countywide. For governmental activities overall, without regard to program, property taxes is the largest single source of funds (47 percent), followed by charges for services (21 percent) and sales taxes (16 percent).

Business-type Activities

During the current fiscal year, the County’s net assets related to business-type activities increased by \$15,306,497, up from an increase of \$2,223,223 in net assets for 2008. These increases are the result of increased fees recorded in charges for services, grant revenue received from the American Recovery and Reinvestment Tax Act (ARRA) of 2009, and an increase in miscellaneous revenue. Interest earnings were negative as the fair market value of investments declined due to the economy.

Expenses decreased in the Airport and Unified Wastewater District funds due to the suspension of hiring, travel, and pay mentioned above. Expenses increased in the Transportation and Public Building Commission funds due to the acquisition and construction of County buildings and infrastructure.



The charts on the previous page illustrate the County's business-type activities' expenses and revenues by department, and its revenues by source. Revenues for business type activities that were less than 1% were not illustrated on the above chart. As expected, the primary source of revenue for business-type activities results from charges for services.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the 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 inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year. Types of Governmental funds reported by the County include the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Fund.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$224,461,969, an increase of \$2,323,989 from the prior year. Approximately \$187,659,520 of this total amount constitutes unreserved fund balance. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, the unreserved fund balance of the general fund was \$88,569,086, while total fund balance was \$102,253,654. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 38 percent of total general fund expenditures of \$235,188,917, while total fund balance represents 43 percent of that same amount.

The fund balance in the County's general fund has increased by \$10,454,728 during the current fiscal year. The increase is mainly due to the \$12,641,610 decrease in expenditures in the areas of public safety, planning and economic development, culture and recreation, and capital outlay. The County took a proactive approach to the downturn in the economy and as a result, decreased expenditures.

The capital projects fund had a decrease in fund balance of \$9,249,162 during the current fiscal year. This decrease is attributed to an increase in capital outlay expenditures and transfers out to the Public Building Commission fund for work on a capital building project.

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

Unrestricted net assets for the business-type activities at the end of the year amounted to \$20,110,011. The total increase in net assets during the current fiscal year was \$15,306,497. This is largely due to charges for services as Unified Wastewater District fees were increased and grant revenue received from the American Recovery and

Reinvestment Tax Act of 2009 (ARRA). Expenses decreased in the Airport and Unified Wastewater District funds.

The total change in net assets for the Unified Wastewater District was \$6,234,391 and \$4,297,392 for the Public Building Commission, respectively. The increase in net assets for the Unified Wastewater District is primarily due to an increase in charges for services and a decrease in capital infrastructure expenditures. The increase in net assets for the Public Building Commission is primarily due to increases in transfers in and charges for services.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year there was a \$19,509,020 increase in appropriations between the original and final amended budget. Following are the components of the increase:

- \$18,459,020 supplemental appropriation to account for the quarter-cent sales tax for the Public Safety Sales Tax 2 that went into effect January 1, 2009. In August, 2008, voters approved the renewal of an existing quarter-cent sales tax to provide a dedicated funding source for capital and operating costs related to public safety programs and the administration of justice;
- \$1,050,000 for the General Fund's portion of Johnson County Transit's Emergency Funding Request to support an increase in current operating hours by an additional 50 hours per day due to significant increases in ridership.

Actual revenues were below the final budget by \$11,881,479. Due to the County's effective budget controls expenses were \$78,241,036 less than expected, which resulted in a positive variance of \$66,359,557 in the General Fund. A summary of the significant differences between budgetary estimates for revenues and expenditures is as follows:

- Tax revenue was \$3,482,446 less than anticipated due to the decrease in property tax and sales and use tax revenue.
- Charges for services were down \$6,788,627 across all categories due to the slowdown in the economy.
- General fund reserves of \$46,788,002 remain available at the end of 2009.
- Expenditures were down \$13,751,130 across most categories as department's exercised fiscal restraint in spending due to the slowdown in the economy.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The County's investment in capital assets for its governmental and business type activities as of December 31, 2009 amounted to \$779,720,077 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, roads, highways and bridges.

| Johnson County's Capital Assets (net of depreciation) | | | | | | |
|--|-------------------------|----------------|--------------------------|----------------|----------------|----------------|
| | Governmental Activities | | Business-type Activities | | Total | |
| | 2009 | 2008 | 2009 | 2008 | 2009 | 2008 |
| Land | \$ 20,278,882 | \$ 20,278,882 | \$ 6,485,402 | \$ 6,485,402 | \$ 26,764,284 | \$ 26,764,284 |
| Buildings | 48,968,532 | 51,004,656 | 134,357,018 | 134,171,927 | 183,325,550 | 185,176,583 |
| Improvements other than buildings | 3,105,962 | 2,680,002 | 92,684,506 | 100,520,838 | 95,790,468 | 103,200,840 |
| Machinery and equipment | 6,902,617 | 7,379,234 | 34,757,985 | 34,798,980 | 41,660,602 | 42,178,214 |
| Infrastructure | 44,290,777 | 46,563,383 | 142,933 | 152,515 | 44,433,710 | 46,715,898 |
| Construction in progress | 49,704,519 | 36,771,538 | 338,040,944 | 284,399,194 | 387,745,463 | 321,170,732 |
| Total | \$ 173,251,289 | \$ 164,677,695 | \$ 606,468,788 | \$ 560,528,856 | \$ 779,720,077 | \$ 725,206,551 |

Additional information on the County's capital assets can be found in Note 5 of this report.

Long-Term Debt. At the end of the current fiscal year, the County had total long-term debt outstanding of \$426,729,998. This amount was comprised of \$255,429,511 of general obligation and \$10,835,000 of special obligation debt backed by the full faith and credit of the County. Special Assessment debt in the amount of \$150,487 is debt for which the County is liable in the event of default by the property owners subject to the assessment. The remainder of the County's debt represents bonds secured solely by specified revenue sources (i.e. revenue bonds).

| Johnson County's Outstanding Debt General Obligation and Revenue Bonds | | | | | | |
|---|-------------------------|---------------|--------------------------|----------------|----------------|----------------|
| | Governmental Activities | | Business-type Activities | | Total | |
| | 2009 | 2008 | 2009 | 2008 | 2009 | 2008 |
| General obligation bonds | \$ 8,637,733 | \$ 8,548,340 | \$ 246,791,778 | \$ 206,965,316 | \$ 255,429,511 | \$ 215,513,656 |
| Special obligation bonds | 10,835,000 | 12,405,000 | - | - | 10,835,000 | 12,405,000 |
| Special assessment debt | 10,600 | 18,473 | 139,887 | 602,867 | 150,487 | 621,340 |
| Revenue bonds | - | - | 160,315,000 | 152,750,000 | 160,315,000 | 152,750,000 |
| Total | \$ 19,483,333 | \$ 20,971,813 | \$ 407,246,665 | \$ 360,318,183 | \$ 426,729,998 | \$ 381,289,996 |

The County's total long-term debt increased by \$45,440,002 during the fiscal year. This was due to the issuance of debt for various Airport, Unified Wastewater and Public Building Commission projects.

Johnson County is one of approximately 40 counties in the United States to earn the "Triple AAA" designation from Standard & Poor's, Moody's, and Fitch Ratings. The County maintains an AAA rating from Standard & Poor's, an Aaa rating from Moody's, and an AAA from Fitch Ratings for general obligation debt. The Public Building Commission, a blended component unit of the County, maintains an AAA rating from Standard and Poor's and an Aaa rating from Moody's for revenue bonds.

Statutes limit the amount of general obligation debt a governmental entity may issue to three percent of its total assessed valuation. The current debt limitation for the County is \$671,743,705, which is significantly in excess of the County's outstanding general obligation debt. Detailed information on the County's debt limit can be found in the Statistical Section of this report.

Additional information on the County's long-term debt can be found in Note 8 of this report.

Economic Factors and Next Year's Budgets and Rates

Johnson County continues to be an attractive location for both families and businesses. According to the U.S. Census, the County's population increased from 454,514 in 2000 to 548,122 in 2009 (an increase of 93,608, or 21 percent). On average, the County's population grows by approximately 9,361 persons per year, or 780 per month. Unemployment rates are currently at 6.0% as compared to a national level of 9.7% and a state level of 6.5%.

The AAA rating referenced above continues to reflect the County's:

- Diverse and expanding local economy, participating in the larger Kansas City Metropolitan Statistical Area;
- Above-average wealth levels;
- Strong financial operations supported by conservative management and established fiscal policies; and
- Moderate debt levels that should remain manageable through on-going planning.

All of these factors were considered in preparing the County's budget for 2010. During the current year, the unreserved, undesignated fund balance in the general fund increased to \$69,833,505, an increase of \$7,088,069 over the 2008 balance of \$62,745,436. The 2010 budget anticipated the use of \$1,309,843 of this fund balance to avoid the need to raise additional taxes. The Unified Wastewater District increased various user charges, the capital finance charge and other fees by approximately seven percent for 2010. These rate increases were necessary to fund ongoing capital expansion for the County as a result of population growth and demand for services.

Subsequent Events

In June 2010, Johnson County, Kansas, issued Internal Improvement Refunding Bonds, Series 2010A for the amount of \$8,530,000 and Library Improvement Refunding Bonds, Series 2010B for the amount of \$4,470,000. The Public Building Commission of Johnson County, Kansas, issued Taxable Lease Purchase Revenue Bonds (Recovery Zone Economic Development Bonds), Series 2010A for the amount of \$13,245,000, Lease Purchase Revenue Refunding Bonds, Series 2010B for the amount of \$6,120,000, and Lease Purchase Revenue Refunding Bonds, Series 2010C for the amount of \$31,510,000.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all interested parties. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: Office of Financial Management, 111 South Cherry Street, Suite 2400, Olathe, Kansas 66061. The County's Comprehensive Annual Financial Report and financial publications can be found on the internet at <http://ofm.jocogov.org/defaultacctng.htm>. Separately issued financial statements for the discretely presented component unit, the Parks and Recreation District, may be obtained at 7900 Renner Road, Lenexa, Kansas 66218.

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BASIC FINANCIAL STATEMENTS

Johnson County, Kansas
Statement of Net Assets
December 31, 2009

| | PRIMARY GOVERNMENT | | | Component Unit |
|---|----------------------------|-----------------------------|-----------------------|------------------------|
| | Governmental Activities | Business Type Activities | Total | Park and Recreation |
| ASSETS | | | | |
| Deposits including investments | \$ 254,014,019 | \$ 37,099,164 | \$ 291,113,183 | \$ 13,899,030 |
| Receivables (net of allowance for uncollectibles): | 179,871,990 | 38,849,257 | 218,721,247 | 19,944,778 |
| Internal balances | 2,100,551 | (2,100,551) | - | - |
| Inventories | 1,587,462 | 129,711 | 1,717,173 | 42,751 |
| Prepays | 198,041 | - | 198,041 | 872,468 |
| Restricted cash and investments | 2,523,225 | 67,000,010 | 69,523,235 | 4,998,548 |
| Capital assets (net of accumulated depreciation): | | | | |
| Land | 20,278,882 | 6,485,402 | 26,764,284 | 55,174,871 |
| Buildings | 48,968,532 | 134,357,018 | 183,325,550 | 14,594,188 |
| Improvements other than buildings | 3,105,962 | 92,684,506 | 95,790,468 | 17,851,255 |
| Machinery and equipment | 6,902,617 | 34,757,985 | 41,660,602 | 1,287,418 |
| Infrastructure | 44,290,777 | 142,933 | 44,433,710 | - |
| Construction in progress | 49,704,519 | 338,040,944 | 387,745,463 | 5,676,354 |
| TOTAL ASSETS | 613,546,577 | 747,446,379 | 1,360,992,956 | 134,341,661 |
| LIABILITIES | | | | |
| Accounts payable | 14,019,459 | 10,664,186 | 24,683,645 | 325,367 |
| Salaries and wages payable | 5,222,965 | 377,065 | 5,600,030 | - |
| Accrued liabilities | 8,621,878 | 35,883 | 8,657,761 | 630,238 |
| Interest payable | 229,441 | 6,155,565 | 6,385,006 | 837,368 |
| Unearned revenue | 165,076,734 | 34,072,290 | 199,149,024 | 18,673,958 |
| Restricted, project reserve deposits | - | - | - | 53,523 |
| Noncurrent liabilities | | | | |
| Due within one year | 6,803,847 | 42,776,025 | 49,579,872 | 3,142,258 |
| Due in more than one year | 37,710,873 | 402,461,739 | 440,172,612 | 48,829,726 |
| TOTAL LIABILITIES | 237,685,197 | 496,542,753 | 734,227,950 | 72,492,438 |
| NET ASSETS | | | | |
| Invested in capital assets, net of related debt | 153,740,601 | 163,793,605 | 317,534,206 | 45,315,725 |
| Restricted for: | | | | |
| Debt service | 2,826,554 | - | 2,826,554 | 893,341 |
| Special revenue funds | 42,334,109 | - | 42,334,109 | 1,825,189 |
| Capital projects | - | 67,000,010 | 67,000,010 | 2,617,819 |
| Public safety | 11,994,709 | - | 11,994,709 | - |
| Unrestricted | 164,965,407 | 20,110,011 | 185,075,418 | 11,197,149 |
| TOTAL NET ASSETS | \$ 375,861,380 | \$ 250,903,626 | \$ 626,765,006 | \$ 61,849,223 |

The accompanying notes are an integral part of these financial statements.

Johnson County, Kansas
Statement of Activities
For the Year Ended December 31, 2009

| Functions/Programs | Program Revenues | | | | | Net (Expense) Revenue and Changes in Net Assets | | | Component Unit | | | | | |
|---------------------------------------|-----------------------|------------------------------|-----------------------|------------------------------------|--------------------------|---|--------------------|-------------------------|----------------|--------------------------|----------------------|----------|---------------------|---------------|
| | Expenses | Indirect Expenses Allocation | Charges for Service | Operating Grants and Contributions | | Capital Grants and Contributions | Primary Government | | | | | | | |
| | | | | Governmental Activities | Business-Type Activities | | Total | Governmental Activities | | Business-Type Activities | Total | | | |
| Primary Government: | | | | | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | | | | | |
| General government | \$ 93,560,733 | \$ (20,448,951) | \$ 29,511,504 | \$ 9,778 | \$ - | \$ (43,590,500) | \$ - | \$ (43,590,500) | \$ - | \$ - | \$ (43,590,500) | \$ - | \$ - | \$ - |
| Public works | 48,710,693 | 1,368,741 | 1,368,741 | 10,129,435 | - | (38,581,258) | - | (38,581,258) | - | - | (38,581,258) | - | - | - |
| Public safety | 114,483,555 | 10,437,110 | 14,945,006 | 5,737,240 | 25,199 | (104,213,220) | - | (104,213,220) | - | - | (104,213,220) | - | - | - |
| Health and human services | 79,429,418 | 6,009,767 | 30,552,098 | 24,913,878 | 203,919 | (29,769,290) | - | (29,769,290) | - | - | (29,769,290) | - | - | - |
| Planning and economic development | 8,408,644 | 381,423 | 1,334,779 | 1,388,610 | - | (6,066,678) | - | (6,066,678) | - | - | (6,066,678) | - | - | - |
| Culture and recreation | 23,843,135 | 110,356 | 344,776 | 412,531 | - | (23,196,184) | - | (23,196,184) | - | - | (23,196,184) | - | - | - |
| Interest on long term debt | 778,619 | - | - | - | - | (778,619) | - | (778,619) | - | - | (778,619) | - | - | - |
| Total governmental activities | 369,214,797 | (2,141,554) | 78,056,904 | 42,591,472 | 229,118 | (246,195,749) | - | (246,195,749) | - | - | (246,195,749) | - | - | - |
| Business Type activities: | | | | | | | | | | | | | | |
| Airport | 4,497,689 | 123,768 | 4,656,102 | 497,516 | - | - | 532,161 | 532,161 | - | - | 532,161 | - | - | - |
| Unified Wastewater District | 59,706,568 | 1,783,690 | 67,906,366 | - | - | - | 6,416,108 | 6,416,108 | - | - | 6,416,108 | - | - | - |
| Transportation | 11,157,705 | 234,096 | 1,585,667 | 4,797,374 | 3,568,112 | - | (1,440,648) | (1,440,648) | - | - | (1,440,648) | - | - | - |
| Public Building Commission | 10,328,527 | - | 10,536,073 | - | - | - | 207,546 | 207,546 | - | - | 207,546 | - | - | - |
| Total business type activities | 85,690,489 | 2,141,554 | 84,684,208 | 5,294,890 | 3,568,112 | - | 5,715,167 | 5,715,167 | - | - | 5,715,167 | - | - | - |
| Total Primary Government | \$ 454,905,286 | \$ - | \$ 162,741,112 | \$ 47,886,362 | \$ 3,797,230 | (246,195,749) | - | (246,195,749) | - | - | (240,480,582) | - | - | - |
| Component unit: | | | | | | | | | | | | | | |
| Park and Recreation | \$ 30,124,328 | \$ - | \$ 17,250,816 | \$ - | \$ - | - | - | - | - | - | - | - | (12,873,512) | - |
| General revenues: | | | | | | | | | | | | | | |
| Property taxes | | | | | | 184,944,586 | 4,192 | 184,948,778 | | | 184,948,778 | | | 19,239,844 |
| Sales taxes | | | | | | 58,948,208 | - | 58,948,208 | | | 58,948,208 | | | - |
| Other taxes | | | | | | 1,472,563 | - | 1,472,563 | | | 1,472,563 | | | 1,778,020 |
| Unrestricted investment earnings | | | | | | 6,646,003 | (546,508) | 6,099,495 | | | 6,099,495 | | | (526) |
| Miscellaneous | | | | | | 6,618,995 | 1,219,923 | 7,838,918 | | | 7,838,918 | | | 98,886 |
| Transfers | | | | | | (8,913,723) | 8,913,723 | - | | | - | | | - |
| Total general revenue and transfers | | | | | | 249,716,632 | 9,591,330 | 259,307,962 | | | 259,307,962 | | | 21,116,224 |
| Change in net assets | | | | | | 3,520,883 | 15,306,497 | 18,827,380 | | | 18,827,380 | | | 8,242,712 |
| Net assets - beginning | | | | | | 372,340,497 | 235,597,129 | 607,937,626 | | | 607,937,626 | | | 53,147,887 |
| Prior period adjustments | | | | | | - | - | - | | | - | | | 458,624 |
| Net assets - ending | | | | | | \$ 375,861,380 | \$ 250,903,626 | \$ 626,765,006 | | | \$ 626,765,006 | | | \$ 61,649,223 |

The accompanying notes are an integral part of these financial statements.

Johnson County, Kansas
Balance Sheet
Governmental Funds
December 31, 2009

| | General | Capital Projects | Other Governmental Funds | Total Governmental Funds |
|---|-----------------------|----------------------|--------------------------------|--------------------------------|
| ASSETS | | | | |
| Deposits including investments | \$ 98,766,571 | \$ 80,736,073 | \$ 41,729,783 | \$ 221,232,427 |
| Receivables (net of allowance for uncollectibles): | 114,493,643 | - | 65,245,122 | 179,738,765 |
| Due from other funds | 2,100,551 | - | - | 2,100,551 |
| Inventories | 642,921 | - | 944,541 | 1,587,462 |
| Prepays | 74,332 | - | 70,754 | 145,086 |
| Restricted cash and investments | - | - | 2,523,225 | 2,523,225 |
| Total assets | 216,078,018 | 80,736,073 | 110,513,425 | 407,327,516 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts payable | 4,283,083 | 3,917,844 | 1,205,818 | 9,406,745 |
| Salaries and wages payable | 3,592,566 | 18 | 1,614,340 | 5,206,924 |
| Due to others | 3,174,750 | - | 394 | 3,175,144 |
| Deferred revenue | 102,773,965 | - | 62,302,769 | 165,076,734 |
| Total liabilities | 113,824,364 | 3,917,862 | 65,123,321 | 182,865,547 |
| Fund Balances: | | | | |
| Reserved for: | | | | |
| Encumbrances | 972,606 | 16,347,779 | 3,231,582 | 20,551,967 |
| Inventories | 642,921 | - | 944,541 | 1,587,462 |
| Prepaid items | 74,332 | - | 70,754 | 145,086 |
| Public safety | 11,994,709 | - | - | 11,994,709 |
| Debt service | - | - | - | - |
| Unreserved, reported in: | | | | |
| Designated for working capital | 16,145,687 | - | - | 16,145,687 |
| Designated for restricted agencies | 3,232,815 | - | - | 3,232,815 |
| Debt service fund | - | - | 3,055,995 | 3,055,995 |
| Capital projects fund | - | 60,470,432 | - | 60,470,432 |
| General fund | 69,190,584 | - | - | 69,190,584 |
| Special revenue funds | - | - | 38,087,232 | 38,087,232 |
| Total fund balances | 102,253,654 | 76,818,211 | 45,390,104 | 224,461,969 |
| Total liabilities and fund balances | \$ 216,078,018 | \$ 80,736,073 | \$ 110,513,425 | \$ 407,327,516 |

The accompanying notes are an integral part of these financial statements.

Johnson County, Kansas
**Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Assets**
December 31, 2009

Total fund balance - all governmental funds \$ 224,461,969

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

Capital assets, including infrastructure, used in governmental activities are not financial resources and therefore are not reported in the funds. 173,251,289

Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds:

| | | | |
|---|----|--------------|--------------|
| Interest Payable | \$ | (229,441) | |
| Bonds: | | | |
| General obligation, net of unamortized premium of \$181,629 | | (8,644,298) | |
| Special obligation | | (10,835,000) | |
| Special assessment | | (10,600) | |
| Compensated absences | | (17,094,057) | |
| Other post employment benefits | | (7,909,975) | |
| Capital lease obligations | | (20,790) | |
| Total | | | (44,744,161) |

Less Internal Services Fund Long Term Debt 55,295

Internal service funds are used by management to charge costs of risk management and self-insured health care to the individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. 22,836,988

Net assets of governmental activities \$ 375,861,380

The accompanying notes are an integral part of these financial statements.

Johnson County, Kansas
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2009

| | General | Capital Projects | Other Governmental Funds | Total Governmental Funds |
|--|-----------------------|----------------------|--------------------------------|--------------------------------|
| REVENUES | | | | |
| Taxes | \$ 164,681,340 | \$ - | \$ 80,680,167 | \$ 245,361,507 |
| Intergovernmental | 22,211,834 | - | 20,608,756 | 42,820,590 |
| Charges for services | 57,555,704 | 3,319 | 25,938,159 | 83,497,182 |
| Investment earnings | 4,188,677 | - | 1,377,614 | 5,566,291 |
| Licenses and permits | 2,143,574 | - | 1,233,615 | 3,377,189 |
| Other | 5,685,813 | 217,310 | 715,871 | 6,618,994 |
| Total revenues | <u>256,466,942</u> | <u>220,629</u> | <u>130,554,182</u> | <u>387,241,753</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| General government | 70,064,506 | - | 239,358 | 70,303,864 |
| Public works | - | - | 10,478,111 | 10,478,111 |
| Public safety | 120,384,320 | - | 3,303,121 | 123,687,441 |
| Health and human services | 26,304,854 | - | 58,584,806 | 84,889,660 |
| Planning and economic development | 8,747,605 | - | 7,194 | 8,754,799 |
| Culture and recreation | 1,152,983 | - | 21,824,266 | 22,977,249 |
| Debt service: | | | | |
| Principal retirement | - | - | 3,850,366 | 3,850,366 |
| Interest and fiscal charges | - | - | 834,222 | 834,222 |
| Capital outlay | 8,534,649 | 40,821,220 | 3,403,851 | 52,759,720 |
| Total expenditures | <u>235,188,917</u> | <u>40,821,220</u> | <u>102,525,295</u> | <u>378,535,432</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>21,278,025</u> | <u>(40,600,591)</u> | <u>28,028,887</u> | <u>8,706,321</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 1,562,376 | 34,858,171 | 5,305,142 | 41,725,689 |
| Transfers out | (12,385,673) | (3,506,742) | (34,746,997) | (50,639,412) |
| Refunding bonds issued | - | - | 2,361,886 | 2,361,886 |
| Premium on bonds issued | - | - | 169,505 | 169,505 |
| Total other financing sources and uses | <u>(10,823,297)</u> | <u>31,351,429</u> | <u>(26,910,464)</u> | <u>(6,382,332)</u> |
| Net change in fund balances | 10,454,728 | (9,249,162) | 1,118,423 | 2,323,989 |
| Fund balances - beginning | 91,798,926 | 86,067,373 | 44,271,681 | 222,137,980 |
| Fund balances - ending | <u>\$ 102,253,654</u> | <u>\$ 76,818,211</u> | <u>\$ 45,390,104</u> | <u>\$ 224,461,969</u> |

The accompanying notes are an integral part of these financial statements.

Johnson 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, 2009**

Net change in fund balances - all governmental funds \$ 2,323,989

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital assets exceeded depreciation in the current period.

| | | | | |
|--|----------------------|--------------------|--|------------|
| | Capital Outlay | \$ 17,382,577 | | |
| | Depreciation Expense | <u>(7,380,609)</u> | | |
| | Net change | | | 10,001,968 |

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and other similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

| | | | | |
|--|--|------------------|--|-----------|
| | Principal Retirement | 3,850,366 | | |
| | Proceeds From General Obligation bonds | (2,361,886) | | |
| | Proceeds From bonds issued | <u>(169,505)</u> | | |
| | Net change | | | 1,318,975 |

Net gain (loss) on disposal of capital assets, infrastructure and other reconciling items (1,267,562)

The net change in accrued interest on general obligation bonds is not a current source or use of financial resources and therefore not reported in the governmental funds. 55,603

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 7,072

Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds (34,529)

OPEB expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds (1,143,657)

Internal service funds are used by management to charge costs of risk management and self-insured health care to the individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities. (7,740,976)

Changes in net assets of governmental activities \$ 3,520,883

The accompanying notes are an integral part of these financial statements.

Johnson County, Kansas
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|---------------------|---------------------|----------------------|--|
| REVENUES | | | | |
| Taxes | \$ 149,704,766 | \$ 168,163,786 | \$ 164,681,340 | \$ (3,482,446) |
| Intergovernmental | 22,208,600 | 22,208,600 | 22,211,834 | 3,234 |
| Charges for services | 64,344,331 | 64,344,331 | 57,555,704 | (6,788,627) |
| Investment earnings | 8,033,423 | 8,033,423 | 7,138,789 | (894,634) |
| Licenses and permits | 2,265,573 | 2,265,573 | 2,143,574 | (121,999) |
| Other | 6,282,820 | 6,282,820 | 5,685,813 | (597,007) |
| Total revenues | <u>252,839,513</u> | <u>271,298,533</u> | <u>259,417,054</u> | <u>(11,881,479)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| General government | 89,026,366 | 86,409,811 | 76,398,698 | 10,011,113 |
| Public safety | 121,741,079 | 121,884,096 | 113,096,539 | 8,787,557 |
| Health and human services | 27,475,256 | 30,451,408 | 26,231,556 | 4,219,852 |
| Planning and economic development | 9,103,703 | 9,065,795 | 8,751,006 | 314,789 |
| Culture and recreation | 1,374,585 | 1,491,256 | 1,169,077 | 322,179 |
| Capital outlay | 13,223,493 | 16,363,616 | 8,566,072 | 7,797,544 |
| Reserves | 46,788,002 | 46,788,002 | - | 46,788,002 |
| Total expenditures | <u>308,732,484</u> | <u>312,453,984</u> | <u>234,212,948</u> | <u>78,241,036</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(55,892,971)</u> | <u>(41,155,451)</u> | <u>25,204,106</u> | <u>66,359,557</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 933,594 | 933,594 | 1,562,376 | 628,782 |
| Transfers out | (12,369,839) | (28,157,359) | (12,425,375) | 15,731,984 |
| Total other financing sources and uses | <u>(11,436,245)</u> | <u>(27,223,765)</u> | <u>(10,862,999)</u> | <u>16,360,766</u> |
| Net change in fund balances | <u>(67,329,216)</u> | <u>(68,379,216)</u> | <u>14,341,107</u> | <u>\$ 82,720,323</u> |
| Fund balances - beginning | <u>67,329,216</u> | <u>68,379,216</u> | <u>83,637,055</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 97,978,162</u> | |

The accompanying notes are an integral part of these financial statements.

Johnson County, Kansas
Statement of Net Assets
Proprietary Funds
December 31, 2009

| | Business-type Activities - Enterprise Funds | | | | Governmental Activities- Internal Service Funds |
|--|---|----------------------------------|--------------------|--------------------|---|
| | Major | | | Total | |
| | Unified Wastewater District | Public Building Commission | Non-Major Total | | |
| | Total | | Total | | |
| ASSETS | | | | | |
| Current assets: | | | | | |
| Deposits including investments | \$ 20,517,673 | \$ 6,644,255 | \$ 9,937,236 | \$ 37,099,164 | \$ 32,781,592 |
| Receivables <i>(net of allowance for uncollectibles):</i> | 36,607,731 | 32,894 | 2,208,632 | 38,849,257 | 133,225 |
| Inventories | 129,711 | - | - | 129,711 | - |
| Prepaid items | - | - | - | - | 52,955 |
| Total current assets | 57,255,115 | 6,677,149 | 12,145,868 | 76,078,132 | 32,967,772 |
| Noncurrent assets: | | | | | |
| Restricted cash and investments | 44,492,103 | 22,413,475 | 94,432 | 67,000,010 | - |
| Capital assets: | | | | | |
| Land | 655,258 | 804,966 | 5,025,178 | 6,485,402 | - |
| Buildings | 54,740,732 | 138,497,685 | 14,575,148 | 207,813,565 | - |
| Improvements other than buildings | 147,617,719 | 135,097 | 26,638,938 | 174,391,754 | - |
| Machinery and equipment | 247,474,010 | - | 16,185,366 | 263,659,376 | 18,317 |
| Construction in progress | 230,593,623 | 105,387,517 | 2,059,804 | 338,040,944 | - |
| Infrastructure | - | - | 191,642 | 191,642 | - |
| Less accumulated depreciation | (320,098,524) | (31,838,756) | (32,176,615) | (384,113,895) | (18,317) |
| Total capital assets | 360,982,818 | 212,986,509 | 32,499,461 | 606,468,788 | - |
| Total noncurrent assets | 405,474,921 | 235,399,984 | 32,593,893 | 673,468,798 | - |
| TOTAL ASSETS | 462,730,036 | 242,077,133 | 44,739,761 | 749,546,930 | 32,967,772 |

The accompanying notes are an integral part of these financial statements.

Johnson County, Kansas
Statement of Net Assets
Proprietary Funds
December 31, 2009

| | Business-type Activities - Enterprise Funds | | | | Governmental Activities- |
|---|---|----------------------------|----------------------|-----------------------|--------------------------|
| | Major | | | Total | Internal Service Funds |
| | Unified Wastewater District | Public Building Commission | Non-Major Total | | |
| LIABILITIES | | | | | |
| Current liabilities | | | | | |
| Accounts payable | 8,009,165 | 1,534,398 | 1,120,623 | 10,664,186 | 4,612,714 |
| Salaries and wages payable | 332,983 | 17 | 44,065 | 377,065 | 16,041 |
| Interest payable | 3,639,082 | 2,445,913 | 70,570 | 6,155,565 | - |
| Loans payable | 4,977,637 | - | 45,804 | 5,023,441 | - |
| Due to other funds | - | 1,677,417 | 423,134 | 2,100,551 | - |
| Due to others | - | - | 35,883 | 35,883 | - |
| Deferred revenue | 32,644,158 | - | 1,428,132 | 34,072,290 | - |
| Compensated absences | 94,297 | - | 13,344 | 107,641 | 3,857 |
| Insurance claims payable | - | - | - | - | 5,446,734 |
| Bonds, capital leases, and other payables | 28,264,716 | 8,725,000 | 655,227 | 37,644,943 | - |
| Total current liabilities | 77,962,038 | 14,382,745 | 3,836,782 | 96,181,565 | 10,079,346 |
| Noncurrent liabilities: | | | | | |
| Compensated absences | 1,257,579 | - | 177,957 | 1,435,536 | 51,438 |
| Loans payable | 29,425,075 | - | 61,081 | 29,486,156 | - |
| Bonds, capital leases, and other payables | 215,692,366 | 151,495,393 | 4,352,288 | 371,540,047 | - |
| Total noncurrent liabilities | 246,375,020 | 151,495,393 | 4,591,326 | 402,461,739 | 51,438 |
| TOTAL LIABILITIES | 324,337,058 | 165,878,138 | 8,428,108 | 498,643,304 | 10,130,784 |
| NET ASSETS | | | | | |
| Invested in capital assets, net of related debt | 82,623,024 | 53,785,520 | 27,385,061 | 163,793,605 | - |
| Restricted | 44,492,103 | 22,413,475 | 94,432 | 67,000,010 | - |
| Unrestricted | 11,277,851 | - | 8,832,160 | 20,110,011 | 22,836,988 |
| TOTAL NET ASSETS | \$ 138,392,978 | \$ 76,198,995 | \$ 36,311,653 | \$ 250,903,626 | \$ 22,836,988 |

Johnson County, Kansas
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2009

| | Business-type Activities - Enterprise Funds | | | | | | Governmental Activities- Internal Service Funds |
|---|---|----------------------------------|----------------------|-----------------------|----------------------|-------|---|
| | Major | | | Non-Major | | | |
| | Unified Wastewater District | Public Building Commission | Total | Total | Total | Total | |
| Operating revenues: | | | | | | | |
| Charges for services | \$ 67,721,822 | \$ 10,536,073 | \$ 2,034,497 | \$ 80,292,392 | \$ 30,684,636 | | |
| Other | 184,544 | - | 4,207,272 | 4,391,816 | 57,337 | | |
| Total operating revenues | 67,906,366 | 10,536,073 | 6,241,769 | 84,684,208 | 30,741,973 | | |
| Operating expenses: | | | | | | | |
| Public works | 39,283,961 | - | - | 39,283,961 | - | | |
| Transportation | - | - | 12,536,051 | 12,536,051 | - | | |
| Risk management | - | - | - | - | 4,170,461 | | |
| Self-insured health care | - | - | - | - | 35,396,050 | | |
| Depreciation | 11,831,474 | 3,346,077 | 3,268,420 | 18,445,971 | - | | |
| Total operating expenses | 51,115,435 | 3,346,077 | 15,804,471 | 70,265,983 | 39,566,511 | | |
| Operating income (loss) | 16,790,931 | 7,189,996 | (9,562,702) | 14,418,225 | (8,824,538) | | |
| Nonoperating revenues (expenses): | | | | | | | |
| Taxes | 955 | - | 3,237 | 4,192 | 3,850 | | |
| Investment earnings | (661,315) | 91,658 | 23,149 | (546,508) | 1,079,712 | | |
| Intergovernmental | - | - | 8,863,002 | 8,863,002 | - | | |
| Interest expense | (10,374,823) | (6,848,823) | (208,579) | (17,432,225) | - | | |
| Other | 1,215,233 | (133,627) | 4,482 | 1,086,088 | - | | |
| Total nonoperating revenues (expenses) | (9,819,950) | (6,890,792) | 8,685,291 | (8,025,451) | 1,083,562 | | |
| Income (loss) before transfers | 6,970,981 | 299,204 | (877,411) | 6,392,774 | (7,740,976) | | |
| Transfers in | - | 3,998,188 | 5,652,125 | 9,650,313 | - | | |
| Transfers out | (736,590) | - | - | (736,590) | - | | |
| Change in net assets | 6,234,391 | 4,297,392 | 4,774,714 | 15,306,497 | (7,740,976) | | |
| Total net assets - beginning | 132,158,587 | 71,901,603 | 31,536,939 | 235,597,129 | 30,577,964 | | |
| Total net assets - ending | \$ 138,392,978 | \$ 76,198,995 | \$ 36,311,653 | \$ 250,903,626 | \$ 22,836,988 | | |

The accompanying notes are an integral part of these financial statements.

Johnson County, Kansas
Statement of Cash Flows
Proprietary Funds
For the year ended December 31, 2009

| | Business-type Activities - Enterprise Funds | | | | | | Governmental Activities- Internal Service Funds |
|---|---|----------------------------------|----------------------|-----------------------|----------------------|-------|---|
| | Major | | | Total | | | |
| | Unified Wastewater District | Public Building Commission | Non-Major Total | Total | Total | Total | |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | | | | | |
| Cash received from customers | \$ 66,856,709 | \$ 4,393,227 | \$ (118,033) | \$ 71,131,903 | \$ 27,685,328 | | |
| Cash payments for goods and services | (23,961,384) | - | (12,527,011) | (36,488,395) | (37,909,555) | | |
| Cash payments to employees for services | (13,527,725) | (1,757) | (19,896) | (13,549,378) | (631,305) | | |
| Other operating cash receipts | 184,544 | - | 4,237,034 | 4,421,578 | 3,056,645 | | |
| | <u>29,552,144</u> | <u>4,391,470</u> | <u>(8,427,906)</u> | <u>25,515,708</u> | <u>(7,798,887)</u> | | |
| Net cash provided by (used for) operating activities | | | | | | | |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | | | | | | | |
| Taxes | 955 | - | 3,237 | 4,192 | 3,850 | | |
| Intergovernmental | - | - | 8,863,002 | 8,863,002 | - | | |
| Transfers from other funds | - | - | 5,652,125 | 5,652,125 | - | | |
| Transfers to other funds | (736,590) | - | - | (736,590) | - | | |
| | <u>(735,635)</u> | <u>-</u> | <u>14,518,364</u> | <u>13,782,729</u> | <u>3,850</u> | | |
| Net cash provided by noncapital financing activities | | | | | | | |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | | | | | | |
| Acquisition and construction of capital assets | (30,709,618) | (22,485,942) | (5,701,925) | (58,897,485) | - | | |
| Proceeds from bonds and loans | 51,675,215 | 14,995,000 | 87,899 | 66,758,114 | - | | |
| Principal paid on bonds, notes and loans | (16,585,628) | (7,430,000) | (584,088) | (24,599,716) | - | | |
| Interest paid on bonds, notes, leases and loans | (10,615,095) | (7,375,257) | (254,801) | (18,245,153) | - | | |
| | <u>(6,235,126)</u> | <u>(22,296,199)</u> | <u>(6,452,915)</u> | <u>(34,984,240)</u> | <u>-</u> | | |
| Net cash provided by (used for) capital and related financing activities | | | | | | | |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | | | | | |
| Interest and dividends on investments | (661,315) | 91,658 | 23,149 | (546,508) | 1,079,712 | | |
| Net cash provided by investing activities | <u>(661,315)</u> | <u>91,658</u> | <u>23,149</u> | <u>(546,508)</u> | <u>1,079,712</u> | | |
| Net increase (decrease) in cash and cash equivalents | | | | | | | |
| | 21,920,068 | (17,813,071) | (339,308) | 3,767,689 | (6,715,325) | | |
| Cash and cash equivalents at beginning of year | 43,089,708 | 46,870,801 | 10,370,976 | 100,331,485 | 39,496,917 | | |
| Cash and cash equivalents at end of year | <u>\$ 65,009,776</u> | <u>\$ 29,057,730</u> | <u>\$ 10,031,668</u> | <u>\$ 104,099,174</u> | <u>\$ 32,781,592</u> | | |

(Continued)

Johnson County, Kansas
Statement of Cash Flows
Proprietary Funds (Continued)
For the year ended December 31, 2009

| | Business-type Activities - Enterprise Funds | | | | | | Governmental Activities- Internal Service Funds |
|---|---|----------------------------------|-----------------------|-----------------------|-----------------------|-------|---|
| | Major | | | Non-Major | | | |
| | Unified Wastewater District | Public Building Commission | Total | Total | Total | Total | |
| Reconciliation of operating income to net cash provided by (used for) operating activities | | | | | | | |
| Operating income (loss) | \$ 16,790,931 | \$ 7,186,891 | \$ (9,562,702) | \$ 14,415,120 | \$ (8,824,538) | | |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | | | | | | |
| Depreciation | 11,831,474 | 3,346,077 | 3,268,420 | 18,445,971 | - | | |
| Changes in assets and liabilities: | | | | | | | |
| (Increase) decrease in accounts receivable | (3,348,785) | 203,156 | (1,303,830) | (4,449,459) | (45,150) | | |
| (Increase) in inventory | (16,661) | - | - | (16,661) | - | | |
| Decrease in prepaid expenses | - | - | - | - | 6,866 | | |
| Increase (Decrease) in accounts payable | 1,999,119 | (6,342,897) | 28,797 | (4,314,981) | 50,245 | | |
| Increase (decrease) in salaries and wages payable | (197,698) | (1,757) | (26,599) | (226,054) | (8,933) | | |
| Increase (decrease) in deferred revenue | 2,483,671 | - | (818,938) | 1,664,733 | - | | |
| Increase in compensated absences payable | 10,093 | - | (13,054) | (2,961) | 176 | | |
| Increase in insurance claims payable | - | - | - | - | 1,022,447 | | |
| Total adjustments | 12,761,213 | (2,795,421) | 1,134,796 | 11,100,588 | 1,025,651 | | |
| Net cash provided by (used for) operating activities | \$ 29,552,144 | \$ 4,391,470 | \$ (8,427,906) | \$ 25,515,708 | \$ (7,798,887) | | |
| Deposits including investments | \$ 20,517,673 | \$ 6,644,255 | \$ 9,937,236 | \$ 37,099,164 | \$ 32,781,592 | | |
| Restricted cash and investments | 44,492,103 | 22,413,475 | 94,432 | 67,000,010 | - | | |
| Cash and cash equivalents at the end of year | \$ 65,009,776 | \$ 29,057,730 | \$ 10,031,668 | \$ 104,099,174 | \$ 32,781,592 | | |

The accompanying notes are an integral part of these financial statements

Johnson County, Kansas
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2009

| | | <u>Agency Funds</u> |
|--|-----------|-------------------------|
| ASSETS | | |
| Cash and cash equivalents | \$ | 552,208,361 |
| Receivables (net of allowance for uncollectibles): | | |
| Taxes Receivable | | 403,006,830 |
| Total assets | | <u>955,215,191</u> |
| LIABILITIES | | |
| Accounts payable | | 11,920 |
| Agency obligations | | 955,203,271 |
| Total liabilities | | <u>955,215,191</u> |
| NET ASSETS | <u>\$</u> | <u>-</u> |

The accompanying notes are an integral part of these financial statements.

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Notes to the Financial Statements

1. Summary of Significant Accounting Policies

The accompanying financial statements of Johnson County, Kansas (the County) have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). GASB is the standard setting body for government accounting and financial reporting principles. The accounting policies of the County conform to accounting principles generally accepted in the United States of America (GAAP) applicable to governmental units. The following information summarizes the significant accounting policies of the County.

A. The Reporting Entity

In November 2000, the voters of Johnson County approved the Home Rule Charter, which was developed to restructure the Board of County Commissioners to provide opportunities for County leadership to enhance future growth for the County and its citizens. Prior to January 2003, the Board consisted of five district commissioners and the chair was elected annually from its members on a rotating basis.

On January 16, 2003, the Board was reorganized from five members to seven members with the addition of a Chairman and one additional District Commissioner. The Chairman of the Commission is elected on a countywide basis and serves as a full-time County official. The six District Commissioners serve as part-time County officials and are elected by residents in specific geographical areas, or districts, of the County. The Board meets in regular business session once each week. The Commissioners serve four-year terms with no term limitations.

As required by accounting principles generally accepted in the United States of America, these financial statements present the County (the primary government) and its component units, entities for which the County is considered to be financially accountable. The County has adopted Statement No. 39, *Determining Whether Certain Organizations are Component Units -- an amendment of GASB Statement No. 14*. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government. The primary government and each blended and discretely presented component unit all have a December 31st year end.

Blended Component Unit

Johnson County Public Building Commission (PBC): The Board of County Commissioners serves as the governing body of the PBC. Although a separate legal entity, the PBC is accounted for as an enterprise fund within the County's financial statements because its purpose is to acquire or construct facilities, and lease those facilities to the County and other governmental agencies. The County performs administrative and accounting services for the PBC.

Discretely Presented Component Unit

Johnson County Park and Recreation District (the District): The District is governed by a seven-member board appointed by the Board of County Commissioners. However, the County is financially accountable for the District because the County's commission approves the District's budget and levies taxes. The District is legally separate from the County. Special legislation was created to provide a mechanism for the provision of park and recreational services to Johnson County through the formation of a Park and Recreation District. Such legislation required that a valid petition be submitted to a vote by the Board of County Commissioners. Once the petition was approved by the Commissioners the District was then mandated to provide park and recreational services as outlined in the Kansas Statute 19-2863. Separately issued financial statements are prepared for the District. The District has governmental and enterprise funds.

The District's financial statements include the Parks and Recreation Foundation of Johnson County (the Foundation) as a blended component unit. Although a separate legal entity, the Foundation is accounted for as an enterprise fund within the District's financial statements because its purpose is to acquire or construct facilities, and lease those facilities to the District or other park agencies.

Complete financial statements for each of the individual component units may be obtained at the entity's administrative offices:

Public Building Commission
Office of Financial Management
111 South Cherry Street
Olathe, Kansas 66061

Park and Recreation District
7900 Renner Road
Lenexa, Kansas 66218

B. Government-wide and Fund Financial Statements

The government-wide financial statements consist of the statement of net assets and the statement of activities. These statements report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been eliminated from the government-wide financial statements. 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. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct and indirect expenses that are clearly identifiable of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect expenses are allocated based on the annual Countywide Cost Allocation Plan. 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, including special assessments, that are restricted to meeting the operation 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 provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds, which are fiduciary funds, do not have a 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Governmental funds 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 County considers revenues to be available if they are collected within sixty days of the end of the current fiscal year. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met. Expenditures generally are recorded when the related fund 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.

Licenses, interest, special assessments and charges for services and other miscellaneous revenue are all considered to be susceptible to accrual and have been recognized as revenue in the current fiscal period. Property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing fiscal year and consequently are not subject to accrual. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

A double step-down allocation procedure has been used to distribute costs among central services and to other County departments that receive benefits. The double step-down procedure initially requires a sequential ordering of agencies. Department indirect cost allocations are then made in order selected to all benefiting programs, including cross allocations to other central services. To insure that the cross-benefit of services among central services is fully recognized, a second step down allocation for each central service is made.

The accounts of the County are organized and operated on the basis of individual funds, each of which is defined as a separate accounting entity. The operations of each fund are recorded in a set of self-balancing accounts established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. In accordance with state statutes and County resolutions, several different types of funds are used to record the County's financial transactions. For financial reporting, they are grouped and presented as follows:

The County reports the following major governmental funds:

The **General** fund is the principal operating fund of the County and accounts for all financial transactions of the County, except those required to be accounted for in a separate fund.

The **Capital Projects** fund accounts for financial resources to be used for the acquisition or construction of major capital improvements, other than those financed by proprietary funds.

The County reports the following major proprietary funds:

The **Unified Wastewater District** fund provides sanitary sewer service for residential and business properties inside its service area.

The **Public Building Commission** fund accounts for all activities of the Public Building Commission.

Additionally, the County reports the following fund types:

Governmental Fund Types:

The Debt Service fund accumulates resources to pay maturing principal and interest on general long-term debt, including certain special assessments, which are general obligations of the County, excluding the debt which is accounted for in proprietary funds.

Special Revenue funds provide full budgetary accountability for the proceeds of specific revenue sources that are restricted by law or administrative action to be expended for specified purposes.

Proprietary Fund Types:

Enterprise funds account for operations of which it is the stated intent that the cost of providing a service to the public on a continuing basis be financed or recovered primarily through user charges. An example of an enterprise fund within the County is the transportation fund, which operates the bus system available to the public.

Internal Service funds provide the financing of goods or services provided to other departments of the County or to other governments on a cost reimbursement basis. An example of an internal service fund within the County is the self insured health care fund, which is funded through employer and employee contributions and provides health care benefits to County employees.

Fiduciary Fund Types:

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They are used to account for assets held by the County as an agent for individuals, private organizations or other governmental units. Examples of agency funds within the County are the fire district fund and the medical reimbursement fund.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989 generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected to not follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments and charges between the enterprise funds and various government funds for services provided. Elimination of these transactions would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as 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.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the fund's principal ongoing operations. The principal operating revenues of the County's enterprise and internal service funds are charges for customer services including: rent, wastewater charges, and public transportation fees. Operating expenses for enterprise funds 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 non-operating revenues and expenses.

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

D. Deposits and Investments

Cash from all funds except Public Building Commission, and the Park and Recreation District Component Unit, is pooled for the purpose of increasing income through investment activities. Investments, which have a remaining maturity at time of purchase of one year or less, are stated at fair value, which approximates amortized cost. All other investments are stated at fair value as determined by quoted market prices. Investments principally consist of United States Treasury and Agency securities, certificates of deposit, and cash held in money market funds. Investment income is allocated to the designated funds on the basis of the ending monthly cash balance which is contrary to Kansas State Statutes. That investment income which is not allocated is credited to the General Fund. Interest revenue is susceptible to accrual and has been reported within these financial statements. Cash proceeds from the sale of bonds and general obligation notes are maintained separately and invested primarily in Government Money Market funds and United States Treasury and Agency securities.

All banks and savings associations are required to pledge to the County, the PBC and the District an aggregate market value investment in U.S. Treasury obligations, other U.S. Agency obligations and Kansas municipal bonds to provide a minimum of 100% collateralization for all deposits.

Cash and cash equivalents, for purposes of the statement of cash flows, refer to cash on hand, cash in demand accounts at financial institutions, and short-term, highly liquid investments that are readily convertible to known amounts of cash and so close to maturity that they present insignificant risk of change in value due to changes in interest rates. Because proprietary funds participate in the County's investment pool, their access is equivalent to cash and cash equivalents.

The District internally pools all investments with the exception of Guaranteed Investment Contracts for bond reserve funds and capital projects funds held in escrow by a trustee. Pooled investments for the District are carried at cost, which approximates fair value, and consist principally of certificates of deposits and funds held with the State of Kansas Municipal Investment Pool.

E. Property Tax Receivable

In accordance with governing state statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing fiscal year. Taxes are assessed on a calendar year basis, and are levied and become a lien on the property on November 1st in the year of assessment. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. On December 31, 2009, such taxes are a lien on the property and are recorded as taxes receivable, net of 2.40% uncollected taxes for the current year tax roll, with a corresponding amount recorded as deferred revenue.

F. Other Taxes and Revenues

Recognized state-shared taxes, such as gas tax or liquor tax, represent payments received during the current fiscal period.

Federal and state grant aid is reported as revenue when the related reimbursable expenditures are incurred. Unrestricted aid is reported as revenue in the fiscal year the entitlement is received. Charges for services are generally susceptible to accrual and are recorded as revenue when earned.

Licenses, fees, fines, forfeitures and other revenues are generally not susceptible to accrual and are recorded when received in cash.

G. Inventories

Inventories for the County and the District are valued at cost using the first-in, first-out method. Governmental funds record inventories based upon the consumption method, which recognizes expenditures when consumed rather than when purchased.

H. Prepaid Items

Prepaid items are those paid out in the current year but which benefit future accounting periods. The County and the District record these items as an asset.

I. Restricted Assets

Certain proceeds of the County and District's bonds are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable contract covenants.

J. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County and the District as assets costing \$10,000 or more and having a useful life of five years or more. Infrastructure assets are defined by the County as assets costing \$100,000 or more and having a useful life of five years. Intangible assets are defined by the County as assets costing \$1,000,000 or more and having a useful life of five years. Interest is also included in the capitalization threshold. Capital assets

are recorded at cost or estimates of the original cost. Donated assets are recorded at fair value at the date of the gift.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets may be financed from current cash or the cash proceeds received from the sale of general obligation notes, bonds or certificates of participation.

Depreciation of capital assets, including capital leases, is calculated utilizing the straight-line method over the following estimated useful lives:

| | |
|--------------------------|----------------|
| Buildings and structures | 15 to 50 years |
| Machinery and equipment | 5 to 15 years |
| Infrastructure: | |
| Roads | 15 to 50 years |
| Bridges | 25 to 50 years |
| Other | 5 to 50 years |

K. Special Assessments

As required by state statutes, projects financed in whole or in part by special assessments are financed through the issuance of general obligation bonds which are secured by the full faith and credit of the County. Further, state statutes permit levying additional general ad valorem property taxes in the County Debt Service Fund to finance delinquent special assessments receivable. All non-wastewater special assessments receivable are accounted for within the Debt Service Fund. Special assessments related to Wastewater District projects are accounted for in the Wastewater Enterprise Fund.

All special assessment taxes are levied over a ten to twenty year period and the annual installments are due and payable with annual ad valorem property taxes. The County may foreclose liens against property benefited by special assessments when delinquent. On December 31st, the special assessment taxes levied are a lien on the property and are recorded as receivables in the Debt Service Fund with a corresponding amount recorded as deferred revenue. For the Unified Wastewater District, receivables and corresponding revenue are recorded for special assessments.

L. Compensated Absences

The County and the Park and Recreation District (the District) permit full-time and certain part-time employees to accumulate vacation based upon tenure, with most employees limited to a maximum of 24 calendar days. Upon termination or resignation from County or the District service, employees are entitled to payment for their maximum allowable accrued vacation earned prior to termination or resignation.

All full-time and certain part-time employees of the County and the District accrue sick leave at the rate of one calendar day per month for full-time, and one-half day for part-time employees, with no maximum accumulation. Upon separation from service, employees are compensated for 20% of unused sick pay.

Vacation and sick pay are recorded as a liability at 100% of accrued vacation and 20% of accrued sick time for both the County and the District. Accrued vacation and sick pay for the County and the District is calculated using the current salary rate of employees and reflects the vested portion. In the governmental fund types, the amount of vacation and sick leave benefits included in expenditures for the current year represents the amount liquidated during the year with expendable available resources for both the County and the District. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

In proprietary funds within the County and the District, vacation and sick pay benefits are accrued when incurred, and reported as a fund liability/expense.

M. Long-term obligations

In the government-wide financial statements, and proprietary fund types in the 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 assets.

In the fund financial statements, governmental fund types report the face amount of debt issued 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 received, are reported as debt service expenditures.

N. Fund Equity

Reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

O. Reserved and Designated Fund Balances

The fund balances of the governmental fund types include the following reserves and designations which indicate that a portion of fund balance is not appropriable for expenditure or is legally segregated for a specific future use:

- ◆ Reserved for prepaid items is used to segregate a portion of fund balance to indicate that prepaid items do not represent available or spendable resources.
- ◆ Reserved for public safety is used to segregate the portion of fund balance created by the ¼-cent (public safety) sales tax.
- ◆ Reserved for encumbrances is used to segregate a portion of fund balance for outstanding encumbrances at year end.
- ◆ Designated for debt service is used to segregate a portion of fund balance for debt service resources restricted to the payment of general long-term debt principal and interest amounts maturing in future years.
- ◆ Designated for working capital in the General Fund is calculated based on current County policy. The actual dollar amount is based on various factors to ensure the County will be able to meet cash flow requirements, to provide contingencies for unpredictable revenue sources, and to meet debt service requirements and debt covenants. It is designed to generate a reserve amount between 10% and 15% of estimated annual General Fund annual budgeted revenues. In the Debt Service Fund working capital is 5% of next year's principal and interest payments.
- ◆ Designated for restricted agencies is used to segregate a portion of fund balance designated for funding various activities.

| Johnson County General Fund | | |
|---|----|------------|
| Designated Fund Balance at December 31, 2009 | | |
| For Working Capital | \$ | 16,145,687 |
| For Restricted Agencies | | 3,232,815 |
| Total | \$ | 19,378,502 |

P. Prior Year Data/Reclassifications

Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year’s presentation.

Q. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of certain assets, liabilities, revenues, expenditures, expenses, and other disclosures. Accordingly, actual results could differ from those estimates.

2. Stewardship, Compliance and Accountability

A. Budgetary Information

The County is required by state statutes to adopt annual budgets for the General Fund, Special Revenue funds (except Register of Deeds Technology, Library Gift, and Equipment Reserve), Debt Service Fund, Enterprise funds (except PBC) and Internal Service funds (except Self-Insured Health Care).

The District is required by state statute to adopt annual budgets for the General Fund, Employee Benefit Fund and the General Obligation Bond Retirement Fund. A statutory budget is also required for the District’s Enterprise fund.

The statutes provide for the following sequence and timetable in the adoption of the legal annual Capital and Operating Budget (the budget) for both the County and the District:

1. Preparation of the preliminary budget for the succeeding calendar year on or before July 1st.
2. Publication of the proposed budget in local newspaper and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

State statutes provide that the County and the District may not legally exceed the aggregate total of budgeted expenditures in any individual fund. The legal level of budgetary control is the aggregate total at the fund level. The County Manager, without approval of the governing body, may approve transfers between individual expenditure classifications (e.g. General Government, Public Safety). No increase in total expenditure authority for a fund may be made, except through the public hearing process described below.

State statutes permit original budgets to be increased for previously unbudgeted increases in revenue other than ad valorem property taxes. The County and the District must first hold a

public hearing to amend the budget. The governing body may amend the budget at the time of the public hearing.

All legal operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. For budgetary purposes, revenues are recognized when the revenues are both measurable and available to finance expenditures of the current fiscal period. Changes in fair value of investments are recorded for GAAP basis but not for budgetary basis. 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. Encumbrances outstanding at year end are reported as reservations of fund balances for governmental funds and do not constitute expenditures or liabilities because the commitments will be honored in the subsequent year. Unencumbered appropriations lapse at the end of the year. Inventory is recorded as an asset for governmental fund types for GAAP basis but not for budgetary basis.

A reconciliation of revenues and expenditures/expenses under GAAP to budgeted revenues and expenditures/expenses for the Primary Government is as follows:

| Reconciliation of Fund Balance Budgetary Basis to GAAP Basis for the General Fund | |
|--|-----------------------|
| Fund balance, budgetary basis | \$ 97,978,162 |
| Investments change in fair value | 983,599 |
| Current Year Encumbrances | 971,553 |
| Inventory | 642,921 |
| GAAP Contractual | - |
| GAAP Interfund Transfers Out | 1,677,419 |
| Fund balance, GAAP basis | <u>\$ 102,253,654</u> |

3. Deposits and Investments

The County has adopted a formal investment policy. The primary objectives for investments are (in order of priority) preservation of capital and protection of principal, security of County funds and investments, maintenance of sufficient liquidity to meet operating needs, diversification of investments to avoid unreasonable or avoidable risks, and maximization of return on the investments. All available funds shall be invested in conformance with legal and administrative guidelines at the highest rates obtainable at the time of investment. Investments shall be managed in a manner responsive to the public trust and consistent with state and local law.

State statutes authorize the County to invest in United States Treasury and Agency securities, collateralized public deposits, and the State of Kansas Municipal Investment Pool, certain money market securities and funds, and investment agreements with financial institutions. The County's cash manager will apply the "prudent investor" rule, which 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 as the probable income to be derived."

State statutes authorize the District to invest in collateralized public deposits, obligations of the United States government, its agencies and instrumentalities and State of Kansas Municipal Investment Pool. Restricted assets for the District consist of investments held by the trustee for future qualified capital expenditures and bond reserve funds.

As of December 31, 2009, the County had the following investments:

| Johnson County's Schedule of Investments at December 31, 2009 | | | | |
|--|-------------------|-----------------------|----------------|----------------|
| | Interest Rates | Maturities | Par Value | Fair Value |
| County Investments: | | | | |
| Money Market Mutual Funds | 0.02-0.06% | On demand | \$ 434,110,938 | \$ 434,110,938 |
| Certificate of Deposit | 0.15-1.99% | 01/04/2010-08/27/2010 | 7,500,000 | 7,500,000 |
| Kansas Municipal Investment Pool | | | 6,969 | 6,969 |
| Municipal Bonds (Wichita) | | | | |
| Treasury Securities - Discount | 0.17-0.17% | 07/01/2010-07/01/2010 | 30,000,000 | 29,967,507 |
| Treasury Securities - Coupon | 0.83-1.10% | 11/30/2011-12/31/2011 | 70,000,000 | 69,680,502 |
| Federal Agency Issues - Coupon: | | | | |
| Federal Farm Credit Bank | 0.90-4.87% | 09/30/2010-09/24/2013 | 52,738,000 | 53,676,778 |
| Federal Home Loan Bank | 0.95-5.25% | 02/05/2010-12/30/2013 | 175,715,000 | 177,701,788 |
| Federal Home Loan Mtge Corp | 1.26-4.78% | 03/01/2010-08/27/2013 | 59,504,000 | 60,032,759 |
| Federal National Mtge Association | 1.31-5.45% | 01/15/2010-12/30/2013 | 58,726,000 | 59,345,480 |
| Total County Investments | | | \$ 888,300,907 | 892,022,721 |
| Funds held with Trustee (Restricted for Refunded Debt): | | | | |
| Debt securities: | | | | |
| U.S. Government | | | | - |
| Accrued Interest (held with Trustee) | | | | 18,418,970 |
| Total Investments | | | | \$ 910,441,691 |

The maturities of the County's investments as of December 31, 2009, were classified as shown below:

| Johnson County's Schedule of Investments at December 31, 2009 | | | |
|--|--------------------------------|----------------|----------------|
| | Investment Maturities in Years | | |
| | Fair Value | Less than 1 | 1-5 |
| Money Market Mutual Funds | \$ 434,110,938 | \$ 434,110,938 | \$ - |
| Certificate of Deposit | 7,500,000 | 7,500,000 | - |
| Kansas Municipal Investment Pool | 6,969 | 6,969 | - |
| Municipal Bonds (Wichita) | - | - | - |
| Treasury Securities - Discount | 29,967,507 | 29,967,507 | - |
| Treasury Securities - Coupon | 69,680,502 | - | 69,680,502 |
| Federal Agency Issues - Coupon: | | | |
| Federal Farm Credit Bank | 53,676,778 | 1,216,898 | 52,459,880 |
| Federal Home Loan Bank | 177,701,788 | 55,696,956 | 122,004,832 |
| Federal Home Loan Mtge Corp | 60,032,759 | 14,701,800 | 45,330,959 |
| Federal National Mtge Association | 59,345,480 | 7,630,459 | 51,715,021 |
| Total County Investments | \$ 892,022,721 | \$ 550,831,527 | \$ 341,191,194 |

The District has investments held in the State Municipal Investment Pool, in various Guaranteed Investment Contracts, in U.S. Treasury Bonds, and in a Security Bank of Kansas City Money Market

Investment. The State Treasurer operates the municipal investment pool. This pool is not a Security Exchange Commission (SEC) registered pool. The pool's fair value, listed below, is the same as the value of the pool shares. The Pooled Money Investment Board provides regulatory oversight for this pool.

Restricted Investments for the District are held by the Trustee in various Guaranteed Investment Contracts and Money Market Investments for bond reserves and future capital expenditures. These investments are authorized by the bond covenants. The District had the following investments as of December 31, 2009:

| Component Unit | | | | | |
|---|---------|----------------|------------------|---------------|---------------|
| Schedule of Investments at December 31, 2009 | | | | | |
| | Rating | Interest Rates | Maturities | Par Value | Fair Value |
| District Investments: | | | | | |
| Kansas Municipal Investment Pool | AAAf/S1 | N/A | Current-180 days | \$ 12,763,995 | \$ 12,763,995 |
| Guaranteed Investment Contracts: | | | | | |
| FSA Capital Management Service | N/A | N/A | 9/1/2021 | 525,000 | 525,000 |
| First Union National Bank | N/A | N/A | 9/1/2018 | 87,128 | 87,128 |
| Repurchase Agreement | N/A | N/A | 8/15/2015 | 478,372 | 478,372 |
| SBKC Money Market Investment | AAAm | N/A | Current | 3,284,475 | 3,284,475 |
| U.S. Government Obligations | N/A | N/A | 9/23/2018 | 318,746 | 318,746 |
| | | | | \$ 17,457,716 | \$ 17,457,716 |

Interest Rate Risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater is the sensitivity of its fair value to changes in market interest rates. As a means to limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy limits its investment operating portfolio to maturities with a weighted average of less than eighteen months and its long-term portfolio to maturities with a weighted average of less than three years. As of December 31, 2009, the County's combined weighted average of all investments is 356 days.

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to the government. Investments are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government and are held by the counterparty or the counterparty's trust department but not in the government's name. All deposits were fully insured by the Federal Deposit Insurance Corporation (F.D.I.C.), or fully collateralized by collateral held by the County or its agents in the County's name. The County's investment policies and procedures state that all investments shall be held in the name of the Johnson County Treasurer but the County does not currently have an investment policy that addresses custodial credit risk.

All deposits were fully insured by the Federal Deposit Insurance Corporation (F.D.I.C.), or fully collateralized by collateral held by the District or its agents in the District's name. All investments are held by the District in the District or its agent's name.

Credit Risk. As of December 31, 2009, County funds not held in depository accounts had been invested in certificates of deposits, Government money market funds, the state municipal investment pool, U.S. Treasury notes and the following Government Sponsored Enterprise (GSE) Notes, Federal Farm Credit Bank, Federal Home Loan Bank, Federal Home Loan Mortgage Corporation and Federal

National Mortgage Association Notes. The GSE Notes are rated AAA by Moody's Investor Service. Government money market mutual funds are primarily invested in the above mentioned GSE's and repurchase agreements collateralized with GSE's. The Municipal Investment Pool Portfolio is rated AAAf/S1+ by Standard & Poor's.

The District limits investments to those permitted by State Statute or bond covenants and has no formal investment policy that would further limit its investment choices.

Concentration of Credit Risk. At December 31, 2009, of total cash and investments, the County invested 23% in coupons, 3% in discount notes and 14% in callable notes. The County's investment policy permits up to 80% to be invested in coupons and 30% in callable notes at any given point in time. It allows up to 65% in discount notes during peak tax collection periods (from December 10th through January 20th and from June 10th through July 20th each year) and 50% the remainder of the year. The policy also permits up to 50% in money markets and the Kansas Municipal Investment Pool during peak tax collection periods (from December 10th through January 20th and from June 10th through July 20th each year) and 25% for both the remainder of the year. Additionally, the policy permits 100% in demand deposits, certificates of deposits and treasury notes. The District places no limit on the amount that is invested with any one issuer.

The following is a breakdown of the County's cash by fund type:

| Reconciliation of Cash | | | |
|-------------------------------|---------------------------|------------------------|-----------------------|
| | Deposits Including | Restricted Cash | |
| | Investments | and Investments | Total |
| Government-type activities | \$ 254,014,020 | \$ 2,523,225 | \$ 256,537,245 |
| Business-type activities | 37,099,164 | 67,000,010 | 104,099,174 |
| Agency funds | 552,208,361 | - | 552,208,361 |
| Total | \$ 843,321,545 | \$ 69,523,235 | \$ 912,844,780 |

The following is a breakdown of the County's investments by issuer:

| Issuer | Par value | Market Value |
|--|-----------------------|-----------------------|
| Fidelity | \$ 197,107,070 | \$ 197,107,070 |
| Merril Lynch | 94,895,216 | 94,895,216 |
| JP Morgan | 142,032,380 | 142,032,380 |
| Federated | 76,272 | 76,272 |
| SMP 16 | 6,969 | 6,969 |
| Freedom Bank | 1,000,000 | 1,000,000 |
| US Bank | 2,000,000 | 2,000,000 |
| The Equity Bank | 1,000,000 | 1,000,000 |
| Bank of the West | 1,000,000 | 1,000,000 |
| Commerce Bank | 2,500,000 | 2,500,000 |
| Treasury Securities - Discount | 30,000,000 | 29,967,507 |
| Treasury Securities - Coupon | 70,000,000 | 69,680,502 |
| Federal Farm Credit Bank | 52,738,000 | 53,676,778 |
| Federal Home Loan Bank | 175,715,000 | 177,701,788 |
| Federal Home Loan Mortgage Corporation | 59,504,000 | 60,032,759 |
| Federal National Mortgage Association | 58,726,000 | 59,345,480 |
| Total | \$ 888,300,907 | \$ 892,022,721 |

At year-end, a reconciliation of deposits and investments is as follows:

| Reconciliation of Deposits and Investments | | |
|---|-----------------------|----------------------|
| | Primary Government | Component Unit |
| Cash on hand | \$ 43,660 | \$ - |
| Carrying amount of deposits | 2,359,429 | 1,439,862 |
| Carrying amount of investments | 910,441,691 | 17,457,716 |
| Total deposits and investments | <u>\$ 912,844,780</u> | <u>\$ 18,897,578</u> |
| Deposits including investments | \$ 843,321,545 | \$ 13,899,030 |
| Restricted cash and investments | 69,523,235 | 4,998,548 |
| Total deposits and investments | <u>\$ 912,844,780</u> | <u>\$ 18,897,578</u> |

A breakdown of the Park and Recreation District's cash by fund type is below:

| Reconciliation of Component Unit Cash | | | |
|--|----------------------------|-----------------------------|----------------------|
| | Governmental Activities | Business-type Activities | Total |
| Deposits including investments | \$ 10,601,929 | \$ 3,297,101 | \$ 13,899,030 |
| Restricted cash and investments | 2,617,819 | 2,380,729 | 4,998,548 |
| Total | \$ 13,219,748 | \$ 5,677,830 | \$ 18,897,578 |

4. Receivables

Receivables are comprised of the following as of December 31, 2009:

| Accounts Receivable Fiscal Year 2009 | | | | | | |
|---|-----------------------|------------------------|---------------------|------------------------|-------------------------------------|-----------------------|
| | Taxes Receivable | Accounts Receivable | Grant Receivable | Interest Receivable | Special Assessment Receivable | Total |
| Governmental Activities | \$ 169,599,752 | \$ 6,126,864 | \$ 1,890,697 | \$ 2,247,605 | \$ 7,072 | \$ 179,871,990 |
| Business Type Activities | - | 36,113,944 | 1,699,169 | 133,326 | 902,818 | 38,849,257 |
| | <u>\$ 169,599,752</u> | <u>\$ 42,240,808</u> | <u>\$ 3,589,866</u> | <u>\$ 2,380,931</u> | <u>\$ 909,890</u> | <u>\$ 218,721,247</u> |

5. Capital Assets

The accompanying government-wide financial statements include those infrastructure assets that were either completed during the fiscal year or considered construction in progress at year-end.

The following is the detail of capital assets as of December 31, 2009:

Primary Government

| | December 31, | | | December 31, |
|--|----------------|---------------|----------------|----------------|
| | 2008 | Increases | Decreases | 2009 |
| Governmental activities: | | | | |
| Capital assets, not being depreciated | | | | |
| Land | \$ 20,278,882 | | | \$ 20,278,882 |
| Construction in progress | 36,771,538 | 14,312,543 | (1,379,562) | \$ 49,704,519 |
| Total capital assets, not being depreciated | 57,050,420 | 14,312,543 | (1,379,562) | 69,983,401 |
| Capital assets, being depreciated | | | | |
| Buildings | 91,485,722 | - | - | 91,485,722 |
| Improvements other than buildings | 3,966,842 | 621,103 | (25,000) | 4,562,945 |
| Machinery and Equipment | 31,537,099 | 1,885,236 | (3,146,722) | 30,275,613 |
| Infrastructure | 80,299,203 | 563,695 | - | 80,862,898 |
| Total capital assets being depreciated | 207,288,866 | 3,070,034 | (3,171,722) | 207,187,178 |
| Less accumulated depreciation for: | | | | |
| Buildings | (40,481,066) | (2,036,124) | - | (42,517,190) |
| Improvements other than buildings | (1,286,840) | (173,580) | 3,438 | (1,456,982) |
| Machinery and Equipment | (24,157,865) | (2,334,603) | 3,119,471 | (23,372,997) |
| Infrastructure | (33,735,820) | (2,836,301) | - | (36,572,121) |
| Total accumulated depreciation | (99,661,591) | (7,380,608) | 3,122,909 | (103,919,290) |
| Total capital assets, being depreciated, net | 107,627,275 | (4,310,574) | (48,813) | 103,267,888 |
| Governmental activities capital assets, net | \$ 164,677,695 | \$ 10,001,969 | \$ (1,428,375) | \$ 173,251,289 |

| | December 31, | | | December 31, |
|--|----------------|---------------|----------------|----------------|
| | 2008 | Increases | Decreases | 2009 |
| Business-type activities: | | | | |
| Capital assets, not being depreciated | | | | |
| Land | \$ 6,485,402 | \$ - | \$ - | \$ 6,485,402 |
| Construction in progress | 284,399,194 | 58,989,817 | (5,348,067) | 338,040,944 |
| Total capital assets, not being depreciated | 290,884,596 | 58,989,817 | (5,348,067) | 344,526,346 |
| Capital assets, being depreciated | | | | |
| Buildings | 202,500,034 | 5,313,531 | - | 207,813,565 |
| Improvements other than buildings | 173,863,802 | 527,952 | - | 174,391,754 |
| Machinery and Equipment | 258,928,053 | 4,904,513 | (173,190) | 263,659,376 |
| Infrastructure | 191,642 | - | - | 191,642 |
| Total capital assets being depreciated | 635,483,531 | 10,745,996 | (173,190) | 646,056,337 |
| Less accumulated depreciation for: | | | | |
| Buildings | (68,328,107) | (5,128,440) | - | (73,456,547) |
| Improvements other than buildings | (73,342,964) | (8,364,284) | - | (81,707,248) |
| Machinery and Equipment | (224,129,073) | (4,943,665) | 171,347 | (228,901,391) |
| Infrastructure | (39,127) | (9,582) | - | (48,709) |
| Total accumulated depreciation | (365,839,271) | (18,445,971) | 171,347 | (384,113,895) |
| Total capital assets being depreciated, net | 269,644,260 | (7,699,975) | (1,843) | 261,942,442 |
| Business-type activities capital assets, net | \$ 560,528,856 | \$ 51,289,842 | \$ (5,349,910) | \$ 606,468,788 |

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

| Governmental activities | |
|--|---------------------|
| General Government | \$ 980,684 |
| Public Works | 3,562,740 |
| Public Safety | 1,340,439 |
| Health and Welfare | 538,775 |
| Planning and Economic Development | 26,603 |
| Culture and Recreation | 931,367 |
| Total depreciation expense for governmental activities | <u>\$ 7,380,608</u> |

| Business-type activities | |
|---|----------------------|
| Airport Fund | \$ 1,611,609 |
| Public Building Commission Fund | 3,346,077 |
| Transportation Fund | 1,656,811 |
| Unified Wastewater District Fund | 11,831,474 |
| Total depreciation expense for business-type activities | <u>\$ 18,445,971</u> |

Discretely presented component unit

A summary of changes in governmental activities and business-type activities capital assets follows:

| | December 31, | | | December 31, |
|--|----------------------|---------------------|-----------------------|----------------------|
| | 2008 | Increases | Decreases | 2009 |
| Governmental activities: | | | | |
| Capital assets, not being depreciated | | | | |
| Land | \$ 49,115,225 | \$ 1,818,670 | \$ - | \$ 50,933,895 |
| Construction in progress | 10,309,996 | - | (4,675,976) | 5,634,020 |
| Total capital assets, not being depreciated | <u>59,425,221</u> | <u>1,818,670</u> | <u>(4,675,976)</u> | <u>56,567,915</u> |
| Capital assets, being depreciated | | | | |
| Buildings | 12,596,101 | 680,239 | (320,000) | 12,956,340 |
| Improvements other than buildings | 23,129,400 | 4,564,358 | (7,670) | 27,686,088 |
| Machinery and Equipment | 2,949,009 | 267,946 | (66,397) | 3,150,558 |
| Infrastructure | 10,902 | - | - | 10,902 |
| Total capital assets being depreciated | <u>38,685,412</u> | <u>5,512,543</u> | <u>(394,067)</u> | <u>43,803,888</u> |
| Less: accumulated depreciation for: | | | | |
| Buildings | (2,519,927) | (317,210) | 180,609 | (2,656,528) |
| Improvements other than buildings | (10,579,805) | (953,912) | 3,371 | (11,530,346) |
| Machinery and Equipment | (2,198,822) | (193,505) | 61,982 | (2,330,345) |
| Infrastructure | (10,902) | - | - | (10,902) |
| Total accumulated depreciation | <u>(15,309,456)</u> | <u>(1,464,627)</u> | <u>245,962</u> | <u>(16,528,121)</u> |
| Total capital assets, being depreciated, net | <u>23,375,956</u> | <u>4,047,916</u> | <u>(148,105)</u> | <u>27,275,767</u> |
| Governmental activities capital assets, net | <u>\$ 82,801,177</u> | <u>\$ 5,866,586</u> | <u>\$ (4,824,081)</u> | <u>\$ 83,843,682</u> |

| | December 31, | | December 31, | |
|--|---------------|--------------|--------------|---------------|
| | 2008 | Increases | Decreases | 2009 |
| Business-type activities: | | | | |
| Capital assets, not being depreciated | | | | |
| Land | \$ 4,240,976 | \$ - | \$ - | \$ 4,240,976 |
| Construction in progress | 42,442 | - | (108) | 42,334 |
| Total capital assets, not being depreciated | 4,283,418 | - | - | 4,283,310 |
| Capital assets, being depreciated | | | | |
| Buildings | 7,219,173 | - | (659,725) | 6,559,448 |
| Improvements other than buildings | 9,313,029 | 26,334 | - | 9,339,363 |
| Machinery and Equipment | 2,902,208 | 204,874 | (2,680) | 3,104,402 |
| Total capital assets being depreciated | 19,434,410 | 231,208 | (662,405) | 19,003,213 |
| Less accumulated depreciation for: | | | | |
| Buildings | (2,667,806) | (168,343) | 571,107 | (2,265,042) |
| Improvements other than buildings | (7,275,691) | (368,189) | - | (7,643,880) |
| Machinery and Equipment | (2,545,028) | (94,849) | 2,680 | (2,637,197) |
| Total accumulated depreciation | (12,488,525) | (631,381) | 573,787 | (12,546,119) |
| Total capital assets being depreciated, net | 6,945,885 | (400,173) | (88,618) | 6,457,094 |
| Business-type activities capital assets, net | \$ 11,229,303 | \$ (400,173) | \$ (88,618) | \$ 10,740,404 |

Depreciation expense in the amount of \$1,464,627 for the component unit's governmental activities was charged to culture and recreation.

6. Interfund Balances and Transfers

Interfund balances occur when one fund incurs expenses for another fund. For 2009, the Public Building Commission owes the General Fund for certain expenses, and the Airport owes the General Fund for money advanced to purchase land and associated property. Amounts due to and from other funds as of December 31, 2009 are as follows:

An interfund transfer is a movement of monies from one fund to another for current purposes. Frequently it involves the transfer of money from the fund authorized to raise the money to the fund authorized to spend it.

| Interfund Balances at December 31, 2009 | | |
|---|-----------------------|-------------------------|
| | Due to Other Funds | Due from Other Funds |
| Major Funds | | |
| General Fund | \$ - | \$ 2,100,551 |
| Public Building Commission | 1,677,417 | - |
| Non-Major Enterprise Funds | | |
| Airport | 423,134 | - |
| Total | \$ 2,100,551 | \$ 2,100,551 |

Interfund operating transfers for the year ended December 31, 2009, are as follows:

| Interfund Transfers: | | | | | | | | |
|------------------------------|--------------------|-----------------------|-----------------------------|----------------------------|------------------------------|----------------------------|----------------------------------|----------------------|
| | General Fund | Capital Projects Fund | Unified Wastewater District | Public Building Commission | Non-Major Governmental Funds | Non-Major Enterprise Funds | Non-Major Internal Service Funds | Total Transfers Out |
| Transfer From | | | | | | | | |
| General Fund | \$ - | \$ 3,955,687 | \$ - | \$ - | \$ 2,777,861 | \$ 5,652,125 | \$ - | \$ 12,385,673 |
| Capital Projects Fund | 435,262 | - | - | 3,058,188 | 13,292 | - | - | 3,506,742 |
| Unified Wastewater District | 736,590 | - | - | - | - | - | - | 736,590 |
| Public Building Commission | - | - | - | - | - | - | - | - |
| Non-Major Governmental Funds | 390,524 | 30,902,484 | - | 940,000 | 2,513,989 | - | - | 34,746,997 |
| Non-Major Enterprise Funds | - | - | - | - | - | - | - | - |
| Non-Major Internal Funds | - | - | - | - | - | - | - | - |
| Total Transfers In | \$1,562,376 | \$ 34,858,171 | \$ - | \$ 3,998,188 | \$ 5,305,142 | \$ 5,652,125 | \$ - | \$ 51,376,002 |

Transfers from the General Fund and non-major governmental funds were primarily to the Capital Projects Fund and the Public Building Commission to fund capital projects as budgeted. The General Fund also transferred operating subsidies to the Transportation (a non-major enterprise) fund. Transfers from the Capital Projects fund to the General Fund and the Public Building Commission were for unexpended funds at the end of a capital project. Funds were also transferred from the General fund to the non-major governmental fund for equipment reserves.

Transfers from a major enterprise fund, the Unified Wastewater, were to reimburse the General fund for various costs. Transfers from non-major governmental funds were primarily to the Capital Projects fund for budgeted capital projects and to the non-major governmental funds to provide budgeted revenue for debt service, and to reimburse the General Fund for various costs.

Transfers for the government-wide Statement of Activities for the year ended December 31, 2009 have been summarized below:

| Transfer From | Transfers |
|--|---------------------|
| Governmental activities to Business-type activities | |
| General to Non-Major Enterprise | \$ 5,652,125 |
| Capital Projects to Public Building Commission | 3,058,188 |
| Non-Major Governmental to Public Building Commission | 940,000 |
| Business-type activities to Governmental activities | |
| Unified Wastewater to General | (736,590) |
| Total Transfers - Statement of Activities | \$ 8,913,723 |

7. Assets under Capital Leases

The County and the Park and Recreation District have entered into various leases for land, buildings, equipment and vehicles, which have bargain purchase options and have been classified in the financial statements as capital leases. The following table details property under capital leases by major classification at December 31, 2009:

| Assets Under Capital Lease | | |
|-------------------------------|-------------------------|-------------------|
| | Governmental Activities | Component Unit |
| Machinery and equipment | \$ 36,575 | \$ 598,998 |
| Less accumulated depreciation | (16,459) | (118,996) |
| Total | \$ 20,116 | \$ 480,002 |

8. Debt

A. Governmental Activities Long-Term Debt

1. Changes in Governmental Activities Long-Term Debt

The following table summarizes the changes in governmental activities long-term debt of the County for the year ended December 31, 2009:

| Summary of Governmental Activities Debt for the year ended December 31, 2009 | | | | | |
|--|----------------------|---------------------|---------------------|----------------------|---------------------|
| Primary Government | Outstanding | Additions | Reductions | Outstanding | Due Within |
| | January 1 | | | December 31 | One Year |
| Bonds: | | | | | |
| General obligation | \$ 8,548,340 | \$ 2,361,886 | \$ 2,272,493 | \$ 8,637,733 | \$ 4,033,458 |
| Plus: bond premium | 16,475 | 169,505 | 4,351 | 181,629 | - |
| Less: deferred amounts | (18,555) | (161,339) | (4,830) | (175,064) | - |
| Special obligation | 12,405,000 | - | 1,570,000 | 10,835,000 | 1,560,000 |
| Special assessment | 18,473 | - | 7,873 | 10,600 | 10,600 |
| Compensated absences | 17,059,353 | 1,107,718 | 1,073,014 | 17,094,057 | 1,192,359 |
| Other post employment benefits | 6,766,318 | 1,143,657 | - | 7,909,975 | - |
| Capital lease obligations | 27,813 | - | 7,023 | 20,790 | 7,430 |
| Total | \$ 44,823,217 | \$ 4,621,427 | \$ 4,929,924 | \$ 44,514,720 | \$ 6,803,847 |

For the governmental activities, claims and judgments and compensated absences are generally liquidated by the general fund.

2. Governmental Activities General and Special Obligation Bonds

At December 31, 2009, governmental activities general and special obligation bonds consist of the following:

| Outstanding Governmental Activities General and Special Obligation Bonds as of December 31, 2009 | | | | |
|---|----------------------|----------------------|--------------|----------|
| Primary Government | Original | Current | Interest | Original |
| | Issue | Bonds | | Term in |
| | Amount | Outstanding | Rates | Years |
| 1998B Library | \$ 1,890,000 | \$ 735,000 | 3.800-4.600% | 16 |
| 1999A | 7,572,376 | 100,000 | 4.500-5.500% | 20 |
| 2001B Library | 3,390,000 | 2,215,000 | 4.300-5.000% | 20 |
| 2001C | 300,000 | 52,000 | 2.500-4.150% | 10 |
| 2002A | 3,877,979 | 1,253,848 | 5.000-5.250% | 10 |
| 2002B | 10,415,000 | 3,424,999 | 2.250-3.700% | 10 |
| 2002C | 8,600,000 | 2,655,000 | 2.000-3.800% | 11 |
| 2003A | 985,000 | 385,000 | 1.000-3.800% | 10 |
| 2004B | 4,445,000 | 4,100,000 | 3.125-4.000% | 15 |
| 2005A | 1,245,000 | 1,060,000 | 4.000-4.750% | 20 |
| 2008C | 1,410,000 | 1,130,000 | 3.000-3.875% | 10 |
| 2009C | 29,312 | 29,312 | 3.000-3.000% | 2 |
| 2009C | 2,332,574 | 2,332,574 | 3.000-3.000% | 3 |
| Total | \$ 46,492,241 | \$ 19,472,733 | | |

On December 17, 2009, the County issued \$16,855,000 of Internal Improvement Refunding Bonds, Series 2009C, to crossover refund three outstanding internal improvement bond issues with nine different purposes. For governmental activities, \$2,361,886 of the \$16,855,000 will be used to crossover refund issues 2001C and 2002B.

The 2009C Bonds were structured as a “crossover” advance refunding, in which the proceeds of the Bonds (new issue) are placed in an escrow account. These proceeds and their earnings are structured to pay interest on the Bonds until September 1, 2010 (the call date of the Refunded Bonds), at which time the escrow account will crossover and prepay the entire remaining principal of the Refunded Bonds. The County will continue to pay the originally scheduled debt service payments on the Refunded Bonds until the September 1, 2010 call date. After the call date, the County will cross over and begin making debt service payments on the Bonds, taking advantage of the lower interest rates. The Series 2009C Bonds related to governmental activities mature in years 2011 through 2012 and have an interest rate of 3.00%.

The bond premium for the governmental activities portion of the 2009C Series was recorded in the amount of \$169,505. As of December 31, 2009, the remaining balance of the bond premium was \$166,870. Also the deferred refunding for the governmental activities portion of the 2009C Series was recorded in the amount of \$161,339 and represents the difference between the reacquisition price and the net carrying amount of the old debt and is being amortized to interest expense annually.

The series 2009C Refunding Bonds resulted in an economic gain (the difference between the present value of the old and the new debt service payments) of \$1,621,765 and a reduction of \$1,894,298 in the net future value debt service payments for the County over the next 10 years.

Remaining debt service requirements for general and special obligation bonds will be paid from the Debt Service Fund of the Primary Government with future property tax revenues.

Annual debt service requirements to maturity for governmental activities general and special obligation bonds are as follows:

| Debt Service Requirements Governmental Activities for General and Special Obligation Bonds | | | |
|---|---------------|--------------|---------------|
| Primary Government | Principal | Interest | Total |
| 2010 | 5,593,458 | \$ 728,550 | \$ 6,322,008 |
| 2011 | 3,324,515 | 543,985 | 3,868,500 |
| 2012 | 3,349,760 | 424,005 | 3,773,765 |
| 2013 | 1,415,000 | 300,266 | 1,715,266 |
| 2014 | 930,000 | 245,371 | 1,175,371 |
| 2015-2019 | 4,130,000 | 696,665 | 4,826,665 |
| 2020-2024 | 640,000 | 90,014 | 730,014 |
| 2025-2029 | 90,000 | 4,275 | 94,275 |
| Total | \$ 19,472,733 | \$ 3,033,131 | \$ 22,505,864 |

3. Governmental Activities Special Assessment Bonds

As explained in Note 1.K., Summary of Significant Accounting Policies, the County has made a commitment to pay special assessment bonds in the event less than sufficient revenues are

collected for the required debt service. At December 31, 2009, governmental activities special assessment bonds outstanding consist of the following:

| Outstanding Governmental Activities Outstanding Special Assessment Bonds as of December 31, 2009 | | | | |
|---|-----------------------------|---------------------------------|-------------------|------------------------------|
| | Original Issue Amount | Current Bonds Outstanding | Interest Rates | Original Term in Years |
| 2001C | \$ 63,000 | \$ 10,600 | 2.75-4.75% | 10 |

Remaining debt service requirements for special assessment bonds with governmental commitment will be paid from the Debt Service Fund with future special assessment tax revenues.

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

| Debt Service Requirements Governmental Activities for Special Assessment Bonds | | | |
|---|-----------|----------|-----------|
| | Principal | Interest | Total |
| 2010 | \$ 10,600 | \$ 392 | \$ 10,992 |

4. Capital Leases

As explained in Note 7, the County has entered into various capital leases for assets. The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2009 were as follows:

| Future Minimum Lease Payments | |
|---|----------------------------|
| Year Ending December 31: | Governmental Activities |
| 2010 | 8,412 |
| 2011 | 8,412 |
| 2012 | 5,608 |
| Total minimum lease payments | 22,432 |
| Less amounts representing interest | 1,642 |
| Present value of minimum lease payments | \$ 20,790 |

5. Debt Margin

The County has an available debt margin of \$662,976,920 as of December 31, 2009.

B. Business-Type Activities Debt

1. Changes in Business-Type Activities Debt

The following table summarizes the changes in business-type activities debt of the County for the year ended December 31, 2009:

| Summary of Business-Type Activities Debt for the year ended December 31, 2009 | | | | | |
|--|--------------------------|----------------------|----------------------|----------------------------|------------------------|
| Primary Government | Outstanding January 1 | Additions | Reductions | Outstanding December 31 | Due Within One Year |
| General obligation bonds: | | | | | |
| Wastewater | \$ 201,572,725 | \$ 51,675,215 | \$ 11,398,092 | \$ 241,849,848 | \$ 27,827,250 |
| Plus: bond premium | 2,572,043 | 1,503,591 | 272,059 | 3,803,575 | - |
| Less: deferred amounts | | | | | |
| For issuance discounts | (40,862) | (37,077) | (2,130) | (75,809) | - |
| On refundings | (968,575) | (1,387,676) | (249,653) | (2,106,598) | - |
| Airport | 5,392,591 | 87,899 | 538,560 | 4,941,930 | 655,227 |
| Plus: bond premium | 88,718 | 6,837 | 8,071 | 87,484 | - |
| Less: deferred amounts | (17,457) | (6,533) | (2,091) | (21,899) | - |
| Special assessment bonds: | | | | | |
| Wastewater | 602,867 | 0 | 462,980 | 139,887 | 91,287 |
| Revenue bonds: | | | | | |
| PBC | 152,750,000 | 14,995,000 | 7,430,000 | 160,315,000 | 8,725,000 |
| Plus: bond premium | 536,245 | 175,118 | 36,427 | 674,936 | - |
| Less deferred amounts: | | | | | |
| For issuance discounts | (361,219) | 0 | (21,591) | (339,628) | - |
| On refundings | (521,278) | | (91,363) | (429,915) | - |
| Compensated absences | 1,546,138 | (2,961) | - | 1,543,177 | 107,641 |
| Retainages payable | 411,404 | 68,600 | 133,825 | 346,179 | 346,179 |
| Long-term loans: | | | | | |
| Wastewater | 39,127,268 | - | 4,724,556 | 34,402,712 | 4,977,637 |
| Airport | 152,411 | - | 45,526 | 106,885 | 45,804 |
| Total | \$ 402,843,019 | \$ 67,078,013 | \$ 24,683,268 | \$ 445,237,764 | \$ 42,776,025 |

2. Business-Type Activities General Obligation Bonds

At December 31, 2009, business-type activities general obligation bonds consist of the following:

| Outstanding Business-Type Activities General Obligation Bonds as of December 31, 2009 | | | | | |
|--|-----------------------------|---------------------------------|-------------------|------------------------------|--|
| | Original Issue Amount | Current Bonds Outstanding | Interest Rates | Original Term in Years | |
| 2001A Wastewater | \$ 15,000,000 | \$ 9,805,000 | 4.250-4.875% | 20 | |
| 2001C Wastewater | 5,755,000 | 3,935,000 | 2.500-5.050% | 20 | |
| 2002A Wastewater | 36,126,997 | 11,680,763 | 5.000-5.250% | 10 | |
| 2002B Wastewater | 4,038,658 | 2,903,870 | 2.250-4.800% | 20 | |
| 2003A Wastewater | 3,900,000 | 2,970,000 | 1.000-4.750% | 20 | |
| 2004A Wastewater | 14,410,000 | 11,530,000 | 3.000-5.000% | 20 | |
| 2005A Wastewater | 44,935,000 | 38,100,000 | 4.000-4.750% | 20 | |
| 2007A Wastewater | 42,220,000 | 37,045,000 | 4.000-5.000% | 20 | |
| 2007B Wastewater | 24,590,000 | 24,590,000 | 4.000-4.750% | 20 | |
| 2008A Wastewater | 26,585,000 | 26,585,000 | 4.000-5.000% | 20 | |
| 2008B Wastewater | 17,070,000 | 10,605,000 | 4.000-5.000% | 10 | |
| 2008D Wastewater | 10,425,000 | 10,425,000 | 4.000-5.000% | 20 | |
| 2009A Wastewater | 16,345,000 | 16,345,000 | 2.000-4.125% | 20 | |
| 2009B Wastewater | 20,925,000 | 20,925,000 | 2.250-5.400% | 20 | |
| 2009C Wastewater | 8,465,000 | 8,465,000 | 3.000-5.000% | 11 | |
| 2009C Wastewater | 3,428,175 | 3,428,175 | 3.000-5.000% | 12 | |
| 2009C Wastewater | 2,512,040 | 2,512,040 | 3.000-5.000% | 13 | |
| 1999A Airport | 410,000 | 101,554 | 4.500-5.500% | 20 | |
| 2001A Airport | 1,175,000 | 115,000 | 4.250-4.375% | 10 | |
| 2001C Airport | 192,000 | 37,400 | 2.500-4.150% | 10 | |
| 2002A Airport | 123,951 | 40,077 | 5.000-5.250% | 10 | |
| 2002B Airport | 355,000 | 105,000 | 2.250-3.700% | 10 | |
| 2003B Airport | 2,070,000 | 1,300,000 | 1.000-4.250% | 14 | |
| 2008A Airport | 1,960,000 | 1,925,000 | 4.000-5.000% | 20 | |
| 2008B Airport | 1,505,000 | 1,230,000 | 4.000-5.000% | 10 | |
| 2009C Airport | 17,513 | 17,513 | 3.000-3.000% | 2 | |
| 2009C Airport | 70,386 | 70,386 | 3.000-3.000% | 3 | |
| Total | \$ 304,609,720 | \$ 246,791,778 | | | |

On May 15, 2009, the County issued Series 2009A General Obligation Improvement Bonds for \$16,345,000 to finance certain wastewater improvements to the Unified Wastewater District. These bonds mature in 2029 and have interest rates ranging from 2.0% to 4.125%. The bond premium for the Series 2009A issue was recorded in the amount of \$66,110 and is being amortized to interest expense through 2029. As of December 31, 2009, the remaining balance of the bond premium is \$64,182.

On December 17, 2009 the County issued \$20,925,000 of Internal Improvement Bonds as Taxable Build America Bonds-Direct Pay to Issuer, Series 2009B, to finance certain wastewater improvements to the Unified Wastewater District. The American Recovery and Reinvestment Act of 2009 (ARRA) allows state and local governments to issue taxable governmental bonds with a federal subsidy for a portion of their borrowing costs. The Build America Bonds (direct payment type) provide for a federal subsidy paid to state or local government issuers in an amount equal to 35 percent of the total coupon interest payable to investors. These bonds mature in 2029, and have interest rates ranging from 2.25% to 5.40%. The bond discount for the Series 2009B issue was recorded in the amount of \$37,077, and is being amortized to interest expense through 2029. As of December 31, 2009, the remaining balance of the bond discount is \$37,000.

On December 17, 2009 the County issued \$16,855,000 of Internal Improvement Refunding Bonds, Series 2009C, to crossover refund three outstanding internal improvement bond issues with nine different purposes. For business-type activities, \$14,493,114 of the \$16,855,000 will be used to crossover refund issues 2001A, 2001C, and 2002B. Of this amount, \$8,465,000 will be used to refund 2001A Wastewater Bonds; \$3,428,175 will be used to refund 2001C Wastewater Bonds; \$17,513 will be used to refund 2001C Airport

Bonds; \$2,512,040 will be used to refund 2002B Wastewater Bonds; and \$70,386 will be used to refund 2002B Airport Bonds.

The 2009C Bonds were structured as a “crossover” advance refunding, in which the proceeds of the Bonds (new issue) are placed in an escrow account. These proceeds and their earnings are structured to pay interest on the Bonds until September 1, 2010 (the call date of the Refunded Bonds), at which time the escrow account will crossover and prepay the entire remaining principal of the Refunded Bonds. The County will continue to pay the originally scheduled debt service payments on the Refunded Bonds until the September 1, 2010 call date. After the call date, the County will cross over and begin making debt service payments on the Bonds, taking advantage of the lower interest rates. The Series 2009C Bonds related to business-type activities mature in years 2011 through 2022 and have interest rates ranging from 3.00% to 5.00%.

The bond premium for the 2009C Series was recorded in the amount of \$6,837 for Airport and \$1,437,481 for Wastewater. As of December 31, 2009, the remaining balance of the bond premium is \$6,715 for Airport and \$1,432,115 for Wastewater. Also, the deferred refunding for this 2009C Series was recorded in the amount of \$6,533 for Airport and \$1,387,676 for Wastewater and represents the difference between the reacquisition price and the net carrying amount of the old debt and is being amortized to interest expense annually

Remaining debt service requirements for general obligation wastewater bonds will be paid from the Unified Wastewater District Enterprise Fund with revenues from equivalent dwelling unit (EDU) charges and connection fees. EDU charges are placed on property tax rolls and collected in the same manner as property taxes. Remaining debt service requirements for general obligation airport bonds will be paid from the Airport Enterprise Fund with revenues from operations or from taxes.

Annual debt service requirements to maturity for business-type activities general obligation bonds are as follows:

| Debt Service Requirements for Business-Type Activities General Obligation Bonds | | | |
|--|----------------|----------------|----------------|
| | Principal | Interest | Total |
| 2010 | 28,482,477 | 10,555,545 | \$ 39,038,022 |
| 2011 | 13,252,217 | 9,528,806 | \$ 22,781,023 |
| 2012 | 13,675,995 | 8,930,958 | \$ 22,606,953 |
| 2013 | 10,885,155 | 8,311,946 | \$ 19,197,101 |
| 2014 | 11,145,155 | 7,915,213 | \$ 19,060,368 |
| 2015-2019 | 61,050,779 | 32,481,401 | \$ 93,532,180 |
| 2020-2024 | 67,175,000 | 18,628,900 | \$ 85,803,900 |
| 2025-2029 | 41,125,000 | 4,591,778 | \$ 45,716,778 |
| Total | \$ 246,791,778 | \$ 100,944,547 | \$ 347,736,325 |

3. Business-Type Activities Special Assessment Bonds

As explained in Note 1. K., Summary of Significant Accounting Policies, the County has made a commitment to pay special assessment bonds in the event less than sufficient revenues are collected for the required debt service. At December 31, 2009, Wastewater special assessment bonds consist of the following:

| Outstanding Wastewater Special Assessment Bonds as of December 31, 2009 | | | | |
|--|-----------------------------|---------------------------------|-------------------|------------------------------|
| | Original Issue Amount | Current Bonds Outstanding | Interest Rates | Original Term in Years |
| 1991B | \$ 272,773 | \$ 10,000 | 5.40-6.00% | 20 |
| 1999A | 96,891 | 48,445 | 4.50-5.50% | 20 |
| 2002A | 171,073 | 55,312 | 5.00-5.25% | 10 |
| 2002B | 36,342 | 26,130 | 2.25-4.80% | 20 |
| Total | \$ 577,079 | \$ 139,887 | | |

Remaining debt service requirements for wastewater special assessment bonds with governmental commitment will be paid from the Wastewater Enterprise Fund with future special assessments.

Annual debt service requirements to maturity for wastewater special assessment bonds outstanding at December 31, 2009, are as follows:

| Debt Service Requirements for Wastewater Special Assessment Bonds | | | | |
|--|------------|-----------|------------|--|
| | Principal | Interest | Total | |
| 2010 | 91,287 | \$ 7,174 | \$ 98,461 | |
| 2011 | 9,845 | 2,620 | 12,465 | |
| 2012 | 4,845 | 2,078 | 6,923 | |
| 2013 | 4,845 | 1,830 | 6,675 | |
| 2014 | 4,845 | 1,578 | 6,423 | |
| 2015-2019 | 24,220 | 3,980 | 28,200 | |
| Total | \$ 139,887 | \$ 19,260 | \$ 159,147 | |

4. Business-Type Activities Revenue Bonds

The Public Building Commission (PBC) has issued revenue bonds, which will be paid from future rent revenues. At December 31, 2009, business-type activities revenue bonds for PBC consist of the following:

| Business-Type Activities Outstanding Revenue Bonds as of December 31, 2009 | | | | |
|---|--------------------|---------------------------------|-------------------|------------------------------|
| | Original Amount | Current Bonds Outstanding | Interest Rates | Original Term in Years |
| Primary Government | | | | |
| PBC, 2002A | \$ 10,465,000 | \$ 2,535,000 | 2.750-5.000% | 20 |
| PBC, 2002B | 15,950,000 | 6,005,000 | 2.750-4.150% | 12 |
| PBC, 2003A | 23,410,000 | 17,885,000 | 2.375-4.800% | 20 |
| PBC, 2004A | 22,365,000 | 18,050,000 | 2.000-5.250% | 20 |
| PBC, 2005A | 28,260,000 | 23,985,000 | 4.000-4.750% | 20 |
| PBC, 2007A | 10,500,000 | 9,215,000 | 3.892-4.125% | 20 |
| PBC, 2007B | 4,850,000 | 3,775,000 | 3.800-3.900% | 20 |
| PBC, 2008A | 48,825,000 | 48,025,000 | 4.000-5.000% | 20 |
| PBC, 2008B | 5,640,000 | 5,535,000 | 4.000-4.750% | 20 |
| PBC, 2008C | 10,750,000 | 10,310,000 | 4.000-5.000% | 20 |
| PBC, 2009A | 14,995,000 | 14,995,000 | 2.500-4.250% | 20 |
| Total | \$ 196,010,000 | \$ 160,315,000 | | |

On May 15, 2009, the PBC issued \$14,995,000, Lease Purchase Improvement Revenue Bonds, Series 2009A to finance capital improvement projects on behalf of the County to construct County buildings. These bonds mature in 2029, and have interest rates ranging from 2.5% to 4.25%. The bond premium for the Series 2009A Lease Purchase Improvement Revenue Bonds issue was recorded in the amount of \$175,118, and is being amortized to interest expense through 2029. As of December 31, 2009, the remaining balance of the bond premium is \$170,010.

The PBC issued debt in 2002 to refund various issues from 1993, 1994 and 1995. Additionally, PBC issued debt in 2007 to refund Series 1997A and Series 1999A. The deferred refunding for \$429,915 as of December 31, 2009, is the difference between the reacquisition price and the net carrying amount of the old debt and is being amortized to interest expense annually.

Remaining debt service requirements for PBC revenue bonds will be paid from the PBC Enterprise fund.

Annual debt service requirements to maturity for business-type activities revenue bonds are as follows:

| Debt Service Requirements for Business-Type Activities Revenue Bonds | | | |
|---|----------------|---------------|----------------|
| | Principal | Interest | Total |
| Primary Government | | | |
| 2010 | \$ 8,725,000 | \$ 7,018,786 | \$ 15,743,786 |
| 2011 | 8,455,000 | 6,537,793 | 14,992,793 |
| 2012 | 8,660,000 | 6,222,321 | 14,882,321 |
| 2013 | 8,555,000 | 5,894,991 | 14,449,991 |
| 2014 | 8,595,000 | 5,568,774 | 14,163,774 |
| 2015-2019 | 42,085,000 | 22,750,026 | 64,835,026 |
| 2020-2024 | 48,235,000 | 13,143,547 | 61,378,547 |
| 2025-2029 | 27,005,000 | 3,197,545 | 30,202,545 |
| Total | \$ 160,315,000 | \$ 70,333,783 | \$ 230,648,783 |

5. Business-Type Activities Long-Term Loans

The County has committed to pay loan obligations in the event that insufficient revenues are collected from connection fees and EDU charges within the Wastewater District. The County has also committed to pay loan obligations for various railroad improvements at the New Century Air Center.

During 2009, the State did not advance any additional funds for Wastewater improvements. As of December 31, 2009, the County was eligible to borrow an additional \$1,064,108 for various Wastewater improvements.

At December 31, 2009, loan agreements were in existence between the County and the State of Kansas as follows:

| Business-Type Activities | | | | | |
|--|-----------------------------|---------------------------------|-------------------|------------------------------|--|
| Outstanding Loans as of December 31, 2009 | | | | | |
| | Original Issue Amount | Current Loans Outstanding | Interest Rates | Original Term in Years | |
| Mission Twp MSD1 C34 P4 | \$ 4,902,966 | \$ 369,006 | 4.25% | 20 | |
| Indian Creek MSD1 C17 P3 | 3,146,378 | 315,857 | 4.33% | 20 | |
| Indian Creek SDC1 C17 P4 | 1,752,469 | 241,843 | 4.22% | 20 | |
| Turkey Creek MSD1 C19 P2 | 3,069,300 | 312,379 | 4.33% | 20 | |
| Turkey Creek MSD1 C19 P3 | 3,543,860 | 503,248 | 4.44% | 20 | |
| Blue River | 14,290,397 | 7,259,410 | 3.14% | 20 | |
| Mill Creek | 47,190,000 | 14,864,820 | 3.77% | 20 | |
| Mill Creek Regional Plant | 13,583,500 | 10,536,149 | 2.86% | 20 | |
| Airport Railroad Project | 199,500 | 24,572 | 3.00% | 10 | |
| Airport Industrial Rail Project | 217,197 | 82,313 | 3.00% | 10 | |
| Total | \$ 91,895,567 | \$ 34,509,597 | | | |

Annual debt service requirements to maturity for borrowed amounts outstanding at December 31, 2009, against these loans are as follows:

| Debt Service Requirements for Business-Type Activities Loans | | | | |
|---|----------------------|---------------------|----------------------|--|
| | Principal | Interest | Total | |
| 2010 | \$ 5,023,441 | \$ 1,083,176 | \$ 6,106,617 | |
| 2011 | 5,027,020 | 908,906 | 5,935,926 | |
| 2012 | 4,746,551 | 740,857 | 5,487,408 | |
| 2013 | 4,654,019 | 582,123 | 5,236,142 | |
| 2014 | 4,243,374 | 425,759 | 4,669,133 | |
| 2015-2019 | 6,722,505 | 1,146,012 | 7,868,517 | |
| 2020-2024 | 3,976,419 | 462,082 | 4,438,501 | |
| 2025-2029 | 116,268 | 17,060 | 133,328 | |
| Total | \$ 34,509,597 | \$ 5,365,975 | \$ 39,875,572 | |

C. Component Unit Debt

1. Changes in Governmental Activities Long-Term Debt

The following table summarizes the changes in governmental activities long-term debt of the District for the year ended December 31, 2009:

| Summary of Governmental Activities Debt for the year ended December 31, 2009 | | | | | |
|---|----------------------|-------------------|---------------------|----------------------|---------------------|
| Component Unit | Outstanding | | | Outstanding | Due Within |
| | January 1 | Additions | Reductions | December 31 | One Year |
| Bonds: | | | | | |
| General obligation | \$ 4,030,000 | \$ - | \$ 285,000 | \$ 3,745,000 | \$ 300,000 |
| Revenue | 7,901,133 | - | 588,325 | 7,312,808 | 612,500 |
| Certificates of participation | 35,710,000 | - | 1,855,000 | 33,855,000 | 1,910,000 |
| Compensated absences | 664,127 | 285,905 | 257,517 | 692,515 | 268,525 |
| Other post employment benefits | 220,566 | 73,380 | - | 293,946 | - |
| Capital lease obligations | 24,629 | 95,274 | 32,164 | 87,739 | 22,038 |
| Total | \$ 48,550,455 | \$ 454,559 | \$ 3,018,006 | \$ 45,987,008 | \$ 3,113,063 |

2. Governmental Activities and Business Type Activities Summary of Long Term Debt

The District has issued revenue bonds. The bonds will be paid from user fees for various recreational activities. At December 31, 2009, governmental activities and business-type activities debt for the District consists of the following:

| Summary of Bond Issues | | | | | |
|---------------------------------------|------------------------------|--|------------------------------|-----------------------|-------------------------------|
| Component Unit | Original Issue Amount | Governmental Activities Balance | Business-Type Balance | Interest Rates | Original Term in Years |
| General Obligation: | | | | | |
| 1999 Big Bull Creek | \$ 6,000,000 | \$ 3,745,000 | \$ - | 4.250-6.250% | 20 |
| Revenue: | | | | | |
| 1998 First Mortgage Lease | 5,975,000 | 2,800,934 | 753,241 | 4.800-5.200% | 20 |
| 2000 Lease | 877,800 | 350,277 | 94,723 | 5.500-6.250% | 15 |
| 2001 Lease | 6,695,000 | 4,161,597 | 563,403 | 4.600-5.000% | 20 |
| 1998 Refunding | 8,095,000 | - | 2,105,000 | 4.800-5.200% | 20 |
| 2001A Refunding | 3,020,000 | - | 1,840,000 | 4.500-5.300% | 18 |
| Certificates of Participation: | | | | | |
| 2002 Series A | 14,120,000 | 10,150,000 | - | 3.000-5.000% | 20 |
| 2003 Series A | 28,255,000 | 21,465,000 | - | 2.625-4.500% | 20 |
| 2003 Series B | 3,640,000 | 2,240,000 | - | 2.250-5.000% | 21 |
| Total | \$ 76,677,800 | \$ 44,912,808 | \$ 5,356,367 | | |

3. Governmental Activities Long-term Debt

Annual debt service requirements to maturity for governmental activities long-term debt are as follows:

| Debt Service Requirements Governmental Activities | | | |
|--|----------------------|----------------------|----------------------|
| Component Unit | Principal | Interest | Total |
| 2010 | \$ 2,844,538 | \$ 2,029,455 | \$ 4,873,993 |
| 2011 | 2,950,910 | 1,922,950 | 4,873,860 |
| 2012 | 3,064,866 | 1,805,863 | 4,870,729 |
| 2013 | 3,172,425 | 1,681,019 | 4,853,444 |
| 2014 | 3,280,277 | 1,543,367 | 4,823,644 |
| 2015-2019 | 17,755,934 | 5,413,413 | 23,169,347 |
| 2020-2024 | 11,931,597 | 1,375,487 | 13,307,084 |
| Total | \$ 45,000,547 | \$ 15,771,554 | \$ 60,772,101 |

The 1998 Revenue Refunding Bonds, 1994 Series B Revenue Bonds, and the 2001A Series Revenue Refunding Bonds require the District to produce net revenues as defined by the bonds of not less than 110% of the debt service requirements required to be paid by the District in the fiscal year of all revenue bonds outstanding.

All of the revenue bonds also require the establishment of bond reserves of an amount equal to the lesser of a) 10% of the stated principal amount of the bonds; b) the maximum annual debt service requirements; or c) 125% of the average annual debt service requirements. The District has \$402,098 in the District Enterprise Fund and \$1,589,338 in the Parks and Recreation Foundation Fund restricted for the bond reserves.

The 2001 A Series Revenue Refunding Bonds require on the first day of each month, monthly payments to the principal and interest reserve fund equal to proportionate amounts necessary to have sufficient funds for the next interest and principal payment date. The bonds also require on each December 10 an amount to be transferred to the reserve accounts sufficient to make the next principal and interest payment. The District was not making the monthly transfers for the first two months of the year.

The Certificates of Participation require the establishment of bond reserves of an amount equal to the lesser of a) 10% of the stated principal amount of the bonds; b) the maximum annual debt service requirements; or c) 125% of the average annual debt service requirements. The governmental activities has \$2,279,214 restricted for the required bond reserves.

The District has \$338,605 restricted cash and cash equivalents in project reserve funds established by the certificates of participation and revenue bonds. These reserve funds are restricted by the bond documents for specific capital projects.

4. Changes in Business-Type Activities Long-Term Debt

The following table summarizes the changes in business-type activities debt of the District for the year ended December 31, 2009:

| Summary of Business-Type Activities Debt for the year ended December 31, 2009 | | | | | |
|--|----------------------------------|-------------------|---------------------|------------------------------------|--------------------------------|
| Component Unit | Outstanding January 1 | Additions | Reductions | Outstanding December 31 | Due Within One Year |
| Revenue bonds | \$ 5,803,897 | \$ - | \$ (447,500) | \$ 5,356,397 | \$ 237,500 |
| Less: deferred amounts | (23,502) | - | 23,502 | - | - |
| Compensated absences | 451,376 | 187,597 | (175,022) | 463,951 | 179,898 |
| Capital lease obligations | 43,282 | 182,821 | (65,759) | 160,344 | 60,220 |
| Net OPEB Obligation | 339,693 | 113,014 | - | 452,707 | - |
| Total | \$ 6,614,746 | \$ 483,432 | \$ (664,779) | \$ 6,433,399 | \$ 477,618 |

5. Business-Type Activities Revenue Bonds

The District has issued revenue bonds. The bonds will be paid from user fees for various recreational activities.

Annual debt service requirements to maturity for business-type activities revenue bonds are as follows:

| Debt Service Requirements for Business-Type Activities Revenue Bonds | | | |
|---|---------------------|---------------------|---------------------|
| Component Unit | Principal | Interest | Total |
| 2010 | \$ 500,000 | \$ 280,552 | \$ 780,552 |
| 2011 | 519,800 | 256,264 | 776,064 |
| 2012 | 534,600 | 230,301 | 764,901 |
| 2013 | 548,600 | 203,610 | 752,210 |
| 2014 | 530,000 | 175,145 | 705,145 |
| 2015-2019 | 2,713,000 | 438,880 | 3,151,880 |
| 2020-2024 | 10,397 | 6,724 | 17,121 |
| Total | \$ 5,356,397 | \$ 1,591,476 | \$ 6,947,873 |

The 1998 Revenue Refunding Bonds, 1994 Series B Revenue Bonds, and the 2001A Series Revenue Refunding Bonds requires the District to produce net revenues as defined by the bonds of not less than 110% of the debt service requirements.

The District has pledged future charges for services Enterprise Fund revenues, net of specified operating expenses, to repay \$15,495,000 in revenue bonds issued in 1998 and 2001. Proceeds from the bonds were used to construct facilities. The bonds are payable solely from net revenues and are payable through fiscal year 2019. The total principal and interest remaining to be paid on the bonds is \$5,056,775. Principal and interest paid for the current year and total customer net revenues were \$385,000 and \$226,423, respectively.

6. Capital leases

As explained in Note 7, the District has entered into various capital leases for assets. The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2009 were as follows:

| Future Minimum Lease Payments | |
|---|---------------------------|
| Year Ending December 31: | Component Unit |
| 2010 | \$ 94,649 |
| 2011 | 77,962 |
| 2012 | 77,962 |
| 2013 | 22,096 |
| Total minimum lease payments | 272,669 |
| Less amounts representing interest | (24,586) |
| Present value of minimum lease payments | \$ 248,083 |

9. Commitments

Capital projects often extend from one to four years and are accounted for in the County's Capital Projects Fund. Kansas statutes do not require capital project expenditures to be budgeted. The following is a schedule of project authorizations and expenditures incurred since inception, by category, for capital projects in progress at December 31, 2009.

| Primary Government Project Authorizations and Expenditures Since Inception | | |
|---|-----------------------|---|
| Project Category | Authorization | Expenditures Since Inception |
| Primary Government | | |
| AIMS | \$ 2,298,576 | \$ 1,260,779 |
| Appraiser | 3,995,641 | 2,026,090 |
| Budget & Financial Planning - Econ. Dev. | 1,477,732 | - |
| County Managers Office | 100,000 | 60,320 |
| Election | 2,981,844 | 1,342,768 |
| Emergency Communications | 27,661,803 | 20,931,279 |
| Emergency Medical Services | 2,022,798 | 1,411,029 |
| Environmental | 104,000 | 12,000 |
| Facilities | 10,879,706 | 8,261,646 |
| Information Technology Services | 8,511,509 | 7,208,364 |
| Infrastructure | 88,808,975 | 59,374,287 |
| Justice Information Management | 375,000 | 374,769 |
| Library | 620,000 | 534,145 |
| Planning | 28,650 | 22,307 |
| Public Health | 248,112 | 244,082 |
| Public Works - Stormwater | 212,900,932 | 183,810,539 |
| Total | \$ 363,015,278 | \$ 286,874,404 |

10. Self-Insurance

A. Risk Management

The Park and Recreation District does not participate in the County's self-insurance programs for risk management and health care. The District purchases commercial insurance coverage for these risks.

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Since November 1990, the County has qualified as a self-insurer for workers' compensation benefits. Workers' Compensation costs are paid into the Risk Management internal service fund by all other funds through an allocation system and are available to pay claims, claim reserves, and administrative costs of the program. The County retains liability for \$350,000 per accident with specific excess coverage purchased commercially to provide protection in excess of that amount. Settled claims have not exceeded the retention amount in any of the past three fiscal years. No aggregate excess coverage is purchased. A third party claims administrator is contracted to provide claims administration and payment services.

As of December 31, 2009, incurred but not reported (IBNR) workers' compensation claims of \$856,479 have been accrued as a liability in the Risk Management internal service fund based upon an actuary's estimate. Additional workers' compensation claims incurred and outstanding of \$675,052 have also been recorded in this fund.

The County retains liability for \$350,000 of each occurrence for losses related to automobile and general liability. Coverage in excess of the retained limits is provided by excess insurance. Settled claims have not exceeded the retention or the commercial coverage in any of the past three fiscal years. The County purchases Public Officials Errors & Omissions and Employment Practices Liability insurance which provides coverage in excess of a \$350,000 retention per each wrongful act. Settled claims have not exceeded the retention or commercial coverage in any of the past three fiscal years. Law Enforcement Liability coverage is purchased to cover the

Sheriff's Operations. Since January 2007, this insurance has a \$100,000 deductible applicable to each claim. Settled claims have not exceeded the deductible or commercial coverage in any of the past two fiscal years. There were no significant reductions in the insurance coverage from the prior year. As of December 31, 2009, incurred but not reported (IBNR) automobile, general, and law enforcement liability claims of \$1,212,784 have been accrued as a liability in the Risk Management internal service fund based upon an actuary's estimate. A liability for automobile, general, and law enforcement claims is established when payment is determined to be probable and reasonable estimates of expected costs are available. These amounts are in the categories as listed below:

| | |
|---------------------------|--------------|
| Automobile liability | \$ 34,906 |
| General liability | 1,068,719 |
| Law enforcement liability | 109,159 |
| Total | \$ 1,212,784 |

Changes in the Risk Management internal service fund's insurance claims payable during 2009 and 2008 were as follows:

| Risk Management | | | | |
|------------------------|---|---------------------------------------|-------------------|---------------------------------------|
| | Claims Liability Beginning of Year | Claims and Changes in Estimates | Claim Payments | Claims Liability End of Year |
| 2009 | \$ 2,328,651 | 3,769,532 | (3,353,868) | \$2,744,315 |
| 2008 | \$ 2,031,114 | 3,604,941 | (3,307,404) | \$2,328,651 |

The above totals represent both the Workers' Compensation fund as well as tort and non-tort liability Reserve fund costs. The Risk Management claims payable are based upon claims adjusters' and management's evaluation, and an actuarial review of experience with respect to the probable number and nature of claims arising from losses that have been incurred but not reported. The liability represents the estimated ultimate cost of settling the claims, including incremental costs, the effects of inflation and other societal and economic factors. Other non-incremental costs are not included in the basis of estimating the liability.

Included in the Risk Management fund's net assets is an amount for future catastrophic tort and non-tort losses not otherwise insured in the amount of \$2,670,335 and \$3,343,525 at December 31, 2009 and 2008, respectively.

B. Self-Insured Health Care

The County qualified as a self-insurer for health care benefits in 1990, and has been in a cost-plus arrangement since 1993. The County retains liability for \$250,000 per person, with specific excess coverage purchased to provide protection in excess of that amount. In addition, the County has aggregate stop-loss coverage for potential health care costs above the funded limit for the County as a whole. This aggregate stop-loss is limited to 120% of projected claims for the plan year, and was approximately \$36,491,374 and \$32,318,794 in 2009 and 2008, respectively. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage from the prior year. A third party administrator is contracted to provide claims administration and payment services. As of December 31, 2009, a liability of \$2,702,419 has been recorded in the Self-Insured Health Care internal service fund for outstanding health care claims, including an estimate for claims incurred but not reported (IBNR).

The Self-Insured Health Care claims payable are based upon claims adjusters' and management's evaluation of submitted medical claims in accordance with the County group health plan contract. The liability represents the estimated ultimate cost of settling the claims, including incremental costs, the effects of inflation and other societal and economic factors. Other non-incremental costs are not included in the basis of estimating the liability.

Changes in the Self-Insured Health Care internal service fund's insurance claims payable during 2009 and 2008 were as follows:

| Self-Insured Health Care | | | | |
|---------------------------------|--|---------------------------------------|-------------------|--|
| | Insurance Claims Liability Beginning of Year | Claims and Changes in Estimates | Claim Payments | Insurance Claims Liability End of Year |
| 2009 | \$ 2,095,637 | 35,158,809 | (34,552,027) | \$2,702,419 |
| 2008 | \$ 1,594,308 | 30,160,424 | (29,659,095) | \$2,095,637 |

11. Contingencies

A. Federal Assistance

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

B. Litigation

The County and its related entities are involved in various lawsuits arising in the ordinary course of activities, including claims related to law enforcement activities, personal injuries and personnel issues, property condemnation proceedings, and suits contesting the legality of certain taxes. While these cases may have future financial effect, management, based on advice from counsel, believes that their ultimate outcome will not be material to the financial statements.

12. Pension Plans

A. KPERS/KP&F

Johnson County and the District participate 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 K.S.A. 74-4901, *et seq.* KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available joint financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 S. Kansas Avenue, Suite 100; Topeka, KS 66603-3803) or by calling 1-888-275-5737.

K.S.A. 74-4919 established the KPERS member-employee contribution rate at 4% of covered salary. Beginning July 1, 2009, the percentage was raised to 6% for new employees only. The 4% rate will remain in effect for employees hired prior to July 2009.

K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State 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. State law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established for calendar year 2009 was 5.54%. The Johnson County employer contributions to KPERS for the years ending December 31, 2009, 2008, and 2007 were \$6,847,070, \$5,409,758, and \$4,537,579, respectively, and equal the required contributions for each year.

On July 1, 2006, new legislation went into effect requiring governmental agencies to pay a KPERS employer contribution rate on certain KPERS retirees who work after retirement (House Substitute for SB 270). The new rate only applies to workers who retired from a different KPERS employer. For example, the rate would not apply to a KPERS County retiree resuming employment with the County. The 2009 employer rate was 12.13% and is calculated on the employee's gross earnings. There is no employee rate assessed.

The KP&F employer rates established for fiscal year 2009 are 13.51% for participating emergency medical staff and 13.71% for sheriff. 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 Johnson County contributions to KP&F for the years ending December 31, 2009, 2008, and 2007 were \$6,208,930, \$6,112,719, and \$5,499,958, respectively, and were equal to the required contributions for each year.

The Park and Recreation District employer contributions to KPERS for the years ending December 31, 2009, 2008 and 2007, were \$492,943, \$406,683, and \$359,909, respectively, equal to the statutory required contributions for each year. The Park and Recreation District contributions to KP&F for the years ending December 31, 2009, 2008, and 2007, were \$130,268, \$124,097, and \$113,824, respectively, equal to the statutory required contributions for each year.

B. Deferred Compensation Plan

The County offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan, available to all employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees or other beneficiaries until termination, retirement, death or unforeseeable emergency.

The plan assets have been placed in a trust for the exclusive benefit of the employees and are not the property of the County or subject to the claims of the County's general creditors. The County has no administrative involvement and does not perform the investing function related to this plan. The County has no fiduciary accountability for the plan, and accordingly, the plan assets and related liabilities to plan participants are not included in the basic financial statements.

C. Supplemental Retirement Plans

In 2001, the Board of County Commissioners established three separate single-employer defined contribution plans effective beginning with fiscal year 2002: 1) the Johnson County Supplemental Retirement Plan, 2) the Johnson County Executive Retirement Plan and 3) the Johnson County Elected Retirement Plan. Plan benefit provisions and contribution requirements for each plan were established by Johnson County Resolution No. 094-01 and may be amended by the Board of County Commissioners of Johnson County, Kansas (the Employer). The administrator for these plans will be Johnson County, Kansas. The plans are in accordance with Internal Revenue Code 401(a). A separate audited GAAP-basis pension plan report is not available for the defined contribution pension plans.

The Johnson County Supplemental Retirement Plan was established to provide benefits at retirement to all eligible employees of Johnson County other than elected officials. Substantially all regular employees over the age of eighteen who are scheduled for eighty hours or greater per pay period and any part-time employees who are in positions of ½ full-time equivalent or greater are eligible to participate in this plan. This plan covers all eligible members for the County as of January 1, 2002 provided the eligible employee has opted to participate in the Johnson County Deferred Compensation Plan (as established under Internal Revenue Code Section 457). The minimum participation requirement to the deferred compensation plan is \$10 per pay period in order to qualify for the Employer's matching contribution. The Employer's matching contribution shall be in the amount equal to 100% of the employee's contribution to the deferred compensation plan subject to a maximum of 3% per bi-weekly base salary per pay period. All contributions to this plan are by the Employer, and the amount to be contributed is discretionary and established by the Employer. No contributions by the employees are permitted to this plan. Employees vest in the plan as follows: 20% with one year of service, 40% with two years of service, 60% with three years of service, 80% with four years of service, and 100% with five years of service. Years of service prior to January 1, 2002 will be counted for vesting purposes for this plan.

The Johnson County Executive Retirement Plan was established to provide benefits at retirement for the County Manager. This plan covers one member, who is 100% vested at the time of enrollment. All contributions to this plan are by the Employer, and the amount to be contributed is discretionary and is determined by the Employer. No employee contributions are permitted.

The Johnson County Elected Retirement Plan was established to provide benefits at retirement for the Elected Officials of the County. This plan covers all elected officials for the County as of January 1, 2002 provided the elected official has opted to participate in the Johnson County Deferred Compensation Plan (as established under Internal Revenue Code Section 457). The minimum participation requirement to the deferred compensation plan is \$10 per pay period in order to qualify for the Employer's matching contribution to the retirement plan. The Employer's matching contribution to the retirement plan shall be in an amount equal to 100% of the Elected Official's contribution to the deferred compensation plan subject to a maximum of 3% per bi-weekly base salary per pay period. All contributions to this plan are by the Employer, and the amount to be contributed is discretionary and established by the Employer. No contributions by the elected officials are permitted to this plan. Elected officials will vest as follows: 25% with one year of service, 50% with two years of service, 75% with three years of service, and 100% vested with four years of service. Years of service prior to January 1, 2002 will be counted for vesting purposes for this plan.

| Information Regarding the Supplemental Retirement Plans | | | |
|---|-------------------------------|-----------|-----------|
| Fiscal Year Ending | Number of Active Participants | | |
| | Employee | Executive | Elected |
| 12/31/2009 | 1,999 | 1 | 7 |
| 12/31/2008 | 2,036 | 1 | 7 |
| 12/31/2007 | 1,967 | 1 | 7 |
| Fiscal Year Ending | County Contributions | | |
| | Employee | Executive | Elected |
| 12/31/2009 | \$ 3,033,078 | \$ 17,423 | \$ 11,628 |
| 12/31/2008 | 2,881,568 | 8,000 | 16,554 |
| 12/31/2007 | 2,194,582 | 8,000 | 12,207 |

13. Conduit Debt Obligations

The County has issued industrial revenue bonds to provide financial assistance to private businesses for economic development purposes. These bonds are secured by the properties financed as well as letters of credit and are payable solely from payments received from the private businesses involved. The County has also issued multi-family housing bonds to provide mortgage loans for the construction and financing of multi-family rental and single family residences in the County. These bonds are secured solely by the property financed by the respective bond issues and by credit guarantees of investment-grade financial institutions. Ownership of the acquired facilities is in the name of the private business served by the bond issuance. Neither the County nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2009, there were three issues of industrial revenue and multi-family housing bonds outstanding with an original amount of \$23,649,500 and an aggregate principal balance outstanding of \$16,482,217.

14. Subsequent Events

In June 2010, Johnson County, Kansas, issued Internal Improvement Refunding Bonds, Series 2010A for the amount of \$8,530,000 and Library Improvement Refunding Bonds, Series 2010B for the amount of \$4,470,000. The Public Building Commission of Johnson County, Kansas, issued Taxable Lease Purchase Revenue Bonds (Recovery Zone Economic Development Bonds), Series 2010A for the amount of \$13,245,000, Lease Purchase Revenue Refunding Bonds, Series 2010B for the amount of \$6,120,000, and Lease Purchase Revenue Refunding Bonds, Series 2010C for the amount of \$31,510,000.

15. Postemployment Benefits Other Than Pensions

Plan Description

The County sponsors a single-employer defined benefit healthcare plan that provides healthcare benefits to retirees and their dependents, including medical, dental, and vision coverage. Retiree health coverage is provided for under Kansas Statute 12-5040. Retirees 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 County requires retirees to 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 benefits as active employees. Retiree coverage terminates either when the retiree becomes covered under another employer health plan, or when the retiree reaches Medicare eligibility age which is currently age 65. Spousal coverage is available until 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. The contribution is based on pay-as-you-go financing requirements. As of December 31, 2009, the County had 52 participating retirees and the County expended approximately \$264,924 for these benefits.

Annual OPEB Cost and Net OPEB Obligation

The County’s annual OPEB cost is equal to the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45, plus one year’s interest on the beginning balance of the net OPEB obligation, minus any adjustment to the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost of each year and any unfunded actuarial liabilities (or funding excess) amortized over thirty years. The following table shows the components of the County’s annual OPEB cost for the year, the amount contributed to the plan, and changes in the County’s net OPEB obligation to the plan:

| | |
|--|--------------|
| Annual Required Contribution (ARC) | \$ 1,514,175 |
| Interest on prior year net OPEB Obligation | 270,653 |
| Adjustment to the ARC | (376,247) |
| Annual OPEB Cost (expense) | 1,408,581 |
| Employer Contributions | (264,924) |
| Increase in net OPEB obligation | 1,143,657 |
| Net Obligation at Beginning of Year | 6,766,318 |
| Net Obligation at End of Year | \$ 7,909,975 |

The County’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and prior years are as follows:

| Year Ending | Annual OPEB Cost | Percentage of Annual OPEB Cost Contributed | Net OPEB Obligation |
|----------------|---------------------|---|------------------------|
| 12/31/2007 | \$ 3,104,198 | 6.7% | \$ 5,675,022 |
| 12/31/2008 | 1,334,454 | 18.2% | 6,766,318 |
| 12/31/2009 | 1,408,581 | 18.8% | 7,909,975 |

Funded Status and Funding Progress

As of December 31, 2009, the most recent actuarial valuation date, the funded status and funding progress of the plan is as follows:

| | |
|---|----------------------|
| Actuarial accrued liability (AAL) | \$ 10,386,055 |
| Actuarial value of plan assets | - |
| Unfunded actuarial accrued liability (UAAL) | <u>\$ 10,386,055</u> |
| Funded ratio (actuarial value of plan assets/AAL) | 0.0% |
| Annual covered payroll (active plan members) | \$ 180,247,137 |
| UAAL as a percentage of annual covered payroll | 5.8% |

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. The valuation includes, for example, assumptions about future employment, mortality and healthcare cost trends. 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 the 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, will present in time, multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing 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 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 short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2009 actuarial valuation, benefit obligations are computed using the projected unit credit method. The actuarial assumptions included a 4% discount rate, an annual healthcare cost trend rate of 9% for 2010, reduced by 1% each year to an ultimate rate of 6% in the fourth year and beyond. Benefits are attributed to service based on the plan's benefit eligibility provisions. The beginning of the attribution period is the date of hire and the end is the full eligibility date. The unfunded actuarial accrued liability is amortized over a 30 year open period in level dollar amounts. No assets have been segregated and restricted to provide postretirement benefits.

Parks and Recreation Component Unit OPEB Information:

The following table shows the information for the Parks and Recreation component unit annual OPEB cost for the year, the amount contributed to the plan, and changes in the component unit's net OPEB obligation to the plan:

| | |
|--|-------------------|
| Annual Required Contribution (ARC) | \$ 210,095 |
| Interest on prior year net OPEB Obligation | 22,410 |
| Adjustment to the ARC | <u>(31,154)</u> |
| Annual OPEB Cost (expense) | 201,351 |
| Employer Contributions | <u>(14,957)</u> |
| Increase in net OPEB obligation | 186,394 |
| Net Obligation at Beginning of Year | <u>560,259</u> |
| Net Obligation at End of Year | <u>\$ 746,653</u> |

The Parks and Recreation component unit's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and prior years are as follows:

| Year Ending | Annual OPEB Cost | Percentage of Annual OPEB Cost Contributed | Net OPEB Obligation |
|-------------|------------------|--|---------------------|
| 12/31/2007 | \$ 202,679 | 5.2% | \$ 384,170 |
| 12/31/2008 | \$ 196,684 | 10.5% | \$ 560,259 |
| 12/31/2009 | \$ 201,351 | 7.4% | \$ 746,653 |

Funded Status and Funding Progress

As of December 31, 2009, the most recent actuarial valuation date, the funded status and funding progress of the plan is as follows:

| | |
|---|---------------------|
| Actuarial accrued liability (AAL) | \$ 1,583,140 |
| Actuarial value of plan assets | - |
| Unfunded actuarial accrued liability (UAAL) | <u>\$ 1,583,140</u> |
| Funded ratio (actuarial value of plan assets/AAL) | 0.0% |
| Annual covered payroll (active plan members) | \$ 7,618,470 |
| UAAL as a percentage of annual covered payroll | 20.8% |

16. New Governmental Accounting Standards Board (GASB) Statements and Pending Pronouncements

The Governmental Accounting Standards Board (GASB) has issued several statements not yet implemented by the County. The County's management has not yet determined the effect these Statements will have on the County's financial statements. However, the County plans to implement all standards by the required dates. The Statements which might impact the County are as follows:

GASB Statement No. 51, Accounting and Financial Reporting for Intangible Assets

This Statement will be effective for the County beginning with its fiscal year 2010. This Statement provides guidance regarding how to identify, account for and report intangible assets. The new standard characterizes an intangible asset as an asset that lacks physical substance, is nonfinancial in nature and has an initial useful life extending beyond a single reporting period. The requirements of GASB 51 for the most part require retroactive application.

GASB Statement No. 53, Accounting and Financial Reporting for Derivative Instruments

This Statement will be effective for the County beginning with its fiscal year 2010. This statement requires that the fair value of financial arrangements called "derivatives" or "derivative instruments" be reported in the financial statements of state and local governments.

GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions.

This Statement will be effective for the County beginning with its fiscal year 2011. This statement is intended to improve the usefulness of information provided to financial report users about fund balance by providing clearer, more structured fund balance classifications, and by clarifying the definitions of existing governmental fund types. GASB 54 establishes a hierarchy of fund balance classifications based primarily on the extent to which a government is

bound to observe spending constraints imposed upon how resources reported in governmental funds may be used. Specifically, GASB 54 distinguishes fund balance between amounts that are considered nonspendable and other amounts that are classified based on the relative strength of the constraints that control the purposes for which specific amounts can be spent.

Required Supplementary Information

Schedule of Funding Progress – Other Postemployment Benefits Other Than Pensions

The schedules of funding progress presented below provide a consolidated snapshot of the County's ability to meet current and future liabilities with plan assets. The first schedule below does not include the Parks and Recreation Component Unit information.

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|--------------------------|-------------------------------|---------------------------------------|---------------------------|--------------------|---------------------|---|
| 12/31/07 | - | \$10,080,935 | \$ 10,080,935 | - | \$ 161,933,134 | 6.2% |
| 12/31/09 | - | 10,386,055 | 10,386,055 | - | 180,247,137 | 5.8% |

Parks and Recreation Component Unit

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|--------------------------|-------------------------------|---------------------------------------|---------------------------|--------------------|---------------------|---|
| 12/31/07 | - | \$ 1,238,400 | \$ 1,238,400 | - | \$ 8,011,995 | 15.5% |
| 12/31/09 | - | 1,583,140 | 1,583,140 | - | 7,618,470 | 20.8% |

Nonmajor Governmental Funds

Special Revenue Funds

Developmental Supports – The Developmental Supports Fund accounts for all revenues and expenditures of the Developmental Supports agency. Developmental Supports is a community-based service agency providing a variety of vocational, employment, training, living, and case management services to persons with developmental disabilities and their families.

Library – The Library Fund accounts for all revenues and expenditures of constructing, renovating, outfitting, and operating an urban library system. The Johnson County Library system provides a community resource, which furnishes organized access to scholarly, technical, and literary experience. The Library provides materials, services, and programs to meet the needs of its patrons and enhance the quality of their lives.

Library Gift Fund – The Library Gift Fund accounts for contributions and donations by patrons and supporters of the Library intended to supplement County expenditures for staff development, resources, and other activities designed to improve the Library system.

Stream Maintenance – The Stream Maintenance Fund receives royalty payments from sand removed from the Kansas River as it flows through Johnson County. These funds can be used for the cleaning and maintenance of the Kansas River upon approval of the Kansas Division of Water Resources. These funds may also be used for the development of parklands along the Kansas River and its tributaries.

Mental Health – The Mental Health Fund accounts for all revenues and expenditures of the Mental Health agency. The Mental Health Center provides a broad range of services including 24-hour emergency services and outpatient services for individuals and families in Johnson County. Mental Health provides services to both adults and children with severe and persistent mental illness. The Center also operates a community-based treatment program for seriously disabled adults, an adult detoxification center, and a 20-bed residential treatment facility for adolescents suffering from substance abuse problems.

Register of Deeds Technology – The Register of Deeds Technology Fund may only be used by the Register of Deeds to acquire equipment and technological services for the storing, recording, archiving, retrieving, maintaining and handling of data recorded or stored in the Office of the Register of Deeds.

Stormwater – The Stormwater Fund accounts for all revenues and expenditures of the Stormwater management program. The Stormwater Management agencies are responsible for distributing the proceeds of a Countywide 1/10 of one percent retail sales tax for paying the County share of Stormwater management and flood control improvements

Developer Fees – The Developer Fees Fund has been established to account for fees in-lieu-of parkland dedications from land developers in Johnson County. Expenditures are to be used for public parkland and recreation purposes, in accordance with Article 27(6)(E) of the Johnson County Zoning and Subdivision Regulations.

Public Health – The Public Health Fund accounts for all revenues and expenditures of the Public Health agency. Public Health provides a broad range of services including control and prevention of communicable disease and bioterrorism, and the promotion of health and wellness.

911 Telephone – The 911 Telephone Fund accounts for the 2% tax collected by service suppliers providing exchange telephone services. The proceeds from this tax are used to fund the 911 system throughout Johnson County.

District Attorney Forfeited Property – The District Attorney Forfeited Property Fund accounts for proceeds from property seized by the District Attorney pursuant to state and federal requirements. The proceeds are restricted for special law enforcement efforts.

Sheriff Forfeited Property – The Sheriff Forfeited Property Fund accounts for proceeds from property seized by the Sheriff pursuant to state and federal requirements. The proceeds are restricted for special law enforcement efforts.

Controlled Substance –The Controlled Substance Fund accounts for revenues from taxes on controlled substances pursuant to state statute. The proceeds are restricted for use solely for law enforcement and criminal prosecution activities.

Alcohol Tax – The Alcohol Tax Fund receives revenues from the local alcohol liquor tax authorized by the Kansas Legislature. By statute, funds must be expended for alcoholism prevention and drug abuse prevention programs.

Prosecutor Training – The Prosecutor Training Fund accounts for a portion of fees paid for court case. The fees are restricted for training of prosecuting attorney personnel.

Public Works – The Public Works Fund accounts for all revenues and expenditures of the Public Works agencies. The Public Works agency maintains and improves County roads and bridges as well as providing equipment maintenance and traffic control services. Public Works also administers the County Assisted Road System (CARS) program, which provides matching funds to cities within the County for various road and bridge projects.

Library Special Use – The Library Special Use Fund is used to finance the cost associated with planning, outfitting, and stocking new libraries and for financing capital improvement projects.

County Building – The County Building Fund accounts for the revenues and expenditures related to the acquisition of sites and to erect, construct, renovate and furnish County buildings. The fund was re-established in 2004 in accordance with Kansas Statutes, which allows an annual tax levy not to exceed one mill for a period not to exceed ten years.

911 Wireless Telephone – The 911 Wireless Telephone Fund was established on July 1, 2004 to account for the 25 cents month fee assessed on each wireless phone in Johnson County. The proceeds from the fee will be used to provide wireless 911 phone service and for equipment directly related to providing this service.

Weapons Licensure – The Weapons Licensure Fund was established on June 29, 2006 to account for the revenues and expenditures incurred by the Sheriff's office in administering the licensure applications, including the costs of finger printing for the State of Kansas for licenses for the concealed carry of firearms as authorized by the Kansas Legislature.

Equipment Reserve – The Equipment Reserve fund was established during 2004 to finance the acquisition of equipment.

Debt Service Fund – The Debt Service Fund collects property tax levied and special assessment tax levied which are used to make principal and interest payments on all general obligation and special assessment bonds with governmental commitment, certain notes and capital leases, excluding Park and Recreation bonds and debt accounted for in the proprietary funds.

Johnson County, Kansas
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2009

| | <u>Special Revenue Funds</u> | <u>Debt Service Fund</u> | <u>Total Nonmajor Governmental Funds</u> |
|---|--------------------------------------|----------------------------------|--|
| ASSETS | | | |
| Deposits including investments | \$ 41,195,578 | \$ 534,205 | \$ 41,729,783 |
| Receivables (net of allowance for uncollectibles): | 63,649,012 | 1,596,110 | 65,245,122 |
| Inventories | 944,541 | - | 944,541 |
| Prepays | 70,754 | - | 70,754 |
| Restricted cash and investments | - | 2,523,225 | 2,523,225 |
| Total assets | 105,859,885 | 4,653,540 | 110,513,425 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts payable | 1,204,384 | 1,434 | 1,205,818 |
| Salaries and wages payable | 1,614,340 | - | 1,614,340 |
| Due to others | 394 | - | 394 |
| Deferred revenue | 60,706,658 | 1,596,111 | 62,302,769 |
| Total liabilities | 63,525,776 | 1,597,545 | 65,123,321 |
| Fund Balances: | | | |
| Reserved for: | | | |
| Encumbrances | 3,231,582 | - | 3,231,582 |
| Inventories | 944,541 | - | 944,541 |
| Prepaid items | 70,754 | - | 70,754 |
| Debt service | - | - | - |
| Unreserved: | | | |
| Designated for debt service | - | 2,856,910 | 2,856,910 |
| Designated for working capital | - | 199,085 | 199,085 |
| Unreserved | 38,087,232 | - | 38,087,232 |
| Total fund balances | 42,334,109 | 3,055,995 | 45,390,104 |
| Total liabilities and fund balances | \$ 105,859,885 | \$ 4,653,540 | \$ 110,513,425 |

Johnson County, Kansas

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended December 31, 2009

| | Special Revenue Funds | Debt Service Fund | Total Nonmajor Governmental Funds |
|--|--------------------------------------|----------------------------------|--|
| REVENUES | | | |
| Taxes | \$ 78,140,439 | \$ 2,539,728 | \$ 80,680,167 |
| Intergovernmental | 20,608,756 | - | 20,608,756 |
| Charges for services | 25,929,884 | 8,275 | 25,938,159 |
| Investment earnings | 1,377,614 | - | 1,377,614 |
| Licenses and permits | 1,233,615 | - | 1,233,615 |
| Other | 715,871 | - | 715,871 |
| Total revenues | 128,006,179 | 2,548,003 | 130,554,182 |
| EXPENDITURES | | | |
| Current: | | | |
| General government | 239,358 | - | 239,358 |
| Public works | 10,478,111 | - | 10,478,111 |
| Public safety | 3,303,121 | - | 3,303,121 |
| Health and human services | 58,584,806 | - | 58,584,806 |
| Planning and economic development | 7,194 | - | 7,194 |
| Culture and recreation | 21,824,266 | - | 21,824,266 |
| Debt service: | | | |
| Principal retirement | - | 3,850,366 | 3,850,366 |
| Interest and fiscal charges | 1,389 | 832,833 | 834,222 |
| Capital Outlay | 3,403,851 | - | 3,403,851 |
| Total expenditures | 97,842,096 | 4,683,199 | 102,525,295 |
| Excess (deficiency) of revenues over (under) expenditures | 30,164,083 | (2,135,196) | 28,028,887 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 3,214,380 | 2,090,762 | 5,305,142 |
| Transfers out | (34,746,997) | - | (34,746,997) |
| Proceeds from capital lease | - | - | - |
| Refunding bonds issued | - | 2,361,886 | 2,361,886 |
| Premium on bonds issued | - | 169,505 | 169,505 |
| Total other financing sources and uses | (31,532,617) | 4,622,153 | (26,910,464) |
| Net change in fund balances | (1,368,534) | 2,486,957 | 1,118,423 |
| Fund balances - beginning | 43,702,643 | 569,038 | 44,271,681 |
| Fund balances - ending | \$ 42,334,109 | \$ 3,055,995 | \$ 45,390,104 |

Johnson County, Kansas
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue
December 31, 2009

| | Developmental Supports | Library | Library Gift | Stream Maintenance | Mental Health | Register of Deeds Technology | Stormwater |
|--|------------------------|----------------------|-------------------|--------------------|----------------------|------------------------------|---------------------|
| ASSETS | | | | | | | |
| Deposits including investments | \$ 3,223,429 | \$ 3,324,080 | \$ 165,242 | \$ 5,258 | \$ 3,676,275 | \$ 4,353,217 | \$ 1,490,966 |
| Receivables (net of allowance for uncollectibles): | | | | | | | |
| Inventories | 6,916,776 | 18,247,723 | - | - | 12,223,056 | - | 2,062,871 |
| Prepays | - | - | - | - | - | - | - |
| | - | 28,005 | - | - | 19,905 | 22,844 | - |
| Total assets | 10,140,205 | 21,599,808 | 165,242 | 5,258 | 15,919,236 | 4,376,061 | 3,553,837 |
| LIABILITIES AND FUND BALANCES | | | | | | | |
| Liabilities: | | | | | | | |
| Accounts payable | 96,891 | 282,663 | 842 | - | 172,785 | - | 261 |
| Salaries and wages payable | 383,268 | 324,908 | - | - | 593,165 | - | 9,977 |
| Due to others | 386 | - | - | - | - | - | - |
| Deferred revenue | 6,950,993 | 18,147,037 | - | - | 11,325,668 | - | - |
| Total liabilities | 7,431,538 | 18,754,608 | 842 | - | 12,091,618 | - | 10,238 |
| Fund Balances: | | | | | | | |
| Reserved for: | | | | | | | |
| Encumbrances | 85,615 | 171,411 | 785 | - | 128,931 | 414 | - |
| Inventories | - | - | - | - | - | - | - |
| Prepaid items | - | 28,005 | - | - | 19,905 | 22,844 | - |
| Unreserved | 2,623,052 | 2,645,784 | 163,615 | 5,258 | 3,678,782 | 4,352,803 | 3,543,599 |
| Total fund balances | 2,708,667 | 2,845,200 | 164,400 | 5,258 | 3,827,618 | 4,376,061 | 3,543,599 |
| Total liabilities and fund balances | \$ 10,140,205 | \$ 21,599,808 | \$ 165,242 | \$ 5,258 | \$ 15,919,236 | \$ 4,376,061 | \$ 3,553,837 |

(Continued)

Johnson County, Kansas
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue (Continued)
 December 31, 2009

| | Developer Fees | Public Health | 911 Telephone | District Attorney Forfeited Property | Sheriff Forfeited Property | Controlled Substance | Alcohol Tax |
|--|-------------------|---------------------|---------------------|--------------------------------------|----------------------------|----------------------|------------------|
| ASSETS | | | | | | | |
| Deposits including investments | \$ 233,900 | \$ 3,465,774 | \$ 3,121,765 | \$ 38,200 | \$ 862,840 | \$ 218,201 | \$ 98,242 |
| Receivables (net of allowance for uncollectibles): | - | 5,829,157 | - | - | - | - | - |
| Inventories | - | 80,081 | - | - | - | - | - |
| Prepays | - | - | - | - | - | - | - |
| Total assets | 233,900 | 9,375,012 | 3,121,765 | 38,200 | 862,840 | 218,201 | 98,242 |
| LIABILITIES AND FUND BALANCES | | | | | | | |
| Liabilities: | | | | | | | |
| Accounts payable | - | 142,104 | 36,263 | - | - | 1,184 | - |
| Salaries and wages payable | - | 163,511 | - | - | - | - | - |
| Due to others | - | - | - | - | - | - | - |
| Deferred revenue | - | 5,913,531 | - | - | - | - | - |
| Total liabilities | - | 6,219,146 | 36,263 | - | - | 1,184 | - |
| Fund Balances: | | | | | | | |
| Reserved for: | | | | | | | |
| Encumbrances | - | 56,142 | 304,762 | - | 330,000 | 159,861 | - |
| Inventories | - | 80,081 | - | - | - | - | - |
| Prepaid items | - | - | - | - | - | - | - |
| Unreserved | 233,900 | 3,019,643 | 2,780,740 | 38,200 | 532,840 | 57,156 | 98,242 |
| Total fund balances | 233,900 | 3,155,866 | 3,085,502 | 38,200 | 862,840 | 217,017 | 98,242 |
| Total liabilities and fund balances | \$ 233,900 | \$ 9,375,012 | \$ 3,121,765 | \$ 38,200 | \$ 862,840 | \$ 218,201 | \$ 98,242 |

(Continued)

Johnson County, Kansas
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue (Continued)
December 31, 2009

| | Prosecutor Training | Public Works | Library Special Use | County Building | 911 Wireless Telephone | Weapons Licensure | Equipment Reserve | Total |
|---|------------------------|----------------------|------------------------|---------------------|---------------------------|----------------------|----------------------|-----------------------|
| ASSETS | | | | | | | | |
| Deposits including investments | \$ 10,321 | \$ 6,911,053 | \$ 1,124,472 | \$ 824,107 | \$ 2,761,591 | \$ 96,558 | \$ 5,190,087 | \$ 41,195,578 |
| Receivables (net of allowance for uncollectibles): | - | 14,288,912 | 2,526,601 | 1,553,916 | - | - | - | 63,649,012 |
| Inventories | - | 864,460 | - | - | - | - | - | 944,541 |
| Prepays | - | - | - | - | - | - | - | 70,754 |
| Total assets | 10,321 | 22,064,425 | 3,651,073 | 2,378,023 | 2,761,591 | 96,558 | 5,190,087 | 105,859,885 |
| LIABILITIES AND FUND BALANCES | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts payable | 3,739 | 360,565 | 19,559 | - | 74,846 | - | 12,682 | 1,204,384 |
| Salaries and wages payable | - | 139,511 | - | - | - | - | - | 1,614,340 |
| Due to others | - | 8 | - | - | - | - | - | 394 |
| Deferred revenue | - | 14,288,912 | 2,526,601 | 1,553,916 | - | - | - | 60,706,658 |
| Total liabilities | 3,739 | 14,788,996 | 2,546,160 | 1,553,916 | 74,846 | - | 12,682 | 63,525,776 |
| Fund Balances: | | | | | | | | |
| Reserved for: | | | | | | | | |
| Encumbrances | - | 529,151 | 21,864 | - | 612,285 | - | 830,361 | 3,231,582 |
| Inventories | - | 864,460 | - | - | - | - | - | 944,541 |
| Prepaid items | - | - | - | - | - | - | - | 70,754 |
| Unreserved | 6,582 | 5,881,818 | 1,083,049 | 824,107 | 2,074,460 | 96,558 | 4,347,044 | 38,087,232 |
| Total fund balances | 6,582 | 7,275,429 | 1,104,913 | 824,107 | 2,686,745 | 96,558 | 5,177,405 | 42,334,109 |
| Total liabilities and fund balances | \$ 10,321 | \$ 22,064,425 | \$ 3,651,073 | \$ 2,378,023 | \$ 2,761,591 | \$ 96,558 | \$ 5,190,087 | \$ 105,859,885 |

Johnson County, Kansas
**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances**
Nonmajor Governmental Funds - Special Revenue
For the Year Ended December 31, 2009

| | Developmental Supports | Library | Library Gift | Stream Maintenance | Mental Health | Register of Deeds Technology | Stormwater |
|--|---------------------------|---------------------|-------------------|-----------------------|---------------------|------------------------------------|---------------------|
| REVENUES | | | | | | | |
| Taxes | \$ 8,074,949 | \$ 19,893,295 | \$ - | \$ - | \$ 12,126,238 | \$ - | \$ 10,645,728 |
| Intergovernmental | 1,982,431 | 393,796 | - | - | 4,624,723 | - | - |
| Charges for services | 10,183,259 | 191,064 | - | - | 11,583,244 | 1,260,693 | - |
| Investment earnings | 200,343 | 178,615 | 3,281 | - | 252,849 | 230,740 | 95,302 |
| Licenses and permits | - | 553,724 | - | - | - | - | - |
| Other | 76,066 | 265,419 | 30,592 | 2,609 | 66,463 | 4,196 | 3,250 |
| Total revenues | 20,517,048 | 21,475,913 | 33,873 | 2,609 | 28,653,517 | 1,495,629 | 10,744,280 |
| EXPENDITURES | | | | | | | |
| Current: | | | | | | | |
| General government | - | - | - | - | - | 60,621 | - |
| Public works | - | - | - | - | - | - | 567,337 |
| Public safety | - | - | - | - | - | - | - |
| Health and human services | 20,081,506 | - | - | - | 28,796,169 | - | - |
| Planning and economic development | - | - | - | - | - | - | - |
| Culture and recreation | - | 21,232,724 | 164,561 | - | - | - | - |
| Debt service: | | | | | | | |
| Interest and fiscal charges | - | 1,389 | - | - | - | - | - |
| Capital outlay | 62,964 | 7,023 | - | - | 87,338 | 10,000 | - |
| Total expenditures | 20,144,470 | 21,241,136 | 164,561 | - | 28,883,507 | 70,621 | 567,337 |
| Excess (deficiency) of revenues over (under) expenditures | 372,578 | 234,777 | (130,688) | 2,609 | (229,990) | 1,425,008 | 10,176,943 |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | 778 | 11,157 | - | - | 64,312 | 101,298 | - |
| Transfers out | (940,000) | - | - | - | (295,976) | (4,260,352) | (11,662,978) |
| Total other financing sources and uses | (161,222) | 11,157 | - | - | (231,664) | (4,159,054) | (11,662,978) |
| Net change in fund balances | (566,644) | 245,934 | (130,688) | 2,609 | (461,654) | (2,734,046) | (1,486,035) |
| Fund balances - beginning | 3,275,311 | 2,599,266 | 295,088 | 2,649 | 4,289,272 | 7,110,107 | 5,029,634 |
| Fund balances - ending | \$ 2,708,667 | \$ 2,845,200 | \$ 164,400 | \$ 5,258 | \$ 3,827,618 | \$ 4,376,061 | \$ 3,543,599 |

(Continued)

Johnson County, Kansas
**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances**
Nonmajor Governmental Funds - Special Revenue (Continued)
For the Year Ended December 31, 2009

| | Developer Fees | Public Health | 911 Telephone | District Attorney Forfeited Property | Sheriff Forfeited Property | Controlled Substance | Alcohol Tax |
|--|-------------------|---------------------|---------------------|--------------------------------------|----------------------------|----------------------|------------------|
| REVENUES | | | | | | | |
| Taxes | \$ - | \$ 5,110,206 | \$ 1,128,706 | \$ - | \$ - | \$ 4,325 | \$ 95,868 |
| Intergovernmental | - | 3,478,371 | - | - | - | - | - |
| Charges for services | 5,725 | 1,071,646 | - | - | - | - | - |
| Investment earnings | - | - | 101,737 | 1,098 | 24,675 | 6,619 | 2,924 |
| Licenses and permits | - | 206,434 | - | 9,303 | 395,034 | - | - |
| Other | - | 211,313 | - | - | - | - | - |
| Total revenues | 5,725 | 10,077,970 | 1,230,443 | 10,401 | 419,709 | 10,944 | 98,792 |
| EXPENDITURES | | | | | | | |
| Current: | | | | | | | |
| General government | - | - | - | - | - | - | - |
| Public works | - | - | - | - | - | - | - |
| Public safety | - | - | 980,991 | 5,000 | - | 1,184 | 60,177 |
| Health and human services | - | 9,671,445 | - | - | - | - | - |
| Planning and economic development | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - | - |
| Debt service: | | | | | | | |
| Interest and fiscal charges | - | - | - | - | - | - | - |
| Capital outlay | - | 13,145 | - | - | - | - | - |
| Total expenditures | - | 9,684,590 | 980,991 | 5,000 | - | 1,184 | 60,177 |
| Excess (deficiency) of revenues over (under) expenditures | 5,725 | 393,380 | 249,452 | 5,401 | 419,709 | 9,760 | 38,615 |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | - | - | - | - | - | - | - |
| Transfers out | - | (253,718) | (500,000) | - | - | - | (28,655) |
| Total other financing sources and uses | - | (253,718) | (500,000) | - | - | - | (28,655) |
| Net change in fund balances | 5,725 | 139,662 | (250,548) | 5,401 | 419,709 | 9,760 | 9,960 |
| Fund balances - beginning | 228,175 | 3,016,204 | 3,336,050 | 32,799 | 443,131 | 207,257 | 88,282 |
| Fund balances - ending | \$ 233,900 | \$ 3,155,866 | \$ 3,085,502 | \$ 38,200 | \$ 862,840 | \$ 217,017 | \$ 98,242 |

(Continued)

Johnson County, Kansas
**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances**
Nonmajor Governmental Funds - Special Revenue (Continued)
For the Year Ended December 31, 2009

| | Prosecutor Training | Public Works | Library Special Use | County Building | 911 Wireless Telephone | Weapons Licensure | Equipment Reserve | Total |
|--|------------------------|---------------------|------------------------|--------------------|---------------------------|----------------------|----------------------|----------------------|
| REVENUES | | | | | | | | |
| Taxes | \$ - | \$ 16,288,513 | \$ 2,896,745 | \$ 1,875,866 | \$ - | \$ - | \$ - | \$ 78,140,439 |
| Intergovernmental | - | 10,129,435 | - | - | - | - | - | 20,608,756 |
| Charges for services | - | 219,892 | - | - | 1,414,361 | - | - | 25,929,884 |
| Investment earnings | - | - | - | 43,498 | 83,726 | - | 152,207 | 1,377,614 |
| Licenses and permits | - | 9,200 | - | - | - | 59,920 | - | 1,233,615 |
| Other | 22,975 | 20,065 | - | - | - | - | 12,923 | 715,871 |
| Total revenues | 22,975 | 26,667,105 | 2,896,745 | 1,919,364 | 1,498,087 | 59,920 | 165,130 | 128,006,179 |
| EXPENDITURES | | | | | | | | |
| Current: | | | | | | | | |
| General government | - | - | - | - | - | - | 178,737 | 239,358 |
| Public works | - | 9,910,774 | - | - | - | - | - | 10,478,111 |
| Public safety | 20,321 | - | - | - | 1,174,015 | 761 | 1,060,672 | 3,303,121 |
| Health and welfare | - | - | - | - | - | - | 35,686 | 58,584,806 |
| Planning and economic development | - | - | - | - | - | - | 7,194 | 7,194 |
| Culture and recreation | - | - | 426,981 | - | - | - | - | 21,824,266 |
| Debt service: | | | | | | | | |
| Interest and fiscal charges | - | - | - | - | - | - | - | 1,389 |
| Capital outlay | - | 684,213 | 308,679 | 2,098,678 | - | 90,801 | 41,010 | 3,403,851 |
| Total expenditures | 20,321 | 10,594,987 | 735,660 | 2,098,678 | 1,174,015 | 91,562 | 1,323,299 | 97,842,096 |
| Excess (deficiency) of revenues over (under) expenditures | 2,654 | 16,072,118 | 2,161,085 | (179,314) | 324,072 | (31,642) | (1,158,169) | 30,164,083 |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | - | 145,131 | - | 203,163 | - | - | 2,688,541 | 3,214,380 |
| Transfers out | - | (14,807,369) | (1,997,949) | - | - | - | - | (34,746,997) |
| Total other financing sources and uses | - | (14,662,238) | (1,997,949) | 203,163 | - | - | 2,688,541 | (31,532,617) |
| Net change in fund balances | 2,654 | 1,409,880 | 163,136 | 23,849 | 324,072 | (31,642) | 1,530,372 | (1,368,534) |
| Fund balances - beginning | 3,928 | 5,865,549 | 941,777 | 800,258 | 2,362,673 | 128,200 | 3,647,033 | 43,702,643 |
| Fund balances - ending | 6,582 | \$ 7,275,429 | \$ 1,104,913 | \$ 824,107 | \$ 2,686,745 | \$ 96,558 | \$ 5,177,405 | \$ 42,334,109 |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Developmental Supports Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|--------------------|---------------------|--|
| REVENUES | | | | |
| Taxes | \$ 8,007,577 | \$ 8,007,577 | \$ 8,074,949 | \$ 67,372 |
| Intergovernmental | 2,421,076 | 2,421,076 | 1,982,431 | (438,645) |
| Charges for services | 10,456,478 | 10,456,478 | 10,183,259 | (273,219) |
| Investment earnings | 169,681 | 169,681 | 200,343 | 30,662 |
| Other | 105,525 | 105,525 | 76,066 | (29,459) |
| Total revenues | <u>21,160,337</u> | <u>21,160,337</u> | <u>20,517,048</u> | <u>(643,289)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Health and human services | 20,913,113 | 20,913,113 | 20,020,409 | 892,704 |
| Capital outlay | 247,224 | 247,224 | 62,964 | 184,260 |
| Reserves | 1,693,105 | 1,693,105 | - | 1,693,105 |
| Total expenditures | <u>22,853,442</u> | <u>22,853,442</u> | <u>20,083,373</u> | <u>2,770,069</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(1,693,105)</u> | <u>(1,693,105)</u> | <u>433,675</u> | <u>2,126,780</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 778 | 778 |
| Transfers out | - | - | (940,000) | (940,000) |
| Total other financing sources and uses | <u>-</u> | <u>-</u> | <u>(939,222)</u> | <u>(939,222)</u> |
| Net change in fund balances | <u>(1,693,105)</u> | <u>(1,693,105)</u> | <u>(505,547)</u> | <u>\$ 1,187,558</u> |
| Fund balances - beginning | <u>1,693,105</u> | <u>1,693,105</u> | <u>3,128,600</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,623,053</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Library Fund
For the Year Ended December 31, 2009

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Over (Under)</u> |
|--|----------------------------|-------------------------|---------------------|--|
| REVENUES | | | | |
| Taxes | \$ 19,728,498 | \$ 19,728,498 | \$ 19,893,295 | \$ 164,797 |
| Intergovernmental | 524,145 | 524,145 | 393,796 | (130,349) |
| Charges for services | 214,499 | 214,499 | 191,064 | (23,435) |
| Investment earnings | 253,293 | 253,293 | 277,533 | 24,240 |
| Licenses and permits | 585,000 | 585,000 | 553,724 | (31,276) |
| Other | 406,195 | 406,195 | 265,419 | (140,776) |
| Total revenues | <u>21,711,630</u> | <u>21,711,630</u> | <u>21,574,831</u> | <u>(136,799)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Culture and recreation | 21,892,254 | 21,892,254 | 20,837,822 | 1,054,432 |
| Capital outlay | 140,220 | 140,220 | 8,412 | 131,808 |
| Reserves | 1,493,309 | 1,493,309 | - | 1,493,309 |
| Total expenditures | <u>23,525,783</u> | <u>23,525,783</u> | <u>20,846,234</u> | <u>2,679,549</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(1,814,153)</u> | <u>(1,814,153)</u> | <u>728,597</u> | <u>2,542,750</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 11,157 | 11,157 |
| Transfers out | - | - | - | - |
| Total other financing sources and uses | <u>-</u> | <u>-</u> | <u>11,157</u> | <u>11,157</u> |
| Net change in fund balances | <u>(1,814,153)</u> | <u>(1,814,153)</u> | <u>739,754</u> | <u>\$ 2,553,907</u> |
| Fund balances - beginning | <u>1,814,153</u> | <u>1,814,153</u> | <u>1,888,632</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,628,386</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Stream Maintenance Fund
For the Year Ended December 31, 2009

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Over (Under)</u> |
|--|----------------------------|-------------------------|-----------------|--|
| REVENUES | | | | |
| Other | \$ 5,000 | \$ 5,000 | \$ 2,609 | \$ (2,391) |
| Total revenues | <u>5,000</u> | <u>5,000</u> | <u>2,609</u> | <u>(2,391)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Culture and recreation | - | - | | - |
| Reserves | - | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>5,000</u> | <u>5,000</u> | <u>2,609</u> | <u>(2,391)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (5,000) | (5,000) | - | 5,000 |
| Total other financing sources and uses | <u>(5,000)</u> | <u>(5,000)</u> | <u>-</u> | <u>5,000</u> |
| Net change in fund balances | <u>-</u> | <u>-</u> | <u>2,609</u> | <u>\$ 2,609</u> |
| Fund balances - beginning | <u>-</u> | <u>-</u> | <u>2,649</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 5,258</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Mental Health Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|--------------------|---------------------|--|
| REVENUES | | | | |
| Taxes | \$ 12,013,194 | \$ 12,013,194 | \$ 12,126,238 | \$ 113,044 |
| Intergovernmental | 1,940,492 | 1,940,492 | 4,624,723 | 2,684,231 |
| Charges for services | 16,020,413 | 16,020,413 | 11,583,244 | (4,437,169) |
| Investment earnings | 235,297 | 235,297 | 252,849 | 17,552 |
| Other | 132,332 | 132,332 | 66,463 | (65,869) |
| Total revenues | <u>30,341,728</u> | <u>30,341,728</u> | <u>28,653,517</u> | <u>(1,688,211)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Health and human services | 30,016,672 | 30,210,296 | 28,859,600 | 1,350,696 |
| Capital outlay | 83,200 | 83,200 | 87,338 | (4,138) |
| Reserves | 3,160,106 | 2,966,482 | - | 2,966,482 |
| Total expenditures | <u>33,259,978</u> | <u>33,259,978</u> | <u>28,946,938</u> | <u>4,313,040</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(2,918,250)</u> | <u>(2,918,250)</u> | <u>(293,421)</u> | <u>2,624,829</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 54,120 | 54,120 | 64,312 | 10,192 |
| Transfers out | (295,976) | (295,976) | (295,976) | - |
| Total other financing sources and uses | <u>(241,856)</u> | <u>(241,856)</u> | <u>(231,664)</u> | <u>10,192</u> |
| Net change in fund balances | <u>(3,160,106)</u> | <u>(3,160,106)</u> | <u>(525,085)</u> | <u>\$ 2,635,021</u> |
| Fund balances - beginning | <u>3,160,106</u> | <u>3,160,106</u> | <u>4,223,769</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 3,698,684</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Stormwater Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|---------------------|---------------------|---------------------|--|
| REVENUES | | | | |
| Taxes | \$ 11,832,440 | \$ 11,832,440 | \$ 10,645,728 | \$ (1,186,712) |
| Investment earnings | 742,756 | 742,756 | 893,215 | 150,459 |
| Other | - | - | 3,250 | 3,250 |
| Total revenues | <u>12,575,196</u> | <u>12,575,196</u> | <u>11,542,193</u> | <u>(1,033,003)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public works | 673,175 | 673,175 | 567,337 | 105,838 |
| Reserves | 420,668 | 420,668 | - | 420,668 |
| Total expenditures | <u>1,093,843</u> | <u>1,093,843</u> | <u>567,337</u> | <u>526,506</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>11,481,353</u> | <u>11,481,353</u> | <u>10,974,856</u> | <u>(506,497)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (12,602,021) | (12,602,021) | (11,662,978) | 939,043 |
| Total other financing sources and uses | <u>(12,602,021)</u> | <u>(12,602,021)</u> | <u>(11,662,978)</u> | <u>939,043</u> |
| Net change in fund balances | <u>(1,120,668)</u> | <u>(1,120,668)</u> | <u>(688,122)</u> | <u>\$ 432,546</u> |
| Fund balances - beginning | <u>1,120,668</u> | <u>1,120,668</u> | <u>3,258,154</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,570,032</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Developer Fees Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|------------------|-------------------|--|
| REVENUES | | | | |
| Charges for services | \$ 9,800 | \$ 9,800 | \$ 5,725 | \$ (4,075) |
| Total revenues | <u>9,800</u> | <u>9,800</u> | <u>5,725</u> | <u>(4,075)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Reserves | 227,156 | 227,156 | - | 227,156 |
| Total expenditures | <u>227,156</u> | <u>227,156</u> | <u>-</u> | <u>227,156</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(217,356)</u> | <u>(217,356)</u> | <u>5,725</u> | <u>223,081</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (9,800) | (9,800) | - | 9,800 |
| Total other financing sources and uses | <u>(9,800)</u> | <u>(9,800)</u> | <u>-</u> | <u>9,800</u> |
| Net change in fund balances | <u>(227,156)</u> | <u>(227,156)</u> | <u>5,725</u> | <u>\$ 232,881</u> |
| Fund balances - beginning | <u>227,156</u> | <u>227,156</u> | <u>228,175</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 233,900</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Public Health Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|--------------------|---------------------|--|
| REVENUES | | | | |
| Taxes | \$ 5,062,055 | \$ 5,062,055 | \$ 5,110,206 | \$ 48,151 |
| Intergovernmental | 3,496,726 | 3,496,726 | 3,478,371 | (18,355) |
| Charges for services | 1,043,439 | 1,043,439 | 1,071,646 | 28,207 |
| Licenses and permits | 295,921 | 295,921 | 206,434 | (89,487) |
| Other | 23,342 | 23,342 | 211,312 | 187,970 |
| Total revenues | <u>9,921,483</u> | <u>9,921,483</u> | <u>10,077,969</u> | <u>156,486</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Health and human services | 10,033,745 | 10,033,745 | 9,500,878 | 532,867 |
| Capital outlay | - | - | 35,588 | (35,588) |
| Reserves | 2,003,248 | 2,003,248 | - | 2,003,248 |
| Total expenditures | <u>12,036,993</u> | <u>12,036,993</u> | <u>9,536,466</u> | <u>2,500,527</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(2,115,510)</u> | <u>(2,115,510)</u> | <u>541,503</u> | <u>2,657,013</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (253,718) | (253,718) | (253,718) | - |
| Total other financing sources and uses | <u>(253,718)</u> | <u>(253,718)</u> | <u>(253,718)</u> | <u>-</u> |
| Net change in fund balances | <u>(2,369,228)</u> | <u>(2,369,228)</u> | <u>287,785</u> | <u>\$ 2,657,013</u> |
| Fund balances - beginning | <u>2,369,228</u> | <u>2,369,228</u> | <u>2,731,858</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 3,019,643</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
911 Telephone Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|--------------------|---------------------|--|
| REVENUES | | | | |
| Taxes | \$ 875,000 | \$ 875,000 | \$ 1,128,706 | \$ 253,706 |
| Investment earnings | 124,310 | 124,310 | 101,737 | (22,573) |
| Total revenues | <u>999,310</u> | <u>999,310</u> | <u>1,230,443</u> | <u>231,133</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety | 835,056 | 835,056 | 681,765 | 153,291 |
| Capital outlay | 500,000 | 500,000 | - | 500,000 |
| Reserves | 1,150,232 | 1,150,232 | - | 1,150,232 |
| Total expenditures | <u>2,485,288</u> | <u>2,485,288</u> | <u>681,765</u> | <u>1,803,523</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(1,485,978)</u> | <u>(1,485,978)</u> | <u>548,678</u> | <u>2,034,656</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (500,000) | (500,000) | (500,000) | - |
| Total other financing sources and uses | <u>(500,000)</u> | <u>(500,000)</u> | <u>(500,000)</u> | <u>-</u> |
| Net change in fund balances | <u>(1,985,978)</u> | <u>(1,985,978)</u> | <u>48,678</u> | <u>\$ 2,034,656</u> |
| Fund balances - beginning | <u>1,985,978</u> | <u>1,985,978</u> | <u>2,732,062</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,780,740</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
District Attorney Forfeited Property Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|-----------------|------------------|--|
| REVENUES | | | | |
| Investment earnings | \$ 1,046 | \$ 1,046 | \$ 1,098 | \$ 52 |
| Licenses and permits | 10,000 | 10,000 | 9,303 | (697) |
| Total revenues | <u>11,046</u> | <u>11,046</u> | <u>10,401</u> | <u>(645)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety | 11,046 | 11,046 | 5,000 | 6,046 |
| Reserves | 36,203 | 36,203 | - | 36,203 |
| Total expenditures | <u>47,249</u> | <u>47,249</u> | <u>5,000</u> | <u>42,249</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(36,203)</u> | <u>(36,203)</u> | <u>5,401</u> | <u>41,604</u> |
| Net change in fund balances | <u>(36,203)</u> | <u>(36,203)</u> | <u>5,401</u> | <u>\$ 41,604</u> |
| Fund balances - beginning | <u>36,203</u> | <u>36,203</u> | <u>32,799</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 38,200</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Sheriff Forfeited Property Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|------------------|-------------------|--|
| REVENUES | | | | |
| Investment earnings | \$ 7,586 | \$ 7,586 | \$ 24,675 | \$ 17,089 |
| Licenses and permits | 60,200 | 60,200 | 395,034 | 334,834 |
| Total revenues | <u>67,786</u> | <u>67,786</u> | <u>419,709</u> | <u>351,923</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety | 337,608 | 337,608 | 330,000 | 7,608 |
| Reserves | 35,961 | 35,961 | - | 35,961 |
| Total expenditures | <u>373,569</u> | <u>373,569</u> | <u>330,000</u> | <u>43,569</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(305,783)</u> | <u>(305,783)</u> | <u>89,709</u> | <u>395,492</u> |
| Net change in fund balances | <u>(305,783)</u> | <u>(305,783)</u> | <u>89,709</u> | <u>\$ 395,492</u> |
| Fund balances - beginning | <u>305,783</u> | <u>305,783</u> | <u>443,131</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 532,840</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Controlled Substance Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|------------------|------------------|--|
| REVENUES | | | | |
| Taxes | \$ 22,600 | \$ 22,600 | \$ 4,325 | \$ (18,275) |
| Investment earnings | 6,984 | 6,984 | 6,619 | (365) |
| Total revenues | <u>29,584</u> | <u>29,584</u> | <u>10,944</u> | <u>(18,640)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety | 201,909 | 201,909 | 161,045 | 40,864 |
| Reserves | 16,984 | 16,984 | - | 16,984 |
| Total expenditures | <u>218,893</u> | <u>218,893</u> | <u>161,045</u> | <u>57,848</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(189,309)</u> | <u>(189,309)</u> | <u>(150,101)</u> | <u>39,208</u> |
| Net change in fund balances | <u>(189,309)</u> | <u>(189,309)</u> | <u>(150,101)</u> | <u>\$ 39,208</u> |
| Fund balances - beginning | <u>189,309</u> | <u>189,309</u> | <u>207,257</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 57,156</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Alcohol Tax Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|-----------------|------------------|--|
| REVENUES | | | | |
| Taxes | \$ 90,000 | \$ 90,000 | \$ 95,868 | \$ 5,868 |
| Investment earnings | 1,386 | 1,386 | 2,924 | 1,538 |
| Total revenues | <u>91,386</u> | <u>91,386</u> | <u>98,792</u> | <u>7,406</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety | 72,266 | 72,266 | 60,177 | 12,089 |
| Reserves | 54,413 | 54,413 | - | 54,413 |
| Total expenditures | <u>126,679</u> | <u>126,679</u> | <u>60,177</u> | <u>66,502</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(35,293)</u> | <u>(35,293)</u> | <u>38,615</u> | <u>73,908</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers out | (19,120) | (19,120) | (28,655) | (9,535) |
| Total other financing sources and uses | <u>(19,120)</u> | <u>(19,120)</u> | <u>(28,655)</u> | <u>(9,535)</u> |
| Net change in fund balances | <u>(54,413)</u> | <u>(54,413)</u> | 9,960 | <u>\$ 64,373</u> |
| Fund balances - beginning | <u>54,413</u> | <u>54,413</u> | <u>88,282</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 98,242</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Prosecutor Training Fund
For the Year Ended December 31, 2009

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Over (Under)</u> |
|--|----------------------------|-------------------------|-----------------|--|
| REVENUES | | | | |
| Charges for services | \$ 19,000 | \$ 19,000 | \$ 22,975 | \$ 3,975 |
| Total revenues | <u>19,000</u> | <u>19,000</u> | <u>22,975</u> | <u>3,975</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public safety | 19,000 | 19,000 | 20,321 | (1,321) |
| Reserves | 1,485 | 1,485 | - | 1,485 |
| Total expenditures | <u>20,485</u> | <u>20,485</u> | <u>20,321</u> | <u>164</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(1,485)</u> | <u>(1,485)</u> | <u>2,654</u> | <u>4,139</u> |
| Net change in fund balances | <u>(1,485)</u> | <u>(1,485)</u> | <u>2,654</u> | <u>\$ 4,139</u> |
| Fund balances - beginning | <u>1,485</u> | <u>1,485</u> | <u>3,928</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 6,582</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Public Works Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|---------------------|---------------------|---------------------|--|
| REVENUES | | | | |
| Taxes | \$ 16,107,791 | \$ 16,107,791 | \$ 16,288,513 | \$ 180,722 |
| Intergovernmental | 12,731,066 | 12,731,066 | 10,129,435 | (2,601,631) |
| Charges for services | 168,566 | 168,566 | 219,892 | 51,326 |
| Licenses and permits | 21,102 | 21,102 | 9,200 | (11,902) |
| Other | 103,431 | 103,431 | 20,065 | (83,366) |
| Total revenues | <u>29,131,956</u> | <u>29,131,956</u> | <u>26,667,105</u> | <u>(2,464,851)</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Public works | 11,471,263 | 11,471,263 | 9,840,102 | 1,631,161 |
| Capital outlay | 633,716 | 633,716 | 691,667 | (57,951) |
| Reserves | 3,093,633 | 3,093,633 | - | 3,093,633 |
| Total expenditures | <u>15,198,612</u> | <u>15,198,612</u> | <u>10,531,769</u> | <u>4,666,843</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>13,933,344</u> | <u>13,933,344</u> | <u>16,135,336</u> | <u>2,201,992</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 145,131 | 145,131 | 145,131 | - |
| Transfers out | (17,700,000) | (17,700,000) | (14,807,369) | 2,892,631 |
| Total other financing sources and uses | <u>(17,554,869)</u> | <u>(17,554,869)</u> | <u>(14,662,238)</u> | <u>2,892,631</u> |
| Net change in fund balances | <u>(3,621,525)</u> | <u>(3,621,525)</u> | <u>1,473,098</u> | <u>\$ 5,094,623</u> |
| Fund balances - beginning | <u>3,621,525</u> | <u>3,621,525</u> | <u>4,408,820</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 5,881,918</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Library Special Use Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|--------------------|---------------------|--|
| REVENUES | | | | |
| Taxes | \$ 2,864,219 | \$ 2,864,219 | \$ 2,896,745 | \$ 32,526 |
| Other | 31,406 | 31,406 | - | (31,406) |
| Total revenues | <u>2,895,625</u> | <u>2,895,625</u> | <u>2,896,745</u> | <u>1,120</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Culture and recreation | 317,824 | 317,824 | 375,543 | (57,719) |
| Capital outlay | 100,000 | 100,000 | 308,679 | (208,679) |
| Reserves | 668,489 | 668,489 | - | 668,489 |
| Total expenditures | <u>1,086,313</u> | <u>1,086,313</u> | <u>684,222</u> | <u>402,091</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>1,809,312</u> | <u>1,809,312</u> | <u>2,212,523</u> | <u>403,211</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | - | - |
| Transfers out | (2,563,935) | (2,563,935) | (1,997,949) | 565,986 |
| Total other financing sources and uses | <u>(2,563,935)</u> | <u>(2,563,935)</u> | <u>(1,997,949)</u> | <u>565,986</u> |
| Net change in fund balances | <u>(754,623)</u> | <u>(754,623)</u> | <u>214,574</u> | <u>\$ 969,197</u> |
| Fund balances - beginning | <u>754,623</u> | <u>754,623</u> | <u>868,475</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,083,049</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
County Building Fund
For the Year Ended December 31, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Over (Under) |
|--|--------------------|------------------|-------------------|--|
| REVENUES | | | | |
| Taxes | \$ 1,866,876 | \$ 1,866,876 | \$ 1,875,866 | \$ 8,990 |
| Investment earnings | 28,639 | 28,639 | 43,498 | 14,859 |
| Total revenues | <u>1,895,515</u> | <u>1,895,515</u> | <u>1,919,364</u> | <u>23,849</u> |
| EXPENDITURES | | | | |
| Capital outlay | 2,098,678 | 2,098,678 | 2,098,678 | - |
| Reserves | 759,318 | 759,318 | - | 759,318 |
| Total expenditures | <u>2,857,996</u> | <u>2,857,996</u> | <u>2,098,678</u> | <u>759,318</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(962,481)</u> | <u>(962,481)</u> | <u>(179,314)</u> | <u>783,167</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 203,163 | 203,163 | 203,163 | - |
| Total other financing sources and uses | <u>203,163</u> | <u>203,163</u> | <u>203,163</u> | <u>-</u> |
| Net change in fund balances | <u>(759,318)</u> | <u>(759,318)</u> | <u>23,849</u> | <u>\$ 783,167</u> |
| Fund balances - beginning | <u>759,318</u> | <u>759,318</u> | <u>800,258</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 824,107</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
911 Wireless Telephone Fund
For the Year Ended December 31, 2009

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Over (Under)</u> |
|--|----------------------------|-------------------------|---------------------|--|
| REVENUES | | | | |
| Charges for services | \$ 1,326,000 | \$ 1,326,000 | \$ 1,414,361 | \$ 88,361 |
| Investment earnings | 43,815 | 43,815 | 83,726 | 39,911 |
| Total revenues | <u>1,369,815</u> | <u>1,369,815</u> | <u>1,498,087</u> | <u>128,272</u> |
| EXPENDITURES | | | | |
| Public safety | 943,815 | 943,815 | 1,587,513 | (643,698) |
| Capital outlay | 1,500,000 | 1,500,000 | - | 1,500,000 |
| Reserves | 509,839 | 509,839 | - | 509,839 |
| Total expenditures | <u>2,953,654</u> | <u>2,953,654</u> | <u>1,587,513</u> | <u>1,366,141</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(1,583,839)</u> | <u>(1,583,839)</u> | <u>(89,426)</u> | <u>1,494,413</u> |
| Net change in fund balances | <u>(1,583,839)</u> | <u>(1,583,839)</u> | <u>(89,426)</u> | <u>\$ 1,494,413</u> |
| Fund balances - beginning | <u>1,583,839</u> | <u>1,583,839</u> | <u>2,163,886</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,074,460</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Weapons Licensure Fund
For the Year Ended December 31, 2009

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Over (Under)</u> |
|--|----------------------------|-------------------------|------------------|--|
| REVENUES | | | | |
| Licenses and permits | \$ 35,000 | \$ 35,000 | \$ 59,920 | \$ 24,920 |
| Total revenues | <u>35,000</u> | <u>35,000</u> | <u>59,920</u> | <u>24,920</u> |
| EXPENDITURES | | | | |
| Public safety | 107,360 | 107,360 | 761 | 106,599 |
| Capital outlay | - | - | 90,801 | (90,801) |
| Reserves | 10,000 | 10,000 | - | 10,000 |
| Total expenditures | <u>117,360</u> | <u>117,360</u> | <u>91,562</u> | <u>25,798</u> |
| Excess (deficiency) of revenues | | | | |
| over (under) expenditures | <u>(82,360)</u> | <u>(82,360)</u> | <u>(31,642)</u> | <u>50,718</u> |
| Net change in fund balances | <u>(82,360)</u> | <u>(82,360)</u> | <u>(31,642)</u> | <u>\$ 50,718</u> |
| Fund balances - beginning | <u>82,360</u> | <u>82,360</u> | <u>128,200</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 96,558</u> | |

Johnson County, Kansas
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Debt Service Fund
For the Year Ended December 31, 2009

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Over (Under)</u> |
|--|----------------------------|-------------------------|--------------------|--|
| REVENUES | | | | |
| Taxes | \$ 2,511,564 | \$ 2,511,564 | \$ 2,539,728 | \$ 28,164 |
| Charges for services | 24,187 | 24,187 | 8,275 | (15,912) |
| Total revenues | <u>2,535,751</u> | <u>2,535,751</u> | <u>2,548,003</u> | <u>12,252</u> |
| EXPENDITURES | | | | |
| Current: | | | | |
| Debt Service: | | | | |
| Principal retirement | 4,762,032 | 4,762,032 | 3,857,667 | 904,365 |
| Interest and fiscal charges | - | - | 825,531 | (825,531) |
| Reserves | 572,066 | 572,066 | - | 572,066 |
| Total expenditures | <u>5,334,098</u> | <u>5,334,098</u> | <u>4,683,198</u> | <u>650,900</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(2,798,347)</u> | <u>(2,798,347)</u> | <u>(2,135,195)</u> | <u>663,152</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 2,226,281 | 2,226,281 | 2,090,762 | (135,519) |
| Transfer out | - | - | - | - |
| Total other financing sources and uses | <u>2,226,281</u> | <u>2,226,281</u> | <u>2,090,762</u> | <u>(135,519)</u> |
| Net change in fund balances | <u>(572,066)</u> | <u>(572,066)</u> | <u>(44,433)</u> | <u>\$ 527,633</u> |
| Fund balances - beginning | <u>572,066</u> | <u>572,066</u> | <u>569,038</u> | |
| Fund balances - ending | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 524,605</u> | |

Nonmajor Proprietary Funds

Enterprise Funds

Airport – The Airport Fund accounts for all revenues and expenses of the Airport agency, as directed by the Johnson County Airport Commission. The Airport Commission's primary purpose is two-fold: 1) to develop and operate a system of air transportation facilities that will serve the aviation needs of the region; and 2) to develop and operate an industrial real estate development program that contributes to the economic base of the community. Revenues are derived from hangar rentals, user charges and County tax support. Expenses are for the construction, renovation and operation of two airports and an industrial park with water utility and rail service.

Transportation – The Transportation Fund accounts for all revenues and expenses of the transit and commuter rail programs. The primary purpose of this fund is to implement countywide public transportation services. Revenues are primarily from Federal and State grants and County support.

Internal Service Funds

Risk Management - The Risk Management Fund provides for the procurement, administration, and claims handling of property, liability and workers compensation coverage for the County. This Fund maintains reserves to reimburse the County or County agencies for insurable losses not otherwise insured.

Self-Insured Health Care – The Self-Insured Health Care Fund is used to pool the resources accumulated from the various health (medical, dental and vision) coverage premiums paid by employees through payroll deduction and those paid by the County. These resources are used to pay the expenses related to health care coverage.

Johnson County, Kansas
Combining Statement of Net Assets
Non-Major Enterprise Funds
December 31, 2009

| | Business-type Activities - Enterprise Funds | | |
|--|--|-----------------------|-------------------|
| | Non-Major | | |
| | Airport | Transportation | Total |
| ASSETS | | | |
| Current assets: | | | |
| Deposits including investments | \$ 4,307,231 | \$ 5,630,005 | \$ 9,937,236 |
| Receivables (net of allowance for uncollectibles): | 499,169 | 1,709,463 | 2,208,632 |
| Total current assets | 4,806,400 | 7,339,468 | 12,145,868 |
| Noncurrent assets: | | | |
| Restricted cash and investments | 94,432 | - | 94,432 |
| Capital assets: | | | |
| Land | 5,025,178 | - | 5,025,178 |
| Buildings | 14,575,148 | - | 14,575,148 |
| Improvements other than buildings | 26,638,938 | - | 26,638,938 |
| Machinery and equipment | 2,546,950 | 13,638,416 | 16,185,366 |
| Infrastructure | 191,642 | - | 191,642 |
| Construction in progress | 2,059,804 | - | 2,059,804 |
| Less accumulated depreciation | (24,680,669) | (7,495,946) | (32,176,615) |
| Total capital assets | 26,356,991 | 6,142,470 | 32,499,461 |
| Total noncurrent assets | 26,451,423 | 6,142,470 | 32,593,893 |
| TOTAL ASSETS | 31,257,823 | 13,481,938 | 44,739,761 |

Johnson County, Kansas
Combining Statement of Net Assets
Non-Major Enterprise Funds
December 31, 2009

| | Business-type Activities - Enterprise Funds | | |
|---|--|-----------------------|----------------------|
| | Non-Major | | |
| | Airport | Transportation | Total |
| LIABILITIES | | | |
| Current liabilities | | | |
| Accounts payable | 101,285 | 1,019,338 | 1,120,623 |
| Salaries and wages payable | 22,925 | 21,140 | 44,065 |
| Interest payable | 70,570 | - | 70,570 |
| Loans payable | 45,804 | - | 45,804 |
| Due to other funds | 423,134 | - | 423,134 |
| Due to others | 35,883 | - | 35,883 |
| Deferred Revenue | 29,762 | 1,398,370 | 1,428,132 |
| Compensated absences | 7,730 | 5,614 | 13,344 |
| Bonds, capital leases, and other payables | 655,227 | - | 655,227 |
| Total current liabilities | 1,392,320 | 2,444,462 | 3,836,782 |
| Noncurrent liabilities: | | | |
| Compensated absences | 103,086 | 74,871 | 177,957 |
| Loans payable | 61,081 | - | 61,081 |
| Bonds, capital leases, and other payables | 4,352,288 | - | 4,352,288 |
| Total noncurrent liabilities | 4,516,455 | 74,871 | 4,591,326 |
| TOTAL LIABILITIES | 5,908,775 | 2,519,333 | 8,428,108 |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | 21,242,591 | 6,142,470 | 27,479,493 |
| Restricted | 94,432 | - | 94,432 |
| Unrestricted | 4,012,025 | 4,820,135 | 8,737,728 |
| TOTAL NET ASSETS | \$ 25,349,048 | \$ 10,962,605 | \$ 36,311,653 |

Johnson County, Kansas
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Non-Major Enterprise Funds
For the Year Ended December 31, 2009

| | Business-type Activities - Enterprise Funds | | |
|---|---|----------------------|----------------------|
| | Airport | Transportation | Total |
| Operating revenues: | | | |
| Charges for services | \$ 977,593 | \$ 1,056,904 | \$ 2,034,497 |
| Other | 3,678,509 | 528,763 | 4,207,272 |
| Total operating revenues | 4,656,102 | 1,585,667 | 6,241,769 |
| Operating expenses: | | | |
| Transportation | 2,801,269 | 9,734,782 | 12,536,051 |
| Depreciation | 1,611,609 | 1,656,811 | 3,268,420 |
| Total operating expenses | 4,412,878 | 11,391,593 | 15,804,471 |
| Operating income (loss) | 243,224 | (9,805,926) | (9,562,702) |
| Nonoperating revenues (expenses): | | | |
| Taxes | 3,237 | - | 3,237 |
| Investment earnings | 23,149 | - | 23,149 |
| Intergovernmental | 497,516 | 8,365,486 | 8,863,002 |
| Interest expense | (208,579) | - | (208,579) |
| Other | 4,690 | (208) | 4,482 |
| Total nonoperating revenues (expenses) | 320,013 | 8,365,278 | 8,685,291 |
| Income (loss) before transfers | 563,237 | (1,440,648) | (877,411) |
| Transfers in | - | 5,652,125 | 5,652,125 |
| Transfers out | - | - | - |
| Change in net assets | 563,237 | 4,211,477 | 4,774,714 |
| Total net assets - beginning | 24,785,811 | 6,751,128 | 31,536,939 |
| Total net assets - ending | \$ 25,349,048 | \$ 10,962,605 | \$ 36,311,653 |

Johnson County, Kansas
Combining Statement of Cash Flows
Non-Major Enterprise Funds
For the year ended December 31, 2009

| | Business-type Activities - Enterprise Funds | | |
|---|---|---------------------|----------------------|
| | Airport | Transportation | TOTAL |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | |
| Cash received from customers | \$ 908,805 | \$ (1,026,838) | \$ (118,033) |
| Cash payments for goods and services | (2,790,112) | (9,736,899) | (12,527,011) |
| Cash payments to employees for services | (32,587) | 12,691 | (19,896) |
| Other operating cash receipts | 3,708,271 | 528,763 | 4,237,034 |
| | <u>1,794,377</u> | <u>(10,222,283)</u> | <u>(8,427,906)</u> |
| Net cash provided by (used for) operating activities | | | |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | | | |
| Taxes | 3,237 | - | 3,237 |
| Intergovernmental | 497,516 | 8,365,486 | 8,863,002 |
| Transfers from other funds | - | 5,652,125 | 5,652,125 |
| | <u>500,753</u> | <u>14,017,611</u> | <u>14,518,364</u> |
| Net cash provided by noncapital financing activities | | | |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | | |
| Acquisition and construction of capital assets | (953,605) | (4,748,320) | (5,701,925) |
| Proceeds from bonds and loans | 87,899 | - | 87,899 |
| Principal paid on bonds, notes and loans | (584,088) | - | (584,088) |
| Interest paid on bonds, notes and loans | (254,801) | - | (254,801) |
| | <u>(1,704,595)</u> | <u>(4,748,320)</u> | <u>(6,452,915)</u> |
| Net cash provided by (used for) capital and related financing activities | | | |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | |
| Interest and dividends on investments | 23,149 | - | 23,149 |
| Net cash provided by investing activities | <u>23,149</u> | <u>-</u> | <u>23,149</u> |
| Net increase in cash and cash equivalents | 613,684 | (952,992) | (339,308) |
| Cash and cash equivalents at beginning of year | 3,787,979 | 6,582,997 | 10,370,976 |
| Cash and cash equivalents at end of year | <u>\$ 4,401,663</u> | <u>\$ 5,630,005</u> | <u>\$ 10,031,668</u> |

(Continued)

Johnson County, Kansas
Combining Statement of Cash Flows
Non-Major Enterprise Funds (Continued)
For the year ended December 31, 2009

| | Business-type Activities - Enterprise Funds | | |
|---|---|------------------------|-----------------------|
| | Airport | Transportation | TOTAL |
| Reconciliation of operating income to net cash provided by (used for) operating activities | | | |
| Operating income (loss) | \$ 243,224 | \$ (9,805,926) | \$ (9,562,702) |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | | |
| Depreciation | 1,611,609 | 1,656,811 | 3,268,420 |
| Changes in assets and liabilities: | | | |
| Decrease in accounts receivable | (68,788) | (1,235,042) | (1,303,830) |
| Increase (decrease) in accounts payable | 11,157 | 17,640 | 28,797 |
| Increase (decrease) in salaries and wages payable | (16,978) | (9,621) | (26,599) |
| (Decrease) in deferred revenue | 29,762 | (848,700) | (818,938) |
| Increase (decrease) in compensated absences payable | (15,609) | 2,555 | (13,054) |
| | Total adjustments | (416,357) | 1,134,796 |
| | Net cash provided by (used for) operating activities | \$ (10,222,283) | \$ (8,427,906) |

Johnson County, Kansas
Combining Statement of Net Assets
Internal Service Funds
December 31, 2009

| | Risk Management | Self-Insured Health Care | Total |
|---|---------------------|-----------------------------|----------------------|
| ASSETS | | | |
| Current assets: | | | |
| Deposits including investments | \$ 11,251,347 | \$ 21,530,245 | \$ 32,781,592 |
| Receivables (net of allowance for uncollectibles): | 133,225 | - | 133,225 |
| Prepaid items | 52,955 | - | 52,955 |
| Total current assets | 11,437,527 | 21,530,245 | 32,967,772 |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Machinery and equipment | 18,317 | - | 18,317 |
| Less accumulated depreciation | (18,317) | - | (18,317) |
| Total noncurrent assets | - | - | - |
| TOTAL ASSETS | 11,437,527 | 21,530,245 | 32,967,772 |
| LIABILITIES | | | |
| Current liabilities | | | |
| Accounts payable | 158,055 | 4,454,659 | 4,612,714 |
| Salaries and wages payable | 9,310 | 6,731 | 16,041 |
| Compensated absences | 3,039 | 818 | 3,857 |
| Insurance claims payable | 2,744,315 | 2,702,419 | 5,446,734 |
| Total current liabilities | 2,914,719 | 7,164,627 | 10,079,346 |
| Noncurrent liabilities: | | | |
| Compensated absences | 40,527 | 10,911 | 51,438 |
| Total noncurrent liabilities | 40,527 | 10,911 | 51,438 |
| TOTAL LIABILITIES | 2,955,246 | 7,175,538 | 10,130,784 |
| NET ASSETS | | | |
| Unrestricted | 8,482,281 | 14,354,707 | 22,836,988 |
| TOTAL NET ASSETS | \$ 8,482,281 | \$ 14,354,707 | \$ 22,836,988 |

Johnson County, Kansas
**Combining Statement of Revenues, Expenses,
and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended December 31, 2009**

| | Risk Management | Self-Insured Health Care | Total |
|---|---------------------|-----------------------------|----------------------|
| Operating revenues: | | | |
| Charges for services | \$ 2,999,308 | \$ 27,685,328 | \$ 30,684,636 |
| Other | 57,337 | - | 57,337 |
| Total operating revenues | 3,056,645 | 27,685,328 | 30,741,973 |
| Operating expenses: | | | |
| Personal services | 387,049 | 235,499 | 622,548 |
| Contractual services | 3,769,532 | 35,158,809 | 38,928,341 |
| Commodities | 13,880 | 1,742 | 15,622 |
| Total operating expenses | 4,170,461 | 35,396,050 | 39,566,511 |
| Operating income (loss) | (1,113,816) | (7,710,722) | (8,824,538) |
| Nonoperating revenues (expenses): | | | |
| Taxes | 3,850 | - | 3,850 |
| Investment earnings | 341,219 | 738,493 | 1,079,712 |
| Total nonoperating revenues (expenses) | 345,069 | 738,493 | 1,083,562 |
| Income (loss) before transfers | (768,747) | (6,972,229) | (7,740,976) |
| Change in net assets | (768,747) | (6,972,229) | (7,740,976) |
| Total net assets - beginning | 9,251,028 | 21,326,936 | 30,577,964 |
| Total net assets - ending | \$ 8,482,281 | \$ 14,354,707 | \$ 22,836,988 |

Johnson County, Kansas
Combining Statement of Cash Flows
Internal Service Funds
For the year ended December 31, 2009

| | Risk Management | Self-Insured Health Care | Total |
|---|----------------------|-----------------------------|----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | |
| Cash received from customers | \$ - | \$ 27,685,328 | \$ 27,685,328 |
| Cash payments for goods and services | (3,257,259) | (34,652,296) | (37,909,555) |
| Cash payments to employees for services | (393,602) | (237,703) | (631,305) |
| Other operating cash receipts | 3,056,645 | - | 3,056,645 |
| Net cash provided by (used for) operating activities | (594,216) | (7,204,671) | (7,798,887) |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | | | |
| Taxes | 3,850 | - | 3,850 |
| Net cash provided by noncapital financing activities | 3,850 | - | 3,850 |
| CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES: | | | |
| Acquisition and construction of capital assets | - | - | - |
| Interest paid on leases | - | - | - |
| Net cash provided by capital financing activities | - | - | - |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | |
| Interest and dividends on investments | 341,219 | 738,493 | 1,079,712 |
| Net cash provided by investing activities | 341,219 | 738,493 | 1,079,712 |
| Net increase (decrease) in cash and cash equivalents | (249,147) | (6,466,178) | (6,715,325) |
| Cash and cash equivalents at beginning of year | 11,500,494 | 27,996,423 | 39,496,917 |
| Cash and cash equivalents at end of year | \$ 11,251,347 | \$ 21,530,245 | \$ 32,781,592 |

(Continued)

Johnson County, Kansas
Combining Statement of Cash Flows
Internal Service Funds (Continued)
For the year ended December 31, 2009

| | Risk Management | Self-Insured Health Care | Total |
|--|--------------------|-----------------------------|----------------|
| Reconciliation of operating income to net cash provided by (used for) operating activities: | | | |
| Operating income (loss) | \$ (1,113,816) | \$ (7,710,722) | \$ (8,824,538) |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | | |
| Depreciation | - | - | - |
| Changes in assets and liabilities: | | | |
| (Increase) decrease in accounts receivable | (45,150) | - | (45,150) |
| (Increase) in prepaid expenses | 6,866 | - | 6,866 |
| (Decrease) in accounts payable | 148,773 | (98,528) | 50,245 |
| Increase in salaries and wages payable | (5,336) | (3,597) | (8,933) |
| Increase in compensated absences payable | (1,217) | 1,393 | 176 |
| Increase in insurance claims payable | 415,664 | 606,783 | 1,022,447 |
| Total adjustments | 519,600 | 506,051 | 1,025,651 |
| Net cash provided by (used for) operating activities | \$ (594,216) | \$ (7,204,671) | \$ (7,798,887) |

Fiduciary Funds

Fiduciary Funds include all Agency Funds which account for assets held by the County as an agent for individuals or other governmental units.

Medical Reimbursement – This fund holds all monies of those County employees who have chosen to designate certain deductions from their salary for the explicit purpose of medical claims or dependent care.

Inmate – This fund holds and administers the combined accounts of the prisoners of the jail. The accounts are owned by the prisoners, and the County acts only as a custodian of these accounts.

Fire Districts – This fund collects tax monies assessed for the general obligation debt of the fire districts.

Tax Collection – This fund collects and distributes taxes for distribution to other County funds and other governmental units.

Research Triangle Sales Tax – This fund collects and distributes taxes dedicated to provide funding, in equal shares, to education projects and programs offered by the University of Kansas, Kansas State University, and the KU Medical Center in Johnson County.

Johnson County, Kansas
Combining Statement of Fiduciary Net Assets
Agency Funds
December 31, 2009

| | Medical Reimbursement | Inmate | Fire Districts | Tax Collection | Research Triangle | Totals |
|--|-----------------------|-----------|----------------|----------------|-------------------|----------------|
| Deposits including investments | \$ 182,852 | \$ 37,516 | \$ 68,745 | \$ 551,919,248 | \$ - | \$ 552,208,361 |
| Receivables (net of allowance for uncollectibles): | - | - | - | - | - | - |
| Accounts receivable | - | - | 740,131 | 402,266,699 | - | 403,006,830 |
| Taxes receivable | 182,852 | 37,516 | 808,876 | 954,185,947 | - | 955,215,191 |
| Total assets | | | | | | |
| Accounts payable | - | - | - | 11,920 | - | 11,920 |
| Agency obligations | 182,852 | 37,516 | 808,876 | 954,174,027 | - | 955,203,271 |
| Total liabilities | \$ 182,852 | \$ 37,516 | \$ 808,876 | \$ 954,185,947 | \$ - | \$ 955,215,191 |

ASSETS

LIABILITIES

Johnson County, Kansas
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2009

| | Balance January 1, 2009 | Additions | Deductions | Balance December 31, 2009 |
|-----------------------------------|----------------------------|------------------|------------------|------------------------------|
| Medical Reimbursement Fund | | | | |
| ASSETS | | | | |
| Deposits including investments | \$ 230,993 | \$ 1,323,388 | \$ 1,371,529 | \$ 182,852 |
| Total assets | \$ 230,993 | \$ 1,323,388 | \$ 1,371,529 | \$ 182,852 |
| LIABILITIES | | | | |
| Accounts payable | 8,097 | 1,381,457 | 1,389,554 | - |
| Agency obligations | 222,896 | 1,297,269 | 1,337,313 | 182,852 |
| Total liabilities | \$ 230,993 | \$ 2,678,726 | \$ 2,726,867 | \$ 182,852 |
| Inmate Fund | | | | |
| ASSETS | | | | |
| Deposits including investments | \$ 42,808 | \$ 75,516 | \$ 80,808 | \$ 37,516 |
| Total assets | \$ 42,808 | \$ 75,516 | \$ 80,808 | \$ 37,516 |
| LIABILITIES | | | | |
| Agency obligations | 42,808 | 75,516 | 80,808 | 37,516 |
| Total liabilities | \$ 42,808 | \$ 75,516 | \$ 80,808 | \$ 37,516 |
| Fire Districts Fund | | | | |
| ASSETS | | | | |
| Deposits including investments | \$ 76,802 | \$ 800,282 | \$ 808,339 | \$ 68,745 |
| Taxes receivable | 756,156 | 740,131 | 756,156 | 740,131 |
| Total assets | \$ 832,958 | \$ 1,540,413 | \$ 1,564,495 | \$ 808,876 |
| LIABILITIES | | | | |
| Agency obligations | 832,958 | 2,129,222 | 2,153,304 | 808,876 |
| Total liabilities | \$ 832,958 | \$ 2,129,222 | \$ 2,153,304 | \$ 808,876 |
| Tax Collection Fund | | | | |
| ASSETS | | | | |
| Deposits including investments | \$ 560,973,432 | \$ 2,475,422,222 | \$ 2,484,476,406 | \$ 551,919,248 |
| Taxes receivable | 397,862,042 | 402,301,237 | 397,896,580 | 402,266,699 |
| Total assets | \$ 958,835,474 | \$ 2,877,723,459 | \$ 2,882,372,986 | \$ 954,185,947 |
| LIABILITIES | | | | |
| Accounts payable | \$ 140,244 | \$ 869,592,702 | \$ 869,721,026 | \$ 11,920 |
| Agency obligations | 958,695,230 | 2,878,045,144 | 2,882,566,347 | 954,174,027 |
| Total liabilities | \$ 958,835,474 | \$ 3,747,637,846 | \$ 3,752,287,373 | \$ 954,185,947 |
| Research Triangle Fund | | | | |
| ASSETS | | | | |
| Deposits including investments | \$ - | \$ 7,840,300 | \$ 7,840,300 | \$ - |
| Total assets | \$ - | \$ 7,840,300 | \$ 7,840,300 | \$ - |
| LIABILITIES | | | | |
| Accounts payable | \$ - | \$ 5,557,848 | \$ 5,557,848 | \$ - |
| Agency obligations | - | 7,840,300 | 7,840,300 | - |
| Total liabilities | \$ - | \$ 13,398,148 | \$ 13,398,148 | \$ - |
| Totals - All Agency Funds | | | | |
| ASSETS | | | | |
| Deposits including investments | \$ 561,324,035 | \$ 2,485,461,708 | \$ 2,494,577,382 | \$ 552,208,361 |
| Taxes receivable | 398,618,198 | 403,041,368 | 398,652,736 | 403,006,830 |
| Total assets | \$ 959,942,233 | \$ 2,888,503,076 | \$ 2,893,230,118 | \$ 955,215,191 |
| LIABILITIES | | | | |
| Accounts payable | \$ 148,341 | \$ 876,532,007 | \$ 876,668,428 | \$ 11,920 |
| Agency obligations | 959,793,892 | 2,889,387,451 | 2,893,978,072 | 955,203,271 |
| Total liabilities | \$ 959,942,233 | \$ 3,765,919,458 | \$ 3,770,646,500 | \$ 955,215,191 |

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STATISTICAL SECTION

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

Statistical Section

The Statistical Section of the Johnson County Comprehensive Annual Financial Report presents detailed information to further understand the information in the financial statements, note disclosures, and required supplementary information. The purpose of this section is to give an indication of the County's overall financial health.

Financial Trends – Provides information to assist readers in understanding how the County's financial performance has changed over time.

Revenue Capacity – Provides information about the County's revenue sources.

Debt Capacity – Presents information to help the reader understand the County's debt burden and ability to issue additional debt.

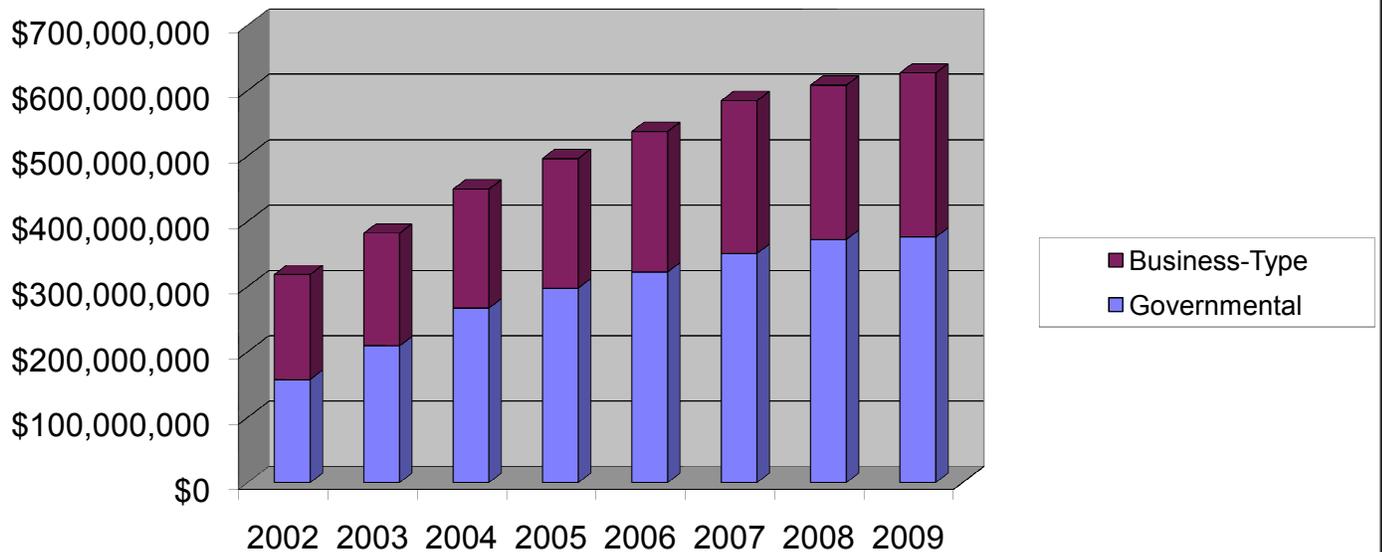
Demographic and Economic Information – Provides information about the County's demographic and economic characteristics, including population statistics and employment data.

Operating Information – Assists readers in understanding the overall operations of the County and helps to show the services provided by the County and its economic condition.

Johnson County, Kansas
Net Assets by Component
 Last Eight Fiscal Years (1)

| | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| GOVERNMENTAL ACTIVITIES | | | | | | | | |
| Invested in capital assets, net of related debt | \$ 31,460,772 | \$ 54,160,592 | \$ 96,741,012 | \$ 105,082,458 | \$ 112,300,996 | \$ 119,244,891 | \$ 143,707,961 | \$ 153,740,601 |
| Restricted for: | | | | | | | | |
| Debt service | 3,369,799 | 1,280,180 | 5,170,446 | 5,059,579 | 5,013,455 | 4,822,736 | 283,994 | 2,826,554 |
| Special revenue funds | 5,064,691 | 6,915,616 | 28,789,859 | 30,624,358 | 35,437,648 | 40,237,457 | 43,702,643 | 42,334,109 |
| Capital projects | - | - | - | - | - | - | - | - |
| Public safety | 5,946,830 | 2,475,662 | 5,760,617 | 7,778,976 | 8,238,141 | 8,930,873 | 3,013,914 | 11,994,709 |
| Economic development | 2,486,966 | 2,688,777 | 2,796,500 | 3,286,261 | 3,179,500 | 3,506,695 | 4,874,350 | - |
| Unrestricted | 109,513,387 | 141,464,813 | 127,755,016 | 145,803,575 | 158,247,813 | 174,092,929 | 176,757,635 | 164,965,407 |
| Subtotal Governmental | \$ 157,842,445 | \$ 208,985,640 | \$ 267,013,450 | \$ 297,635,207 | \$ 322,417,553 | \$ 350,835,581 | \$ 372,340,497 | \$ 375,861,380 |
| BUSINESS-TYPE ACTIVITIES | | | | | | | | |
| Invested in capital assets, net of related debt | \$ 144,357,611 | \$ 132,776,317 | \$ 168,059,283 | \$ 181,469,106 | \$ 209,272,291 | \$ 214,915,235 | \$ 214,435,443 | \$ 230,793,615 |
| Restricted for: | | | | | | | | |
| Debt service | 7,668,962 | 26,784,007 | - | - | - | - | - | - |
| Unrestricted | 8,548,463 | 13,198,860 | 14,245,724 | 16,954,281 | 5,730,092 | 18,458,671 | 21,161,685 | 20,110,011 |
| Subtotal Business-Type | \$ 160,575,036 | \$ 172,759,184 | \$ 182,305,007 | \$ 198,423,387 | \$ 215,002,383 | \$ 233,373,906 | \$ 235,597,128 | \$ 250,903,626 |
| PRIMARY GOVERNMENT | | | | | | | | |
| Invested in capital assets, net of related debt | \$ 175,818,383 | \$ 186,936,909 | \$ 264,800,295 | \$ 286,551,564 | \$ 321,573,287 | \$ 334,160,126 | \$ 358,143,404 | \$ 384,534,216 |
| Restricted for: | | | | | | | | |
| Debt service | 11,038,761 | 28,064,187 | 5,170,446 | 5,059,579 | 5,013,455 | 4,822,736 | 283,994 | 2,826,554 |
| Special revenue funds | 5,064,691 | 6,915,616 | 28,789,859 | 30,624,358 | 35,437,648 | 40,237,457 | 43,702,643 | 42,334,109 |
| Public safety | 5,946,830 | 2,475,662 | 5,760,617 | 7,778,976 | 8,238,141 | 8,930,873 | 3,013,914 | 11,994,709 |
| Economic development | 2,486,966 | 2,688,777 | 2,796,500 | 3,286,261 | 3,179,500 | 3,506,695 | 4,874,350 | - |
| Unrestricted | 118,061,850 | 154,663,673 | 142,000,740 | 162,757,856 | 163,977,905 | 192,551,600 | 197,919,320 | 185,075,418 |
| TOTAL NET ASSETS | \$ 318,417,481 | \$ 381,744,824 | \$ 449,318,457 | \$ 496,058,594 | \$ 537,419,936 | \$ 584,209,487 | \$ 607,937,625 | \$ 626,765,006 |

**Government and Business-Type
 Net Assets Comparison**



(1) As a result of the first year of implementation of GASB 34 in 2002, only eight years of information is available.

Johnson County, Kansas
Changes in Net Assets
Last Eight Fiscal Years (1)

| | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| Expenses: | | | | | | | | |
| Governmental Activities: | | | | | | | | |
| General government | \$ 50,284,974 | \$ 49,180,792 | \$ 60,676,762 | \$ 57,723,271 | \$ 65,528,919 | \$ 71,261,191 | \$ 73,360,726 | \$ 73,111,782 |
| Public works | 9,375,032 | 17,356,137 | 46,141,076 | 41,812,063 | 48,494,629 | 54,349,008 | 46,845,970 | 50,079,434 |
| Public safety | 79,005,024 | 85,781,826 | 99,465,273 | 105,164,200 | 113,339,836 | 123,123,775 | 127,137,837 | 124,920,665 |
| Health and human services | 57,420,327 | 60,878,938 | 69,833,911 | 73,171,512 | 78,104,338 | 81,034,438 | 82,910,854 | 85,439,185 |
| Planning and economic development | 4,668,756 | 16,774,636 | 22,627,432 | 22,818,084 | 23,774,305 | 23,527,172 | 23,110,110 | 8,790,697 |
| Culture and recreation | 19,083,667 | 18,527,258 | 19,196,126 | 20,143,713 | 21,322,091 | 22,555,476 | 23,033,442 | 23,953,491 |
| Interest on long term debt | 2,167,580 | 1,752,795 | 1,568,926 | 1,547,167 | 1,515,485 | 1,407,149 | 1,092,150 | 778,619 |
| Total governmental activities | \$ 222,005,360 | \$ 250,252,382 | \$ 319,509,506 | \$ 322,380,010 | \$ 352,079,603 | \$ 377,258,209 | \$ 377,491,089 | \$ 367,073,243 |
| Business Type activities: | | | | | | | | |
| Nursing Center (2) | \$ 5,554,810 | \$ 132,128 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Airport | 4,928,643 | 4,358,253 | 4,350,789 | 4,629,785 | 4,588,078 | 4,700,347 | 5,131,328 | 4,621,457 |
| Unified Wastewater District | 52,803,405 | 48,892,044 | 48,281,549 | 49,077,830 | 53,460,298 | 52,961,673 | 63,434,950 | 61,490,258 |
| Transportation | 5,065,990 | 4,445,491 | 6,769,281 | 7,884,696 | 8,001,184 | 8,422,381 | 9,289,931 | 11,391,801 |
| Public Building Commission | 4,733,596 | 4,026,778 | 4,842,512 | 5,497,373 | 6,980,764 | 8,258,489 | 7,804,136 | 10,328,527 |
| Total business type activities | \$ 73,086,444 | \$ 61,854,694 | \$ 64,244,131 | \$ 67,089,684 | \$ 73,030,324 | \$ 74,342,890 | \$ 85,660,345 | \$ 87,832,043 |
| Program Revenues: | | | | | | | | |
| Governmental Activities: | | | | | | | | |
| Charges for Service: | | | | | | | | |
| General government (3) | \$ 30,537,186 | \$ 35,222,590 | \$ 46,120,163 | \$ 46,929,062 | \$ 47,725,673 | \$ 50,432,484 | \$ 43,749,639 | \$ 29,511,504 |
| Public works | 299,135 | 132,320 | 861,723 | 379,125 | 242,130 | 322,690 | 35,493 | 1,368,741 |
| Public safety | 7,105,039 | 7,263,455 | 9,826,191 | 12,575,449 | 12,211,065 | 13,334,433 | 9,072,340 | 14,945,006 |
| Health and human services | 18,251,244 | 20,210,338 | 23,649,404 | 22,586,504 | 23,030,979 | 24,763,252 | 25,372,061 | 30,552,098 |
| Planning and economic development | 1,324,015 | 1,014,611 | 1,047,850 | 894,717 | 1,050,186 | 1,411,679 | 1,202,539 | 1,334,779 |
| Culture and recreation | 1,802,256 | 2,190,637 | 989,122 | 1,088,009 | 677,491 | 1,453,552 | - | 344,776 |
| Operating Grants and Contributions | 48,474,026 | 42,681,643 | 41,185,436 | 47,217,302 | 43,643,321 | 45,264,428 | 47,057,433 | 42,591,472 |
| Capital Grants and Contributions | 220,974 | 150,984 | 38,563 | 144,596 | 411,553 | 239,364 | 203,989 | 229,118 |
| Total governmental activities | \$ 108,013,875 | \$ 108,866,578 | \$ 123,718,452 | \$ 131,814,764 | \$ 128,992,398 | \$ 137,221,882 | \$ 126,693,494 | \$ 120,877,494 |
| Business Type activities: | | | | | | | | |
| Charges for Service: | | | | | | | | |
| Nursing Center (2) | \$ 4,412,162 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Airport | 4,021,032 | 6,315,259 | 4,143,541 | 4,576,078 | 4,298,079 | 4,557,409 | 5,028,692 | 4,656,102 |
| Unified Wastewater District | 27,434,163 | 52,811,119 | 57,253,211 | 61,205,283 | 60,166,648 | 65,304,524 | 62,064,357 | 67,906,366 |
| Transportation | 628,015 | 615,681 | 1,262,445 | 653,561 | 785,852 | 989,990 | 1,406,919 | 1,585,667 |
| Public Building Commission | 8,210,982 | 7,983,410 | 6,053,241 | 7,607,682 | 9,555,791 | 8,977,685 | 10,084,842 | 10,536,073 |
| Operating Grants and Contributions | 3,331,453 | 2,441,767 | 3,638,036 | 6,907,341 | 3,212,441 | 4,414,815 | 2,278,863 | 5,294,890 |
| Capital Grants and Contributions | - | 665,124 | 250,000 | 250,000 | 2,865,994 | 833,630 | 26,531 | 3,568,112 |
| Total business type activities | \$ 43,625,645 | \$ 70,832,360 | \$ 72,600,474 | \$ 81,199,945 | \$ 80,884,805 | \$ 85,078,053 | \$ 80,890,204 | \$ 93,547,210 |
| Net (Expense)/Revenue: | | | | | | | | |
| Governmental Activities | \$ (113,991,485) | \$ (141,385,804) | \$ (194,506,820) | \$ (189,450,094) | \$ (221,394,136) | \$ (238,291,204) | \$ (248,604,941) | \$ (246,195,749) |
| Business Type Activities | (25,048,637) | 8,977,666 | 7,072,109 | 12,995,109 | 6,161,412 | 8,990,041 | (6,962,795) | 5,715,167 |
| Total primary government net expense | \$ (139,040,122) | \$ (132,408,138) | \$ (187,434,711) | \$ (176,454,985) | \$ (215,232,724) | \$ (229,301,163) | \$ (255,567,736) | \$ (240,480,582) |
| General Revenues: | | | | | | | | |
| Governmental Activities: | | | | | | | | |
| Property Taxes | \$ 122,925,567 | \$ 129,336,256 | \$ 138,924,881 | \$ 142,123,808 | \$ 161,876,560 | \$ 173,957,923 | \$ 184,292,683 | \$ 184,944,586 |
| Sales Taxes | 36,744,322 | 52,022,478 | 61,866,361 | 63,507,087 | 65,068,745 | 66,816,061 | 63,684,470 | 58,948,208 |
| Other Taxes | 1,891,033 | 1,840,375 | 1,801,971 | 1,675,701 | 1,816,751 | 1,646,312 | 1,639,876 | 1,472,563 |
| Unrestricted Investment Earnings | 10,023,114 | 5,865,168 | 2,557,593 | 8,887,382 | 17,540,871 | 21,489,622 | 19,525,362 | 6,646,003 |
| Miscellaneous | 4,502,114 | 5,049,029 | 5,292,434 | 5,330,684 | 5,940,737 | 6,496,744 | 6,235,870 | 6,618,995 |
| Transfers | (1,537,421) | (1,584,307) | (2,412,820) | (1,452,811) | (6,067,182) | (3,697,429) | (5,268,404) | (8,913,723) |
| Total governmental activities | \$ 174,548,729 | \$ 192,528,999 | \$ 208,030,420 | \$ 220,071,851 | \$ 246,176,482 | \$ 266,709,232 | \$ 270,109,857 | \$ 249,716,632 |
| Business Type activities: | | | | | | | | |
| Property Taxes | \$ 20,586,267 | \$ 1,056,220 | \$ 298,269 | \$ 96,355 | \$ 59,615 | \$ 8,237 | \$ 3,949 | \$ 4,192 |
| Other Taxes | 4,451 | 4,451 | 4,451 | 4,451 | 91 | - | - | - |
| Unrestricted Investment Earnings | 3,639,452 | 561,504 | (241,826) | 1,569,654 | 4,290,696 | 5,675,816 | 3,811,399 | (546,508) |
| Miscellaneous | - | - | - | - | - | - | 102,266 | 1,219,923 |
| Transfers | 1,537,421 | 1,584,307 | 2,412,820 | 1,452,811 | 6,067,182 | 3,697,429 | 5,268,404 | 8,913,723 |
| Total business type activities | \$ 25,767,591 | \$ 3,206,482 | \$ 2,473,714 | \$ 3,123,271 | \$ 10,417,584 | \$ 9,381,482 | \$ 9,186,018 | \$ 9,591,330 |
| Change in Net Assets: | | | | | | | | |
| Governmental Activities | \$ 60,557,244 | \$ 51,143,195 | \$ 13,523,600 | \$ 30,621,757 | \$ 24,782,346 | \$ 28,418,028 | \$ 21,504,916 | \$ 3,520,883 |
| Business Type Activities | 718,954 | 12,184,148 | 9,545,823 | 16,118,380 | 16,578,996 | 18,371,523 | 2,223,223 | 15,306,497 |
| Total Primary Government | \$ 61,276,198 | \$ 63,327,343 | \$ 23,069,423 | \$ 46,740,137 | \$ 41,361,342 | \$ 46,789,551 | \$ 23,728,139 | \$ 18,827,380 |

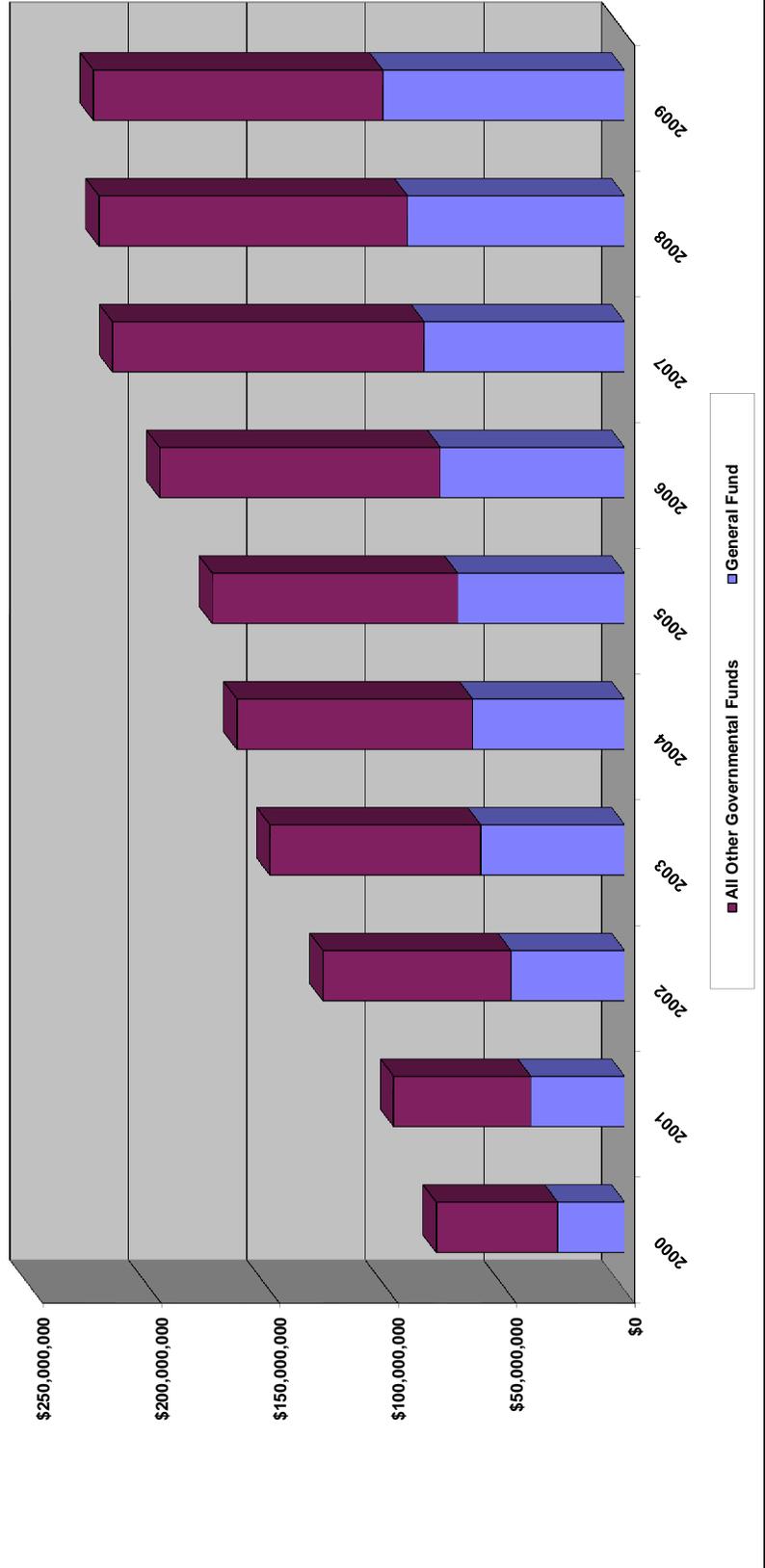
(1) As a result of the first year of implementation of GASB 34 in 2002, only eight years of information is available.
(2) Nursing Center was no longer part of County after 2002.

Johnson County, Kansas
Fund Balances of Governmental Funds
Last Ten Fiscal Years

| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|
| GENERAL FUND | | | | | | | | | | |
| Unreserved, reported in: | | | | | | | | | | |
| Designated for public safety | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Designated for capital expenditures | 12,989,712 | 14,571,462 | 16,957,879 | 18,837,308 | 11,696,899 | 12,523,195 | 13,504,578 | 13,844,930 | 15,781,297 | 16,145,687 |
| Designated for working capital | 3,609,273 | 4,123,611 | 2,378,595 | 5,204,772 | 3,361,166 | 6,412,421 | 3,372,771 | 2,592,186 | 3,075,830 | 3,232,815 |
| Designated for restricted agencies | 2,993,176 | 13,045,631 | 18,228,633 | 29,517,313 | 38,850,563 | 39,404,783 | 48,291,140 | 54,080,473 | 62,745,436 | 69,190,584 |
| General fund | \$ 28,316,036 | \$ 39,683,431 | \$ 48,078,627 | \$ 60,896,679 | \$ 64,267,310 | \$ 70,632,895 | \$ 77,909,078 | \$ 84,797,728 | \$ 91,798,926 | \$ 102,253,654 |
| Total General Fund | | | | | | | | | | |

| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|---|---------------|---------------|---------------|---------------|---------------|----------------|----------------|----------------|----------------|----------------|
| ALL OTHER GOVERNMENTAL FUNDS | | | | | | | | | | |
| Unreserved, reported in: | | | | | | | | | | |
| Designated for working capital | \$ 17,932 | \$ - | \$ 10,003,840 | \$ 5,114,720 | \$ 32,438,475 | \$ 31,603,443 | \$ 31,851,111 | \$ 30,909,707 | \$ 29,981,344 | \$ 23,117,881 |
| Debt service fund | 402,129 | 364,114 | 286,241 | - | - | - | - | - | - | - |
| Capital projects fund | 3,620,639 | 3,738,203 | 3,083,558 | 1,280,180 | 793,061 | 717,227 | 701,097 | 541,116 | 569,038 | 532,770 |
| Special revenue funds | 35,668,397 | 39,801,963 | 43,701,290 | 57,234,771 | 37,975,213 | 41,456,477 | 51,446,053 | 61,966,839 | 58,256,420 | 60,470,432 |
| Total All Other Governmental Funds | \$ 11,623,526 | \$ 14,016,456 | \$ 22,263,137 | \$ 25,345,525 | \$ 28,351,005 | \$ 29,821,286 | \$ 34,527,447 | \$ 38,199,483 | \$ 41,532,252 | \$ 38,087,232 |
| Total All Other Governmental Funds | \$ 51,332,623 | \$ 57,920,736 | \$ 79,338,066 | \$ 88,975,196 | \$ 99,557,754 | \$ 103,598,433 | \$ 118,525,708 | \$ 131,617,145 | \$ 130,339,054 | \$ 122,208,315 |

Governmental Fund Balances

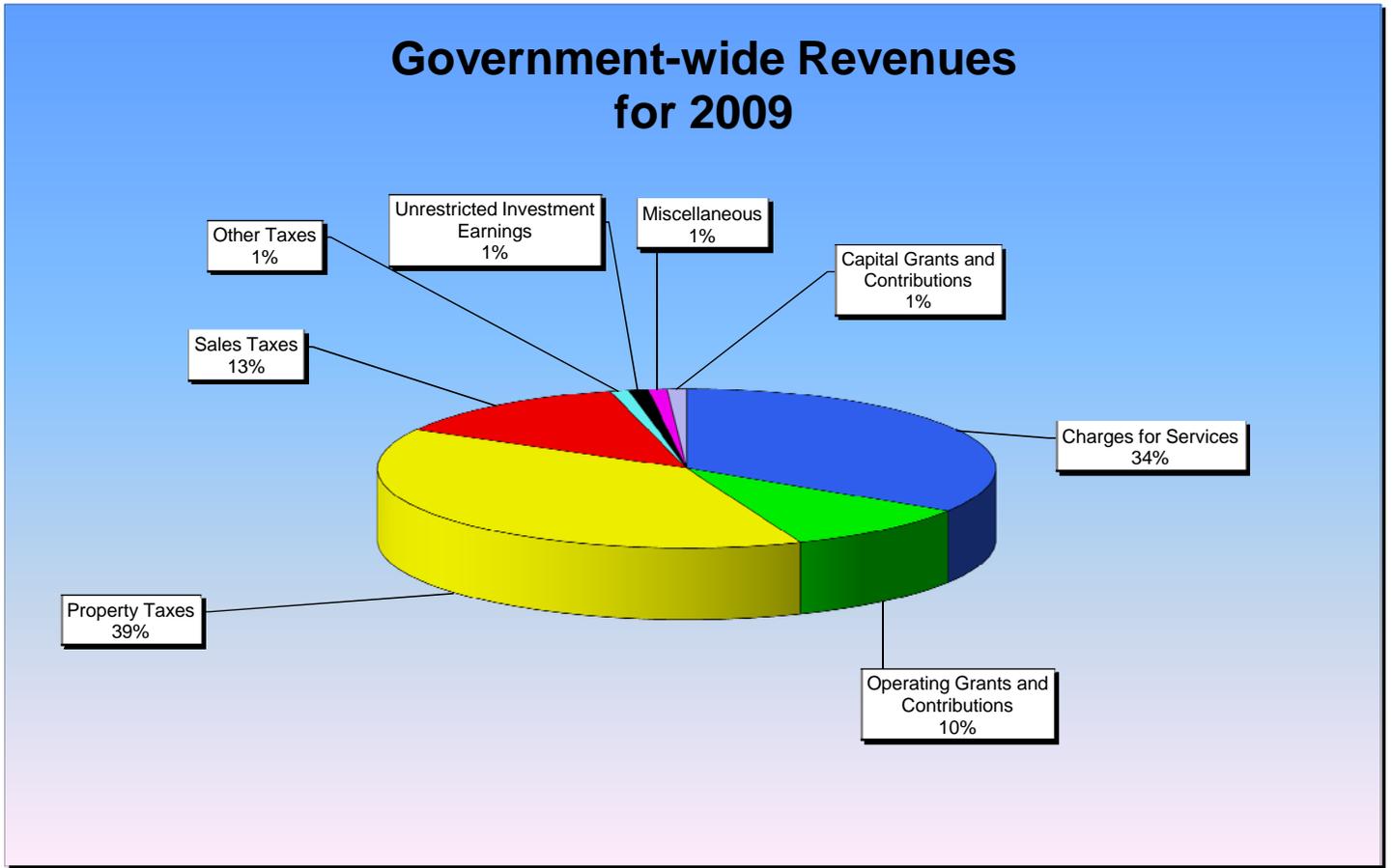


Johnson County, Kansas
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|--|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---------------------|---------------------|
| REVENUES | | | | | | | | | | |
| Taxes | \$ 134,536,622 | \$ 146,280,731 | \$ 160,713,653 | \$ 182,329,357 | \$ 201,699,087 | \$ 207,194,978 | \$ 228,735,916 | \$ 242,417,134 | \$ 249,614,892 | \$ 245,361,507 |
| Intergovernmental | 46,489,202 | 50,071,946 | 48,695,000 | 42,832,627 | 41,223,999 | 47,361,898 | 44,054,874 | 45,503,792 | 47,261,422 | 42,820,590 |
| Charges for services | 48,765,482 | 59,025,807 | 67,753,459 | 76,561,352 | 76,931,093 | 76,198,339 | 83,065,113 | 87,704,135 | 83,487,583 | 83,497,182 |
| Interest | 11,747,633 | 11,206,395 | 9,319,555 | 5,199,255 | 1,945,897 | 8,043,217 | 16,182,301 | 19,441,431 | 17,804,744 | 5,566,291 |
| Licenses and permits | 992,681 | 1,193,221 | 2,377,091 | 2,585,110 | 3,034,763 | 2,948,228 | 3,719,810 | 3,331,951 | 2,682,432 | 3,377,189 |
| Other | 4,460,497 | 5,921,522 | 4,502,114 | 5,049,029 | 5,292,434 | 5,330,683 | 5,940,737 | 6,496,744 | 6,235,870 | 6,618,994 |
| Total Revenues | 246,992,117 | 273,699,622 | 293,360,872 | 314,556,730 | 330,127,273 | 347,077,343 | 381,698,751 | 404,895,187 | 407,086,943 | 387,241,753 |
| EXPENDITURES | | | | | | | | | | |
| General government | 43,688,247 | 46,467,371 | 53,288,036 | 50,233,878 | 56,705,353 | 59,300,779 | 62,833,222 | 64,737,243 | 70,963,960 | 70,303,864 |
| Public works and transportation | 11,771,384 | 13,152,779 | 8,905,386 | 9,089,124 | 9,175,398 | 9,469,202 | 9,751,395 | 9,986,468 | 10,580,267 | 10,478,111 |
| Public safety | 65,749,036 | 72,744,844 | 79,797,881 | 90,102,027 | 97,312,476 | 102,828,116 | 111,279,298 | 118,165,755 | 123,645,258 | 123,687,441 |
| Health and human services | 49,347,439 | 53,986,476 | 59,491,743 | 63,504,096 | 69,064,765 | 72,589,932 | 76,682,752 | 80,338,521 | 81,311,709 | 84,889,660 |
| Planning and economic development | 4,269,052 | 4,129,758 | 4,964,795 | 17,119,716 | 22,602,954 | 22,795,210 | 23,746,721 | 23,485,399 | 23,070,417 | 8,754,799 |
| Culture and recreation | 14,085,369 | 16,057,131 | 16,974,597 | 17,571,798 | 18,089,705 | 19,109,616 | 20,239,177 | 21,600,355 | 22,041,905 | 22,977,249 |
| Capital outlay | 11,325,703 | 11,068,501 | 44,269,716 | 36,608,636 | 39,189,824 | 45,012,838 | 43,710,803 | 57,852,307 | 55,275,777 | 52,759,720 |
| Debt service: | | | | | | | | | | |
| Principal | 6,340,353 | 6,095,353 | 7,031,653 | 4,143,660 | 4,069,122 | 3,823,047 | 3,802,962 | 3,728,208 | 9,392,084 | 3,850,366 |
| Interest | 2,180,809 | 2,158,140 | 2,089,246 | 1,768,666 | 1,614,403 | 1,567,192 | 1,482,843 | 1,359,990 | 1,236,641 | 834,222 |
| Total Expenditures | 208,757,392 | 225,860,353 | 276,813,053 | 290,141,601 | 317,824,000 | 336,495,932 | 353,529,173 | 381,254,246 | 397,518,018 | 378,535,432 |
| Excess of revenues over (under) expenditures | 38,234,725 | 47,839,269 | 16,547,819 | 24,415,129 | 12,303,273 | 10,581,411 | 28,169,578 | 23,640,941 | 9,568,925 | 8,706,321 |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | | |
| Transfers in | 4,637,322 | 4,917,254 | 43,860,280 | 36,881,140 | 43,501,298 | 42,588,157 | 49,004,640 | 62,157,379 | 49,140,806 | 41,725,689 |
| Transfers out | (42,860,960) | (38,947,600) | (47,073,754) | (41,846,547) | (46,296,382) | (44,040,969) | (54,986,983) | (65,854,808) | (54,409,210) | (50,639,412) |
| Proceeds from capital lease | 372,164 | 13,019 | 79,390 | 20,460 | - | 26,320 | 16,223 | 36,575 | - | - |
| General obligation | - | - | 10,415,000 | 985,000 | - | 1,245,000 | - | - | - | - |
| Refunding bonds issued | - | - | 12,477,978 | - | 4,445,000 | - | - | - | 1,410,000 | 2,361,886 |
| Payment to refunded bonds escrow agent | - | - | (12,556,312) | - | - | - | - | - | - | - |
| Premium on bonds issued | - | - | - | - | - | 6,345 | - | - | 12,586 | 169,505 |
| Total other financing sources and uses: | (37,851,474) | (34,017,327) | 7,202,582 | (1,959,947) | 1,649,916 | (175,147) | (5,966,120) | (3,660,854) | (3,845,818) | (6,382,332) |
| NET CHANGE IN FUND BALANCES | \$ 383,251 | \$ 13,821,942 | \$ 23,750,401 | \$ 22,455,182 | \$ 13,953,189 | \$ 10,406,264 | \$ 22,203,458 | \$ 19,980,087 | \$ 5,723,107 | \$ 2,323,989 |
| Debt service as a percentage of noncapital expenditures | 4.81% | 4.41% | 4.62% | 2.56% | 2.03% | 1.90% | 1.70% | 1.62% | 3.25% | 1.48% |

**Johnson County, Kansas
Government-wide Revenues
Last Eight Fiscal Years (1)**

| Fiscal Year | Program Revenues | | | General Revenues | | | | | | Total |
|-------------|----------------------|------------------------------------|----------------------------------|------------------|---------------|--------------|----------------------------------|---------------|----------------|-------|
| | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Property Taxes | Sales Taxes | Other Taxes | Unrestricted Investment Earnings | Miscellaneous | | |
| 2009 | \$ 162,741,112 | \$ 47,886,362 | \$ 3,797,230 | \$ 184,948,778 | \$ 58,948,208 | \$ 1,472,563 | \$ 6,099,495 | \$ 7,838,918 | \$ 473,732,666 | |
| 2008 | 158,016,882 | 49,336,296 | 230,520 | 184,296,632 | 63,684,470 | 1,639,876 | 23,336,761 | 6,338,136 | 486,879,573 | |
| 2007 | 171,547,698 | 49,679,243 | 1,072,994 | 173,966,160 | 66,816,061 | 1,646,312 | 27,165,438 | 6,496,744 | 498,390,650 | |
| 2006 | 159,743,894 | 46,855,762 | 3,277,547 | 161,936,175 | 65,068,745 | 1,816,842 | 21,831,567 | 5,940,737 | 466,471,269 | |
| 2005 | 158,495,470 | 54,124,643 | 394,596 | 142,220,163 | 63,507,087 | 1,680,152 | 10,457,036 | 5,330,684 | 436,209,831 | |
| 2004 | 151,206,891 | 44,823,472 | 288,563 | 139,223,150 | 61,866,361 | 1,806,422 | 2,315,767 | 5,292,434 | 406,823,060 | |
| 2003 | 133,759,420 | 45,123,410 | 816,108 | 130,392,476 | 52,022,478 | 1,844,826 | 6,426,672 | 5,049,029 | 375,434,419 | |
| 2002 | 104,025,229 | 51,805,479 | 220,974 | 143,511,834 | 36,744,322 | 1,895,484 | 13,662,566 | 4,502,114 | 356,368,002 | |

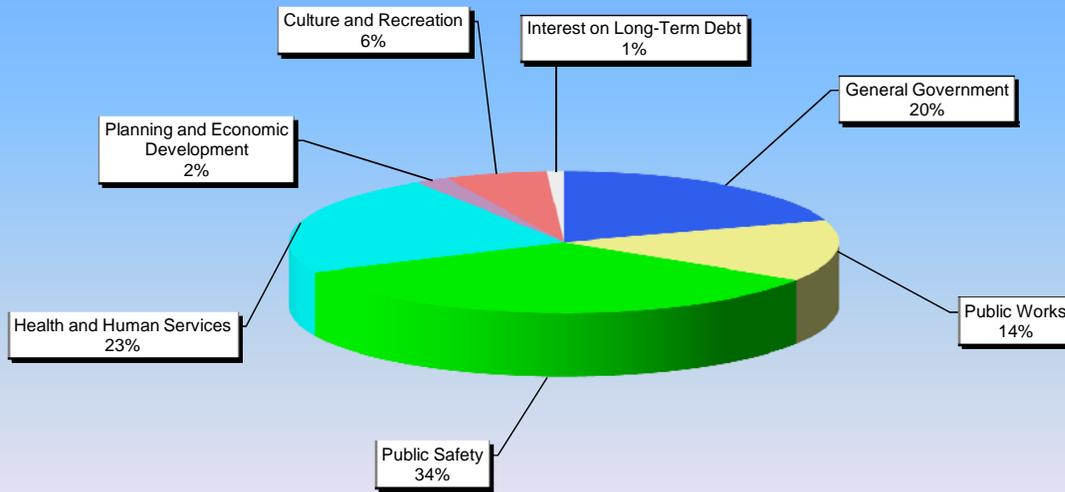


(1) As a result of the first year of implementation of GASB 34 in 2002, only eight years of information is available.

Johnson County, Kansas
Government-wide Expenses by Function
Last Eight Fiscal Years (1)

| Fiscal Year | General Government | Public Works | Public Safety | Health and Human Services | Planning and Economic Development | Culture and Recreation | Interest on Long-Term Debt | Total |
|-------------|--------------------|---------------|----------------|---------------------------|-----------------------------------|------------------------|----------------------------|----------------|
| 2009 | \$ 73,111,782 | \$ 50,079,434 | \$ 124,920,665 | \$ 85,439,185 | \$ 8,790,067 | \$ 23,953,491 | \$ 778,619 | \$ 367,073,243 |
| 2008 | 73,360,726 | 46,845,970 | 127,137,837 | 82,910,854 | 23,110,110 | 23,033,442 | 1,092,150 | 377,491,089 |
| 2007 | 71,261,191 | 54,349,008 | 123,123,775 | 81,034,438 | 23,527,172 | 22,555,476 | 1,407,149 | 377,258,209 |
| 2006 | 65,528,919 | 48,494,629 | 113,339,836 | 78,104,338 | 23,774,305 | 21,322,091 | 1,515,485 | 352,079,603 |
| 2005 | 57,723,271 | 41,812,063 | 105,164,200 | 73,171,512 | 22,818,084 | 20,143,713 | 1,547,167 | 322,380,010 |
| 2004 | 46,402,188 | 46,987,125 | 107,125,841 | 73,812,912 | 23,006,309 | 19,321,971 | 1,568,926 | 318,225,272 |
| 2003 | 49,180,792 | 17,356,137 | 85,781,826 | 60,878,938 | 16,774,636 | 18,527,258 | 1,752,795 | 250,252,382 |
| 2002 | 50,284,974 | 9,375,032 | 79,005,024 | 57,420,327 | 4,668,756 | 19,083,667 | 2,167,580 | 222,005,360 |

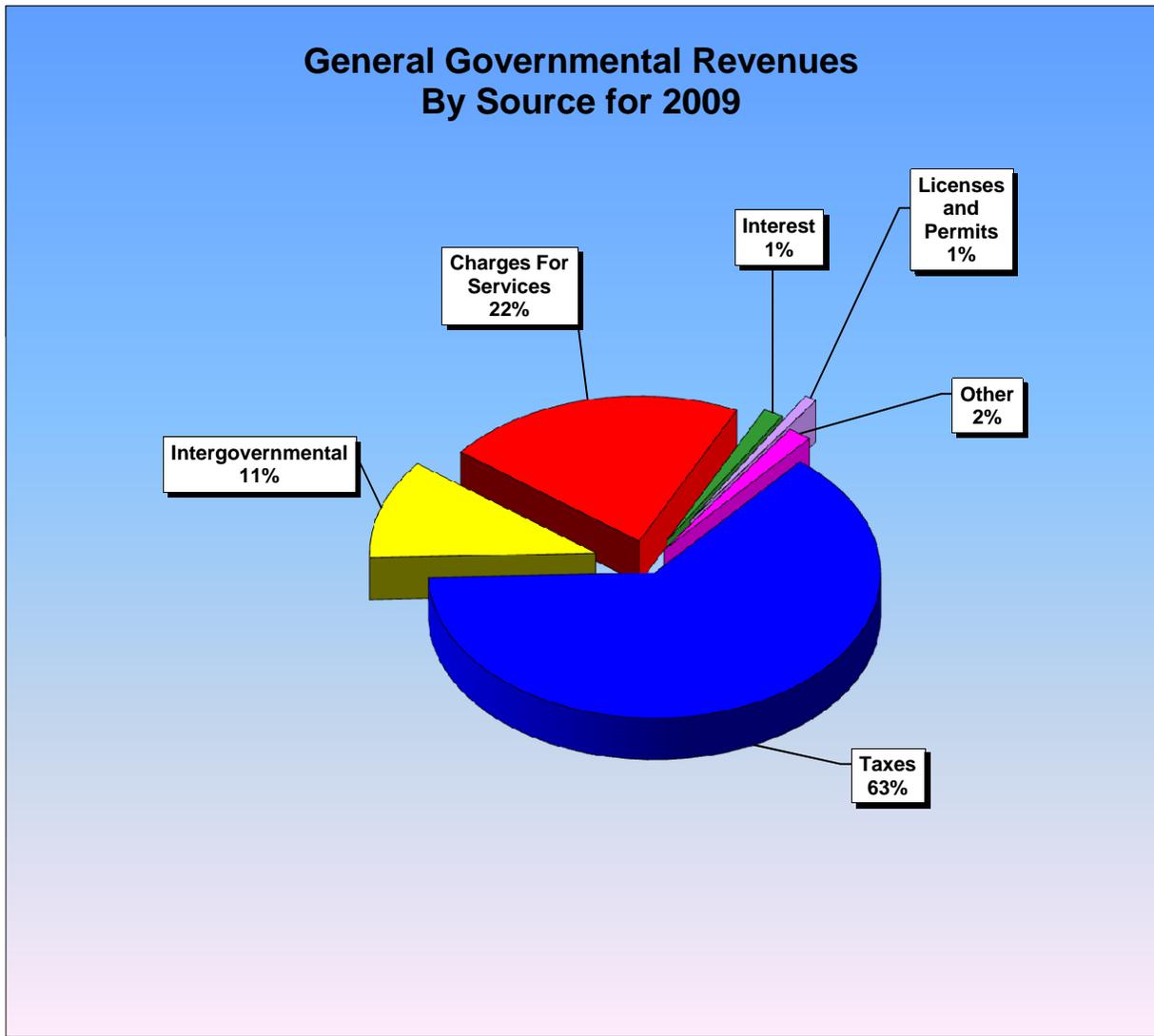
**Government-wide Expenses
by Functions for 2009**



(1) As a result of the first year of implementation of GASB 34 in 2002, only eight years of information is available.

Johnson County, Kansas
General Governmental Revenues by Source
Last Ten Fiscal Years

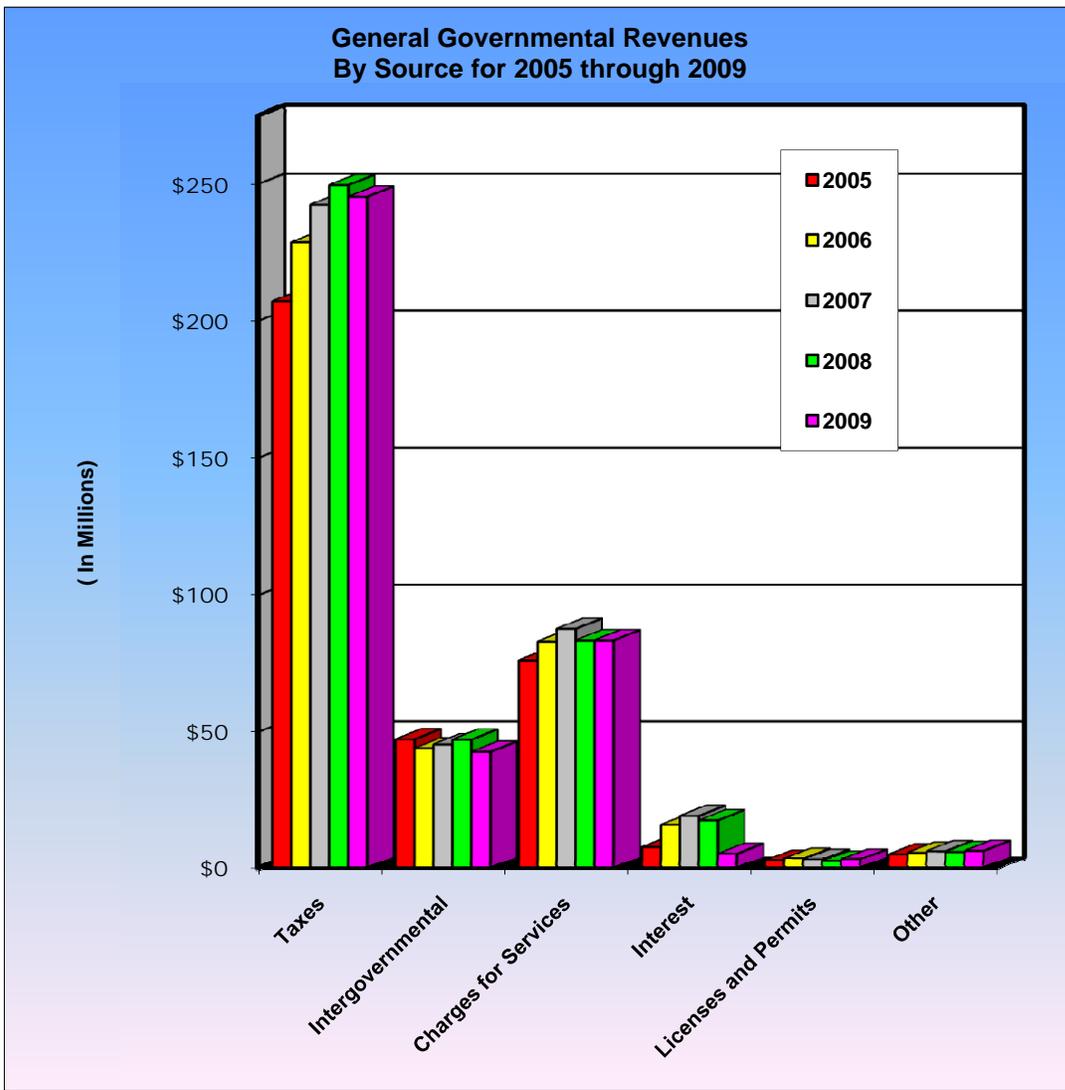
| Fiscal Year | Taxes | Intergovernmental | Charges for Services | Interest |
|--------------------|----------------|--------------------------|-----------------------------|-----------------|
| 2009 | \$ 245,361,507 | \$ 42,820,590 | \$ 83,497,182 | \$ 5,566,291 |
| 2008 | 249,614,892 | 47,261,422 | 83,487,583 | 17,804,744 |
| 2007 | 242,417,134 | 45,503,792 | 87,704,135 | 19,441,431 |
| 2006 | 228,735,916 | 44,054,874 | 83,065,113 | 16,182,301 |
| 2005 | 207,194,978 | 47,361,898 | 76,198,339 | 8,043,217 |
| 2004 | 201,699,087 | 41,223,999 | 76,931,093 | 1,945,897 |
| 2003 | 182,329,357 | 42,832,627 | 76,561,352 | 5,199,255 |
| 2002 | 160,713,653 | 48,695,000 | 67,753,459 | 9,319,555 |
| 2001 | 146,280,731 | 50,071,946 | 59,025,807 | 11,206,395 |
| 2000 | 134,536,622 | 46,489,202 | 48,765,482 | 11,747,633 |



(1) Revenues include general, special revenue, and debt service funds.

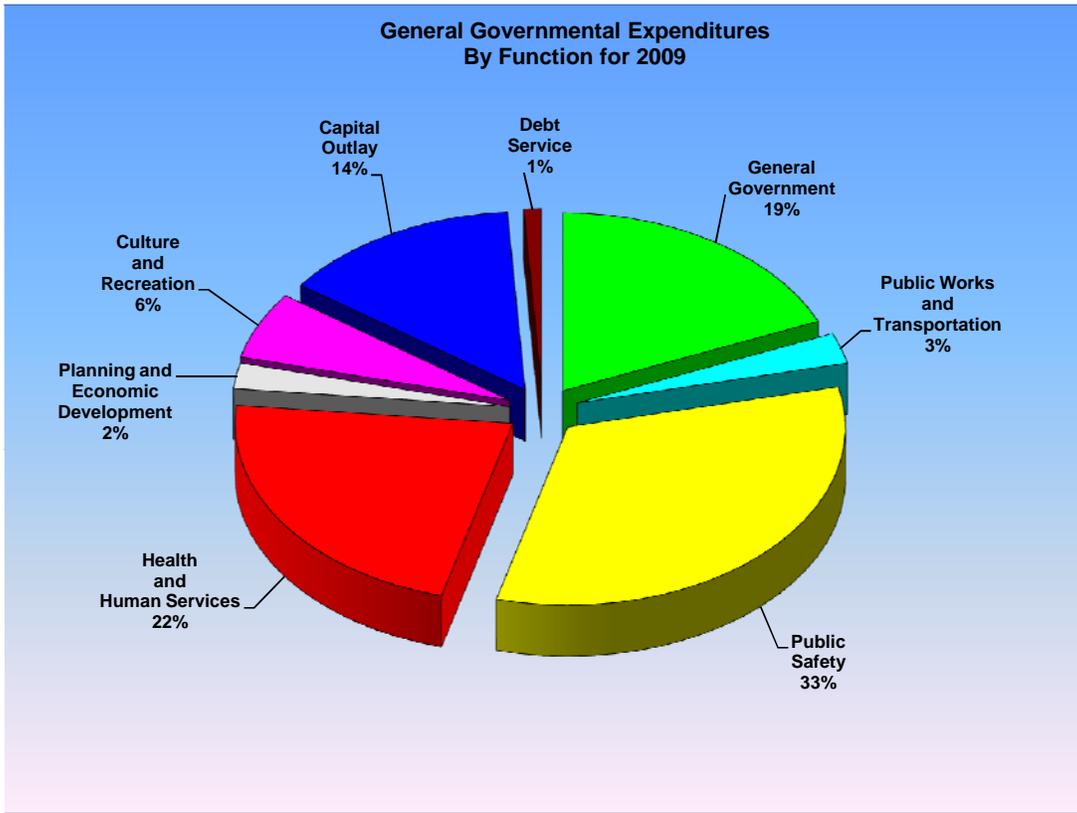
Johnson County, Kansas
General Governmental Revenues by Source
Last Ten Fiscal Years

| Licenses and Permits | Other | Total (1) | Fiscal Year |
|----------------------------|--------------|----------------|----------------|
| \$ 3,377,189 | \$ 6,618,994 | \$ 387,241,753 | 2009 |
| 2,682,432 | 6,235,870 | 407,086,943 | 2008 |
| 3,331,951 | 6,496,744 | 404,895,187 | 2007 |
| 3,719,810 | 5,940,737 | 381,698,751 | 2006 |
| 2,948,228 | 5,330,683 | 347,077,343 | 2005 |
| 3,034,763 | 5,292,434 | 330,127,273 | 2004 |
| 2,585,110 | 5,049,029 | 314,556,730 | 2003 |
| 2,377,091 | 4,502,114 | 293,360,872 | 2002 |
| 1,193,221 | 5,921,522 | 273,699,622 | 2001 |
| 992,681 | 4,460,497 | 246,992,117 | 2000 |



Johnson County, Kansas
General Governmental Expenditures by Function
Last Ten Fiscal Years

| Fiscal Year | General Government | Public Works and Transportation | Public Safety | Health and Human Services | Planning and Economic Development |
|--------------------|---------------------------|--|----------------------|----------------------------------|--|
| 2009 | \$ 70,303,864 | \$ 10,478,111 | \$ 123,687,441 | \$ 84,889,660 | \$ 8,754,799 |
| 2008 | 70,963,960 | 10,580,267 | 123,645,258 | 81,311,709 | 23,070,417 |
| 2007 | 64,737,243 | 9,986,468 | 118,165,755 | 80,338,521 | 23,485,399 |
| 2006 | 62,833,222 | 9,751,395 | 111,279,298 | 76,682,752 | 23,746,721 |
| 2005 | 59,300,779 | 9,469,202 | 102,828,116 | 72,589,932 | 22,795,210 |
| 2004 | 56,705,353 | 9,175,398 | 97,312,476 | 69,064,765 | 22,602,954 |
| 2003 | 50,233,878 | 9,089,124 | 90,102,027 | 63,504,096 | 17,119,716 |
| 2002 | 53,288,036 | 8,905,386 | 79,797,881 | 59,491,743 | 4,964,795 |
| 2001 | 46,467,371 | 13,152,779 | 72,744,844 | 53,986,476 | 4,129,758 |
| 2000 | 43,688,247 | 11,771,384 | 65,749,036 | 49,347,439 | 4,269,052 |

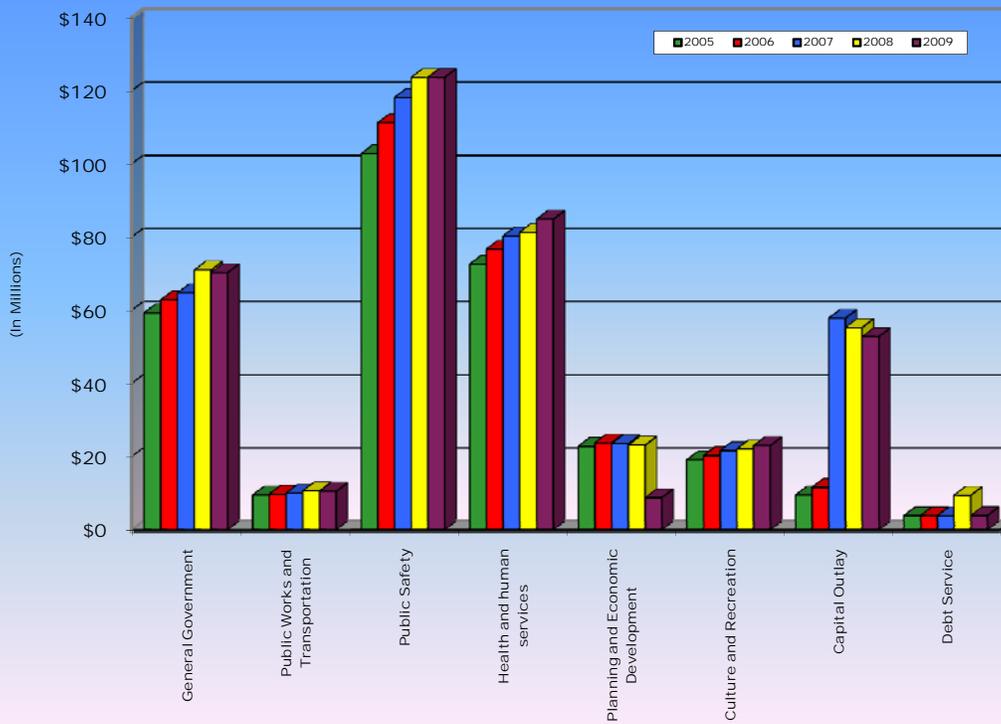


(1) Expenditures include general, special revenue, and debt service funds.

Johnson County, Kansas
General Governmental Expenditures by Function
Last Ten Fiscal Years

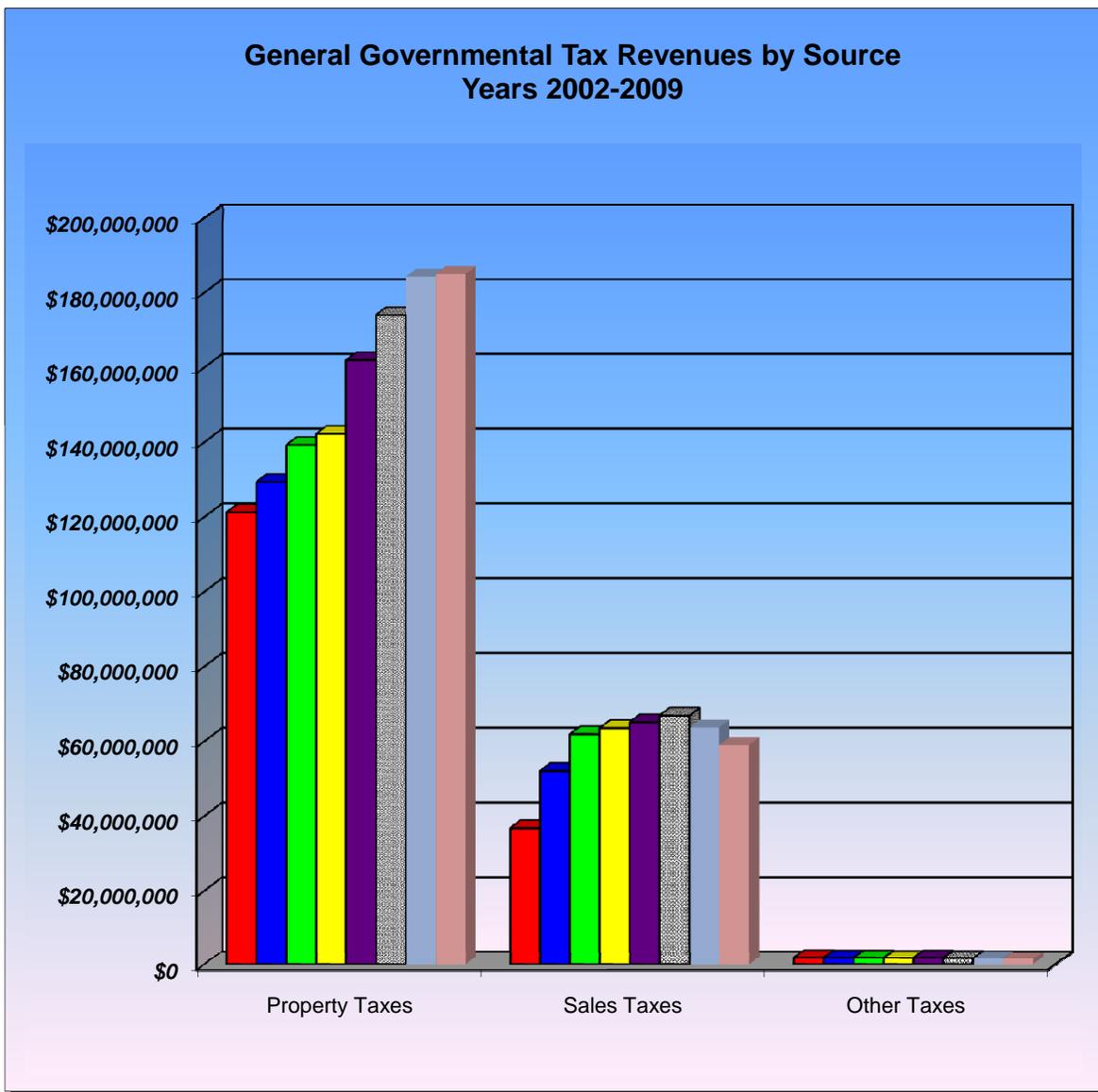
| Culture and Recreation | Capital Outlay | Debt Service | | Total Expenditures (1) | Debt Service as percentage of Non-Capital Expenditures | Fiscal Year |
|------------------------|----------------|--------------|------------|------------------------|--|-------------|
| | | Principal | Interest | | | |
| \$ 22,977,249 | \$ 52,759,720 | \$ 3,850,366 | \$ 834,222 | \$ 378,535,432 | 1.44% | 2009 |
| 22,041,905 | 55,275,777 | 9,392,084 | 1,236,641 | 397,518,018 | 3.11% | 2008 |
| 21,600,355 | 57,852,307 | 3,728,208 | 1,359,990 | 381,254,246 | 1.57% | 2007 |
| 20,239,177 | 11,578,168 | 3,802,962 | 1,482,843 | 321,396,538 | 1.71% | 2006 |
| 19,109,616 | 9,454,950 | 3,823,047 | 1,567,192 | 300,938,044 | 1.85% | 2005 |
| 18,089,705 | 7,073,119 | 4,069,122 | 1,614,403 | 285,707,295 | 2.04% | 2004 |
| 17,571,798 | 9,310,608 | 4,143,660 | 1,768,666 | 262,843,573 | 2.33% | 2003 |
| 16,974,597 | 9,723,344 | 7,031,653 | 1,985,096 | 242,162,531 | 3.88% | 2002 |
| 16,057,131 | 11,068,501 | 6,095,353 | 2,158,140 | 225,860,353 | 3.84% | 2001 |
| 14,085,369 | 11,325,703 | 6,340,353 | 2,180,809 | 208,757,392 | 4.32% | 2000 |

General Governmental Expenditures
By Function for 2005 Through 2009



Johnson County, Kansas
General Governmental Tax Revenues by Source
Last Eight Fiscal Years (1)

| Fiscal Year | Property Taxes | Sales Taxes | Other Taxes | Total |
|--------------------|-----------------------|--------------------|--------------------|----------------|
| 2009 | \$ 184,948,778 | \$ 58,948,208 | \$ 1,472,563 | \$ 245,369,549 |
| 2008 | 184,296,632 | 63,684,470 | 1,639,876 | 249,620,978 |
| 2007 | 173,966,160 | 66,816,061 | 1,646,312 | 242,428,533 |
| 2006 | 161,936,175 | 65,068,745 | 1,816,842 | 228,821,762 |
| 2005 | 142,220,163 | 63,507,087 | 1,680,152 | 207,407,402 |
| 2004 | 139,223,150 | 61,866,361 | 1,806,422 | 202,895,933 |
| 2003 | 129,336,256 | 52,022,478 | 1,840,375 | 183,199,109 |
| 2002 | 121,231,029 | 36,744,322 | 1,891,033 | 159,866,384 |

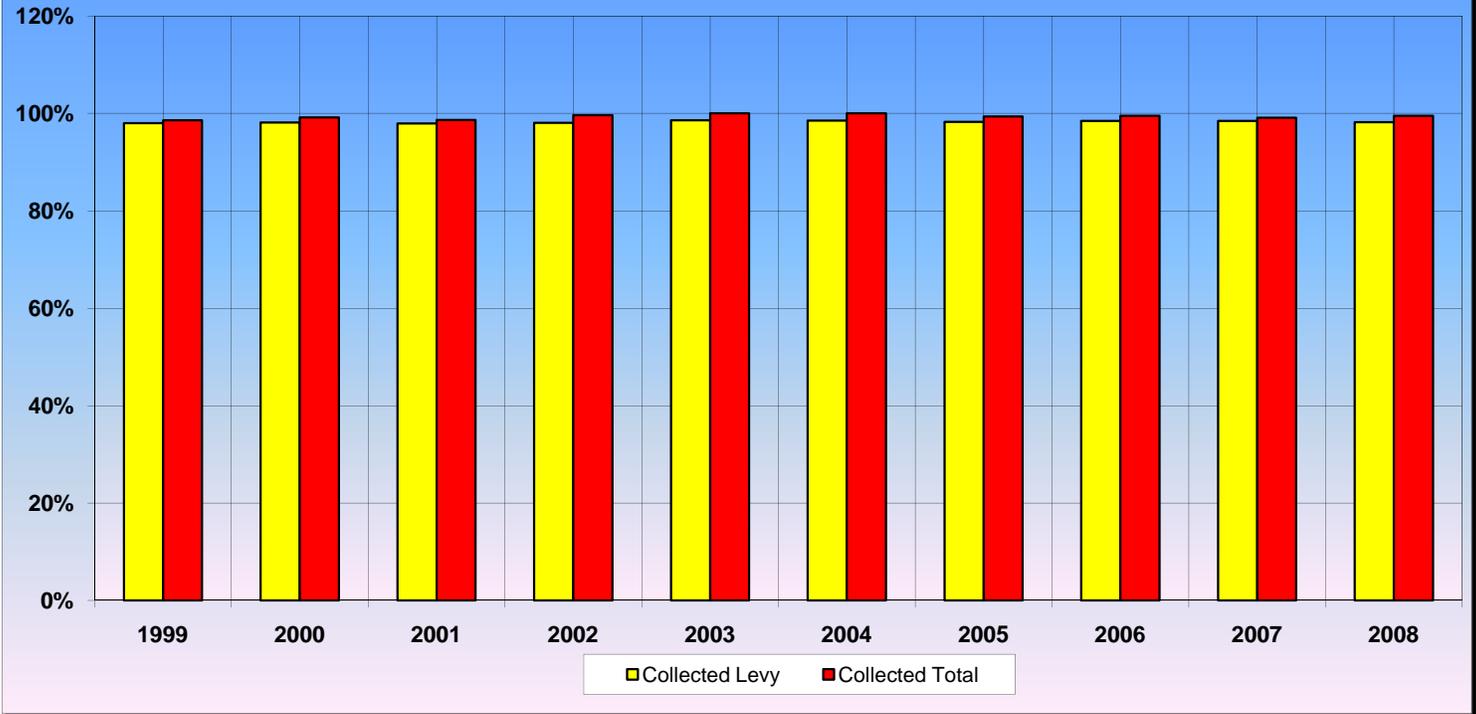


(1) As a result of the first year of implementation of GASB 34 in 2002, only eight years of information is available.

Johnson County, Kansas
Property Tax Levies and Collections
Last Ten Fiscal Years

| Levy Year (1) | Net Adjusted Tax Roll (2) | Current Tax Collections | Percent of Levy Collected | Delinquent Tax Collections (3) | Total Tax Collections | Percent of Total Tax Collected | Outstanding Delinquent Taxes (4) | Delinquent Taxes to Net Adj. Tax |
|---------------|---------------------------|-------------------------|---------------------------|--------------------------------|-----------------------|--------------------------------|----------------------------------|----------------------------------|
| 2008 | \$ 185,779,654 | \$ 182,375,663 | 98.17% | \$ 2,491,580 | \$ 184,867,243 | 99.51% | \$ 9,110,228 | 4.90% |
| 2007 | 184,859,760 | 181,984,074 | 98.44% | 1,265,903 | 183,249,977 | 99.13% | 8,197,817 | 4.43% |
| 2006 | 174,552,204 | 171,840,784 | 98.45% | 1,881,471 | 173,722,255 | 99.52% | 6,588,034 | 3.77% |
| 2005 | 146,527,466 | 144,019,261 | 98.29% | 1,594,399 | 145,613,660 | 99.38% | 5,758,085 | 3.93% |
| 2004 | 126,320,911 | 124,440,519 | 98.51% | 1,941,817 | 126,382,336 | 100.05% | 4,844,279 | 3.83% |
| 2003 | 137,947,269 | 135,980,520 | 98.57% | 2,012,681 | 137,993,201 | 100.03% | 4,905,704 | 3.56% |
| 2002 | 124,644,527 | 122,254,413 | 98.08% | 1,928,613 | 124,183,026 | 99.63% | 4,951,636 | 3.97% |
| 2001 | 138,352,065 | 135,483,285 | 97.93% | 1,047,244 | 136,530,529 | 98.68% | 4,490,135 | 3.25% |
| 2000 | 125,008,795 | 122,634,070 | 98.10% | 1,363,715 | 123,997,785 | 99.19% | 2,668,599 | 2.13% |
| 1999 | 115,809,497 | 113,469,114 | 97.98% | 682,794 | 114,151,908 | 98.57% | 1,657,589 | 1.43% |

Levy and Total Tax Collected



(1) Taxes levied in 2008 are due December 20, 2008 but may be paid 50% by December 20, 2008 and 50% by May 10, 2009.

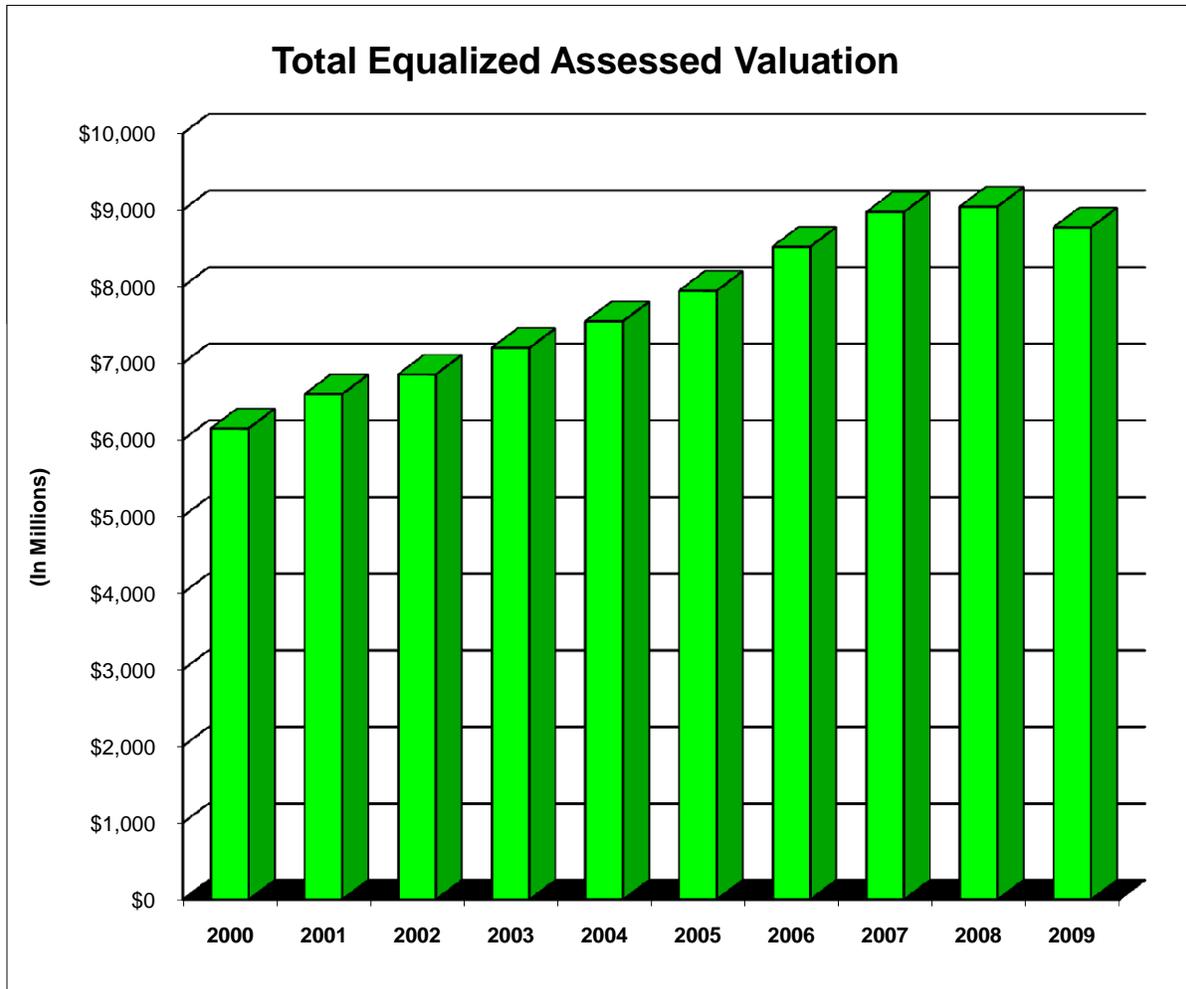
(2) Net Adjusted Tax Roll is the County Clerk's Abstract of Taxes plus new taxes less abated taxes.

(3) Delinquent tax collections may include collections of prior year delinquencies and current year delinquencies.
Source County Treasurer.

(4) K.S.A. 79-2401 et. seq. provides for the sale of property on which delinquent taxes are owed after three years of certified delinquency (approximately four years).

Johnson County, Kansas
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years

| Fiscal Year | Real Property Assessed Value(1) | Personal Property Assessed Value(1) | Utilities Assessed Value(1) | Total Assessed Value |
|--------------------|--|--|------------------------------------|-----------------------------|
| 2009 | \$ 7,434,948,723 | \$ 311,426,499 | \$ 223,153,015 | \$ 7,969,528,237 |
| 2008 | 7,613,700,757 | 385,599,146 | 232,006,803 | 8,231,306,706 |
| 2007 | 7,441,729,299 | 496,710,813 | 230,509,813 | 8,168,949,925 |
| 2006 | 6,952,936,327 | 546,237,913 | 233,922,217 | 7,733,096,457 |
| 2005 | 6,426,527,762 | 522,165,861 | 229,797,418 | 7,178,491,041 |
| 2004 | 6,022,937,223 | 504,092,012 | 276,184,790 | 6,803,214,025 |
| 2003 | 5,691,787,337 | 526,605,820 | 262,899,814 | 6,481,292,971 |
| 2002 | 5,378,055,149 | 543,329,346 | 248,460,112 | 6,169,844,607 |
| 2001 | 5,113,300,845 | 570,831,033 | 266,934,541 | 5,951,066,419 |
| 2000 | 4,651,597,610 | 571,747,331 | 259,366,373 | 5,482,711,314 |

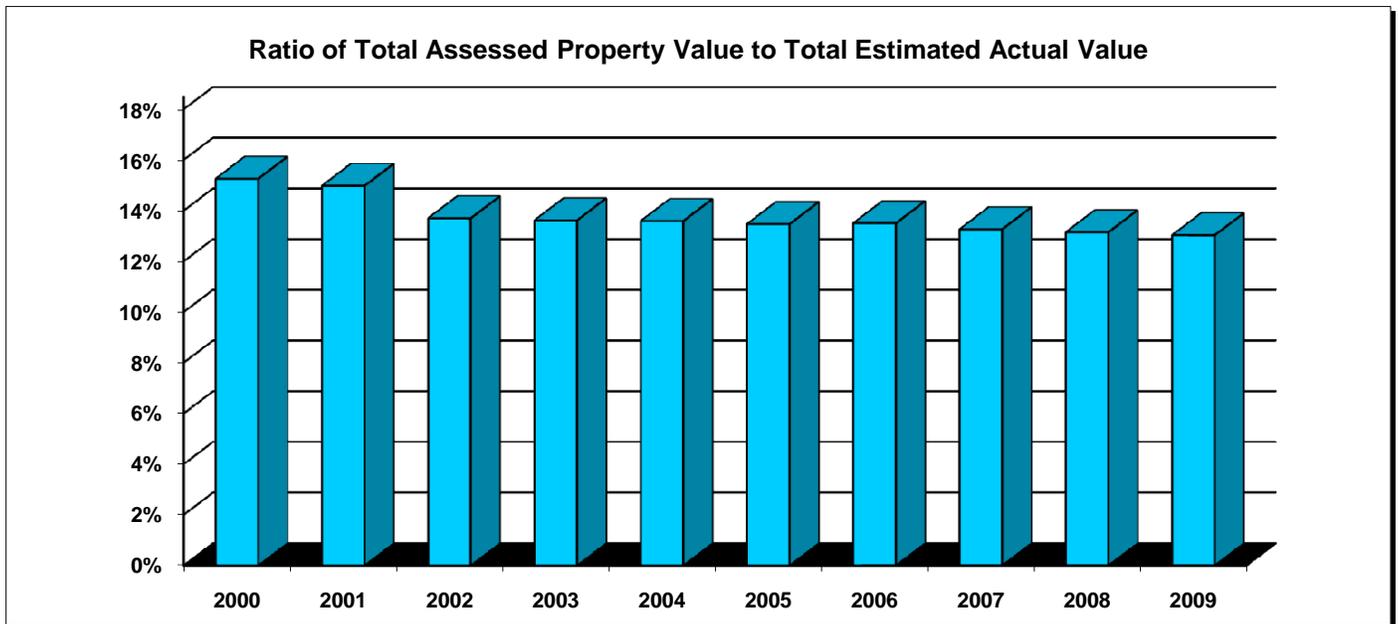


(1) Source: 2009 Annual Abstract of Taxes, County Clerk

Johnson County, Kansas
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years

| Motor Vehicle Assessed Value(1) | Recreational Vehicle Assessed Value(1) | Total Equalized Assessed Valuation | Total Direct Tax Rate | Year |
|---------------------------------|--|------------------------------------|-----------------------|------|
| \$ 798,765,258 | \$ 3,590,529 | \$ 8,771,884,024 | 23.165 | 2009 |
| 807,538,885 | 3,602,032 | 9,042,447,623 | 23.242 | 2008 |
| 798,621,975 | 3,700,267 | 8,971,272,167 | 23.199 | 2007 |
| 783,704,614 | 3,706,787 | 8,520,507,858 | 23.163 | 2006 |
| 761,555,444 | 3,553,249 | 7,943,599,734 | 21.364 | 2005 |
| 739,386,265 | 3,446,192 | 7,546,046,482 | 21.700 | 2004 |
| 713,163,335 | 3,320,568 | 7,197,776,874 | 20.771 | 2003 |
| 679,726,647 | 3,117,489 | 6,852,688,743 | 24.867 | 2002 |
| 639,284,427 | 2,884,953 | 6,593,235,799 | 24.626 | 2001 |
| 662,001,465 | 2,372,853 | 6,147,085,632 | 25.866 | 2000 |

| Real Property Estimated Actual Value(2) | Personal Property Estimated Actual Value(2) | Utilities Estimated Actual Value(3) | Total Estimated Actual Value | Ratio of Total Assessed Value to Total Estimated Actual Value | Year |
|---|---|-------------------------------------|------------------------------|---|------|
| \$ 59,225,822,459 | \$ 1,224,944,229 | \$ 735,234,622 | \$ 61,186,001,310 | 13.03% | 2009 |
| 60,348,778,630 | 1,516,689,974 | 758,755,318 | 62,624,223,922 | 13.14% | 2008 |
| 58,907,586,441 | 1,953,729,198 | 750,572,302 | 61,611,887,941 | 13.26% | 2007 |
| 54,383,895,167 | 2,148,535,791 | 754,421,000 | 57,286,851,958 | 13.50% | 2006 |
| 50,508,957,215 | 2,053,852,387 | 738,209,372 | 53,301,018,974 | 13.47% | 2005 |
| 47,213,817,217 | 1,982,761,914 | 880,020,926 | 50,076,600,057 | 13.59% | 2004 |
| 44,698,225,355 | 2,071,316,225 | 838,087,263 | 47,607,628,843 | 13.61% | 2003 |
| 42,119,989,528 | 2,137,095,428 | 792,810,310 | 45,049,895,266 | 13.70% | 2002 |
| 36,656,841,132 | 2,245,268,730 | 844,755,672 | 39,746,865,534 | 14.97% | 2001 |
| 32,884,406,615 | 2,248,872,844 | 816,012,961 | 35,949,292,420 | 15.25% | 2000 |



(1) Source: 2009 Annual Abstract of Taxes, County Clerk
(2) Source: County Appraiser
(3) Source: County Records and Tax Administration Office

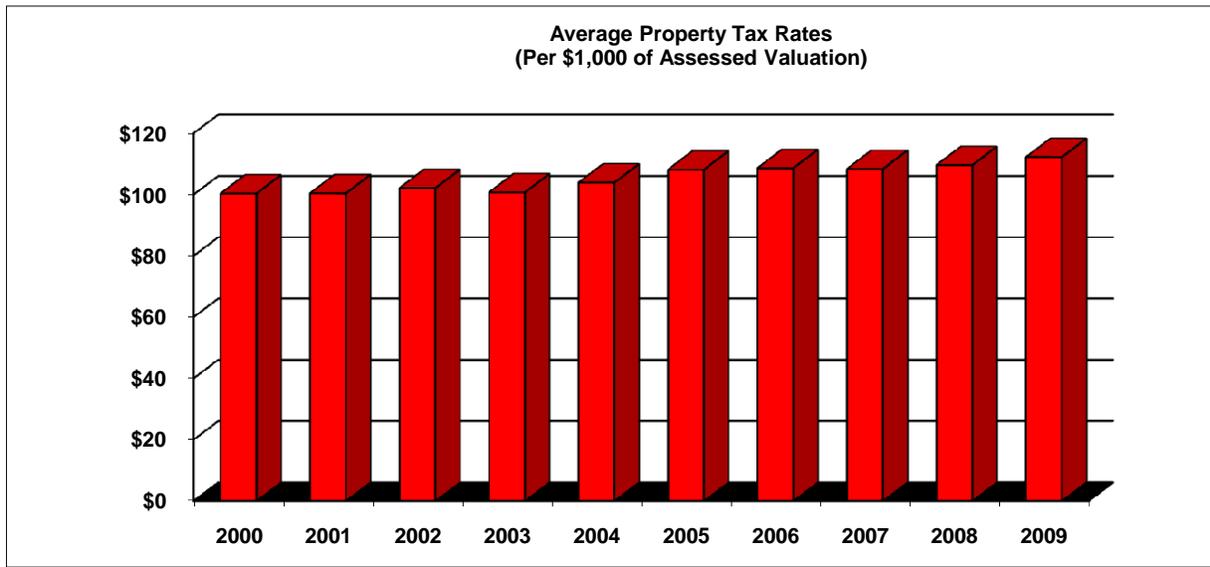
Johnson County, Kansas
Direct and Overlapping Property Tax Rates and Levies
Last Ten Fiscal Years

TAX RATES* Per \$1,000 of Assessed Valuation

| Year | State | County | County Library | County Unified Wastewater |
|------|-------|--------|----------------|---------------------------|
| 2009 | 1.500 | 17.716 | 3.151 | - |
| 2008 | 1.500 | 17.767 | 3.057 | - |
| 2007 | 1.500 | 17.985 | 2.962 | - |
| 2006 | 1.500 | 17.949 | 2.960 | - |
| 2005 | 1.500 | 17.922 | 2.955 | - |
| 2004 | 1.500 | 16.041 | 2.956 | - |
| 2003 | 1.500 | 16.381 | 2.954 | - |
| 2002 | 1.500 | 16.221 | 2.948 | - |
| 2001 | 1.500 | 16.333 | 2.971 | 4.181 |
| 2000 | 1.500 | 15.676 | 2.981 | 4.647 |

TAX LEVIES*

| Year | State | County | County Library | County Unified Wastewater |
|------|---------------|----------------|----------------|---------------------------|
| 2009 | \$ 11,954,292 | \$ 141,189,740 | \$ 20,894,100 | \$ - |
| 2008 | 12,346,960 | 146,245,832 | 20,959,107 | - |
| 2007 | 12,253,425 | 146,918,769 | 20,188,656 | - |
| 2006 | 11,599,645 | 138,801,516 | 19,223,756 | - |
| 2005 | 10,767,737 | 128,653,133 | 17,874,333 | - |
| 2004 | 10,204,821 | 109,130,544 | 17,024,889 | - |
| 2003 | 9,721,939 | 106,170,083 | 16,253,256 | - |
| 2002 | 9,254,767 | 100,081,191 | 15,515,910 | - |
| 2001 | 8,926,600 | 97,198,941 | 15,100,256 | 18,778,160 |
| 2000 | 8,224,067 | 85,947,162 | 14,070,677 | 18,864,687 |



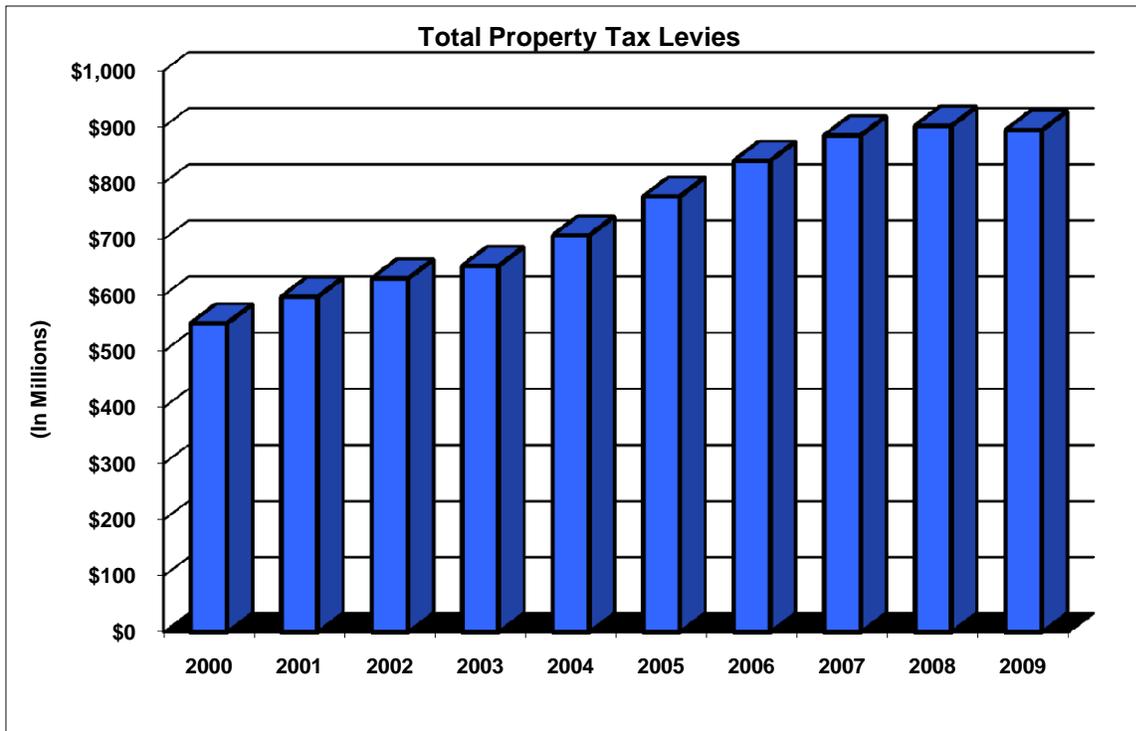
* Excludes special assessments.

- (1) Special Districts include Cemeteries, Drainage and Fire.
- (2) Grand Total (Weighted Average) is calculated by dividing grand total levy dollars by total assessed value for real, personal and utility property and multiplying the result by 1000 to convert to whole dollars.

Johnson County, Kansas
Direct and Overlapping Property Tax Rates and Levies
Last Ten Fiscal Years

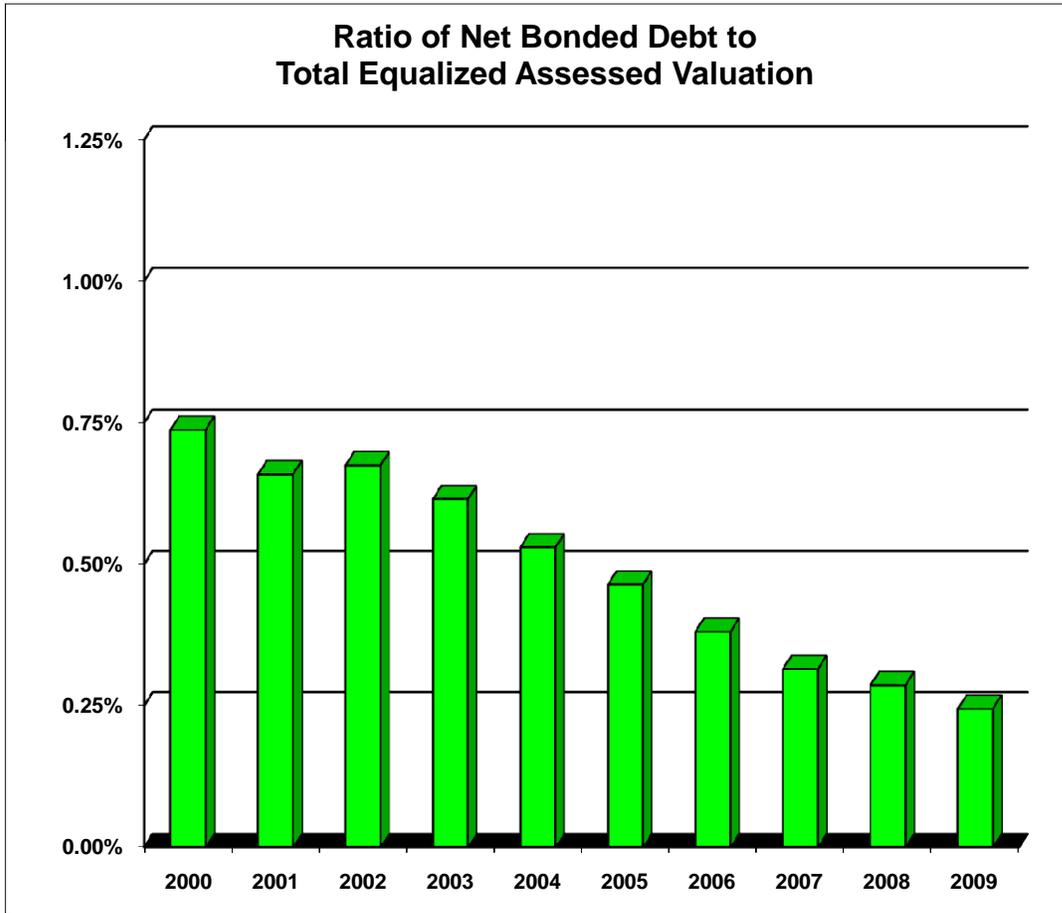
| Cities Weighted Average | Townships Weighted Average | Schools Weighted Average | Special Districts Weighted Average (1) | Grand Total Weighted Average (2) | Year |
|--------------------------------|-----------------------------------|---------------------------------|---|---|-------------|
| 18.645 | 0.152 | 70.363 | 2.765 | 112.190 | 2009 |
| 18.580 | 0.152 | 67.899 | 2.748 | 109.579 | 2008 |
| 18.435 | 0.093 | 66.605 | 2.868 | 108.328 | 2007 |
| 18.329 | 0.103 | 66.960 | 2.983 | 108.600 | 2006 |
| 17.880 | 0.107 | 67.407 | 4.006 | 108.111 | 2005 |
| 17.765 | 0.105 | 65.191 | 4.171 | 103.890 | 2004 |
| 17.605 | 0.096 | 61.794 | 4.266 | 100.683 | 2003 |
| 16.352 | 0.127 | 64.683 | 4.120 | 102.118 | 2002 |
| 16.022 | 0.122 | 60.045 | 4.086 | 100.389 | 2001 |
| 15.641 | 0.131 | 60.775 | 4.033 | 100.328 | 2000 |

| Cities Total | Townships Total | Schools Total | Special Districts Total (1) | Grand Total | Year |
|---------------------|------------------------|----------------------|------------------------------------|--------------------|-------------|
| \$ 143,708,795 | \$ 55,054 | \$ 560,760,410 | \$ 15,537,928 | \$ 894,100,319 | 2009 |
| 147,788,587 | 57,648 | 558,896,054 | 15,688,068 | 901,982,256 | 2008 |
| 145,315,726 | 36,302 | 544,089,809 | 16,125,343 | 884,928,030 | 2007 |
| 136,757,256 | 38,114 | 517,806,857 | 15,584,677 | 839,811,821 | 2006 |
| 123,832,405 | 36,766 | 483,878,913 | 11,029,781 | 776,073,068 | 2005 |
| 116,199,467 | 35,727 | 443,511,220 | 10,678,098 | 706,784,766 | 2004 |
| 109,752,979 | 34,974 | 400,506,830 | 10,116,055 | 652,556,116 | 2003 |
| 96,942,713 | 48,385 | 399,082,218 | 9,129,406 | 630,054,590 | 2002 |
| 91,663,877 | 47,677 | 357,330,140 | 8,375,661 | 597,421,312 | 2001 |
| 82,354,381 | 46,468 | 333,210,751 | 7,350,023 | 550,068,216 | 2000 |



Johnson County, Kansas
**Ratio of Net General Obligation Bonded Debt to Assessed Value
and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years**

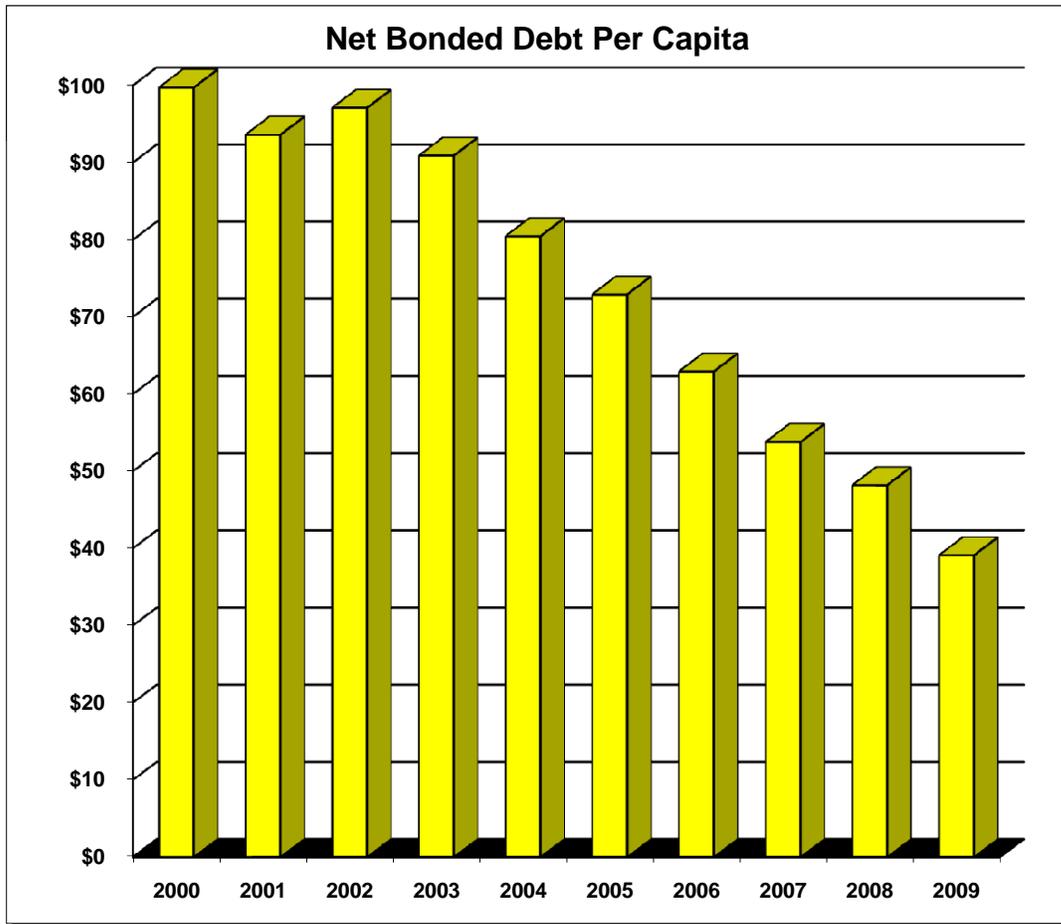
| Year | Population (1) | Equalized Assessed Valuation | Bonded Debt | Debt Service Monies Available |
|------|-------------------|------------------------------------|----------------|-------------------------------------|
| 2009 | 548,122 | \$ 8,771,884,024 | \$ 24,486,813 | \$ 3,055,995 |
| 2008 | 536,335 | 9,042,447,623 | 26,415,112 | 569,038 |
| 2007 | 524,801 | 8,971,272,167 | 33,048,724 | 4,822,736 |
| 2006 | 515,275 | 8,520,507,858 | 37,438,903 | 5,013,455 |
| 2005 | 505,329 | 7,943,599,734 | 41,902,222 | 5,059,579 |
| 2004 | 496,892 | 7,546,046,482 | 45,143,595 | 5,170,446 |
| 2003 | 486,943 | 7,197,776,874 | 45,537,579 | 1,280,180 |
| 2002 | 476,009 | 6,852,688,743 | 49,586,888 | 3,369,799 |
| 2001 | 463,974 | 6,593,235,799 | 47,528,158 | 4,102,317 |
| 2000 | 454,514 | 6,147,085,632 | 49,344,572 | 4,022,768 |



(1) See Demographic Statistics, later in this section.

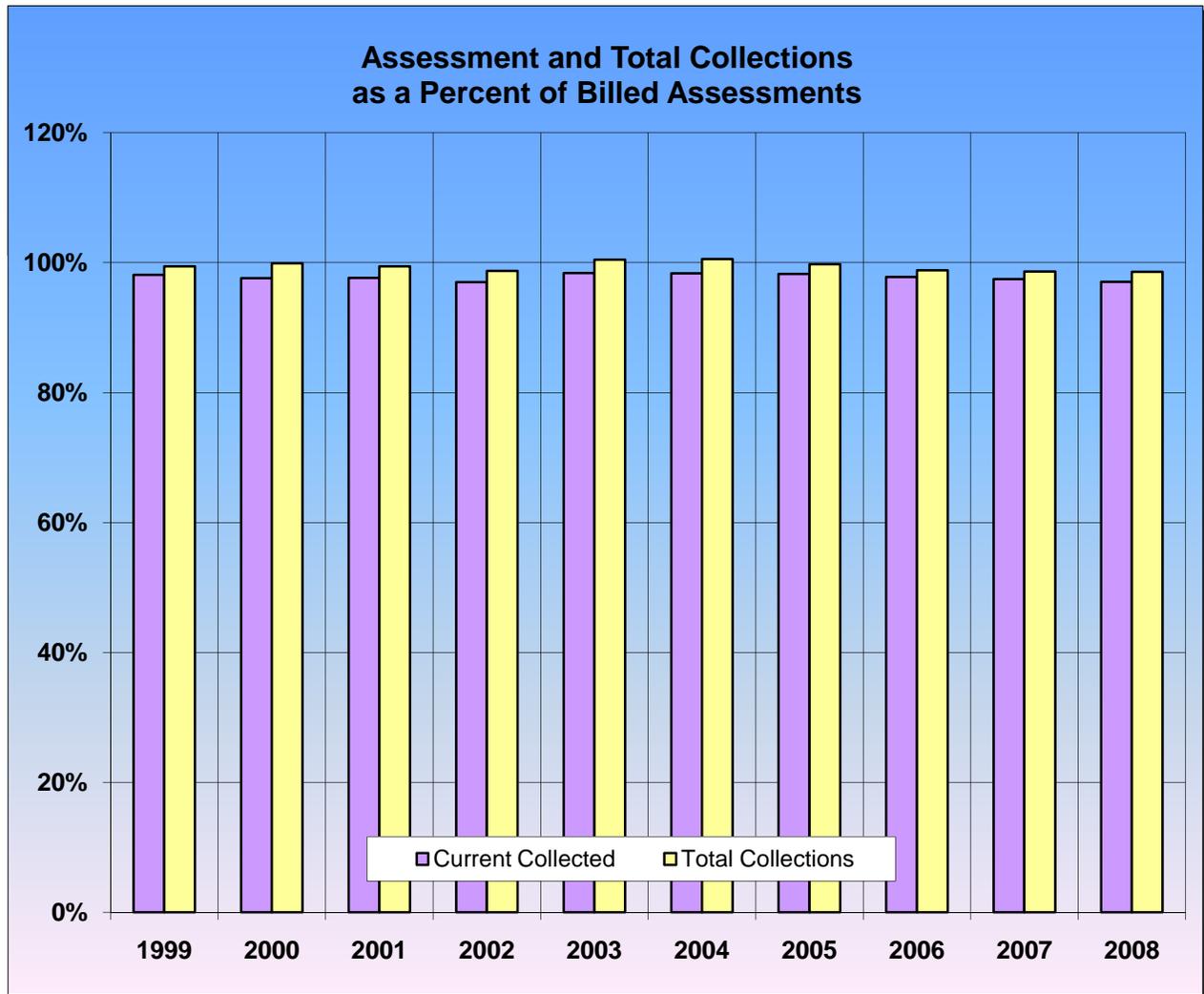
Johnson County, Kansas
**Ratio of Net General Obligation Bonded Debt to Assessed Value
and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years**

| Net Bonded Debt | Ratio of Net Bonded Debt to Equalized Valuation | Ratio of Net Bonded Debt Per Capita to Per Capita Income | Per Capita Income (1) | Net Bonded Debt Per Capita | Year |
|------------------------|--|---|------------------------------|-----------------------------------|-------------|
| \$ 21,430,818 | 0.24% | 0.07% | \$ 57,551 | \$ 39.10 | 2009 |
| 25,846,074 | 0.29% | 0.09% | 55,441 | 48.19 | 2008 |
| 28,225,988 | 0.31% | 0.10% | 53,472 | 53.78 | 2007 |
| 32,425,448 | 0.38% | 0.12% | 50,745 | 62.93 | 2006 |
| 36,842,643 | 0.46% | 0.15% | 47,472 | 72.91 | 2005 |
| 39,973,149 | 0.53% | 0.17% | 46,443 | 80.45 | 2004 |
| 44,257,399 | 0.61% | 0.21% | 44,124 | 90.89 | 2003 |
| 46,217,089 | 0.67% | 0.22% | 44,111 | 97.09 | 2002 |
| 43,425,841 | 0.66% | 0.21% | 43,721 | 93.60 | 2001 |
| 45,321,804 | 0.74% | 0.23% | 43,618 | 99.71 | 2000 |



**Johnson County, Kansas
Special Assessment Billings and Collections
Last Ten Fiscal Years**

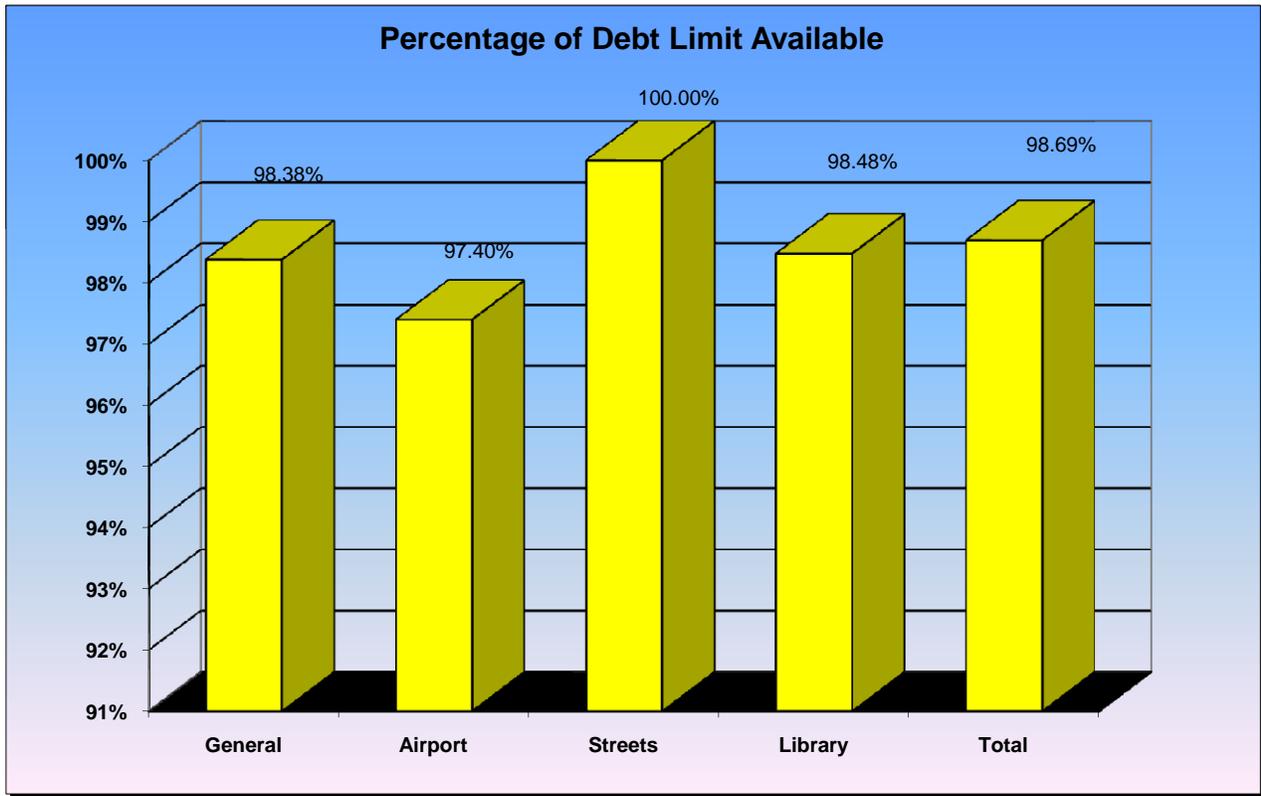
| Levy Year (1) | Special Assessment Billings (2) | Special Assessment Collections (2) | Percent of Billings Collected | Delinquent Assessments Collected (3) | Total Assessments Collected | Percent of Total Collections to Billings |
|---------------|---------------------------------|------------------------------------|-------------------------------|--------------------------------------|-----------------------------|--|
| 2008 | \$ 31,386,936 | \$ 30,450,044 | 97.02% | \$ 482,882 | \$ 30,932,926 | 98.55% |
| 2007 | 25,468,071 | 24,812,479 | 97.43% | 299,486 | 25,111,965 | 98.60% |
| 2006 | 24,331,631 | 23,787,628 | 97.76% | 257,645 | 24,045,273 | 98.82% |
| 2005 | 22,189,091 | 21,802,022 | 98.26% | 327,123 | 22,129,145 | 99.73% |
| 2004 | 20,960,580 | 20,609,184 | 98.32% | 466,345 | 21,075,529 | 100.55% |
| 2003 | 19,340,468 | 19,026,811 | 98.38% | 397,305 | 19,424,116 | 100.43% |
| 2002 | 18,235,003 | 17,683,463 | 96.98% | 315,815 | 17,999,278 | 98.71% |
| 2001 | 16,986,401 | 16,583,053 | 97.63% | 305,914 | 16,888,967 | 99.43% |
| 2000 | 15,884,347 | 15,498,442 | 97.57% | 362,813 | 15,861,255 | 99.85% |
| 1999 | 14,992,653 | 14,706,388 | 98.09% | 200,836 | 14,907,224 | 99.43% |



- (1) Taxes levied in 2008 are due December 20, 2008 but may be paid 50% by December 20, 2008 and 50% by May 10, 2009.
(2) Billings and collections include Johnson County and all municipalities within Johnson County.
(3) Delinquent tax collections may include collections of prior year delinquencies and current year delinquencies.

Johnson County, Kansas
Legal General Obligation Debt Margin Computation
12/31/09

| | General | Airport | Streets | Library (3) | Total |
|--|-----------------------|----------------------|-----------------------|-----------------------|-----------------------|
| Assessed Valuation for Debt Limitation Purposes | \$ 8,771,884,024 | \$8,771,884,024 | \$8,771,884,024 | \$ 7,271,533,154 | \$ 33,587,185,226 |
| Percentage Limitation (1) | 3.0% | 1.0% | 2.0% | 2.0% | |
| Dollar Debt Limit | 263,156,521 | 87,718,840 | 175,437,680 | 145,430,663 | 671,743,705 |
| Outstanding Debt (2) | 7,323,825 | 2,283,955 | - | 2,215,000 | 11,822,780 |
| Debt Service Fund Balance | 3,055,995 | - | - | - | 3,055,995 |
| Net Outstanding Debt | 4,267,830 | 2,283,955 | - | 2,215,000 | 8,766,785 |
| Available Legal Debt Margin | <u>\$ 258,888,691</u> | <u>\$ 85,434,885</u> | <u>\$ 175,437,680</u> | <u>\$ 143,215,663</u> | <u>\$ 662,976,920</u> |



(1) Source: 2009 Annual Abstract of Taxes, Johnson County Clerk, Kansas Statutes. General K.S.A. 10-306, Airport K.S.A. 3-307, Streets K.S.A. 68-584, Library K.S.A. 12-1257, Park and Recreation K.S.A. 19-2874.

(2) Includes all general obligation bonds and notes except voting machine bonds, which are not subject to debt limitation. Also excludes Wastewater General Obligation debt (which is supported by user charges). Does not include debt obligation exempt from statutory limitations. General K.S.A. 25-134, 10-307, 10-427A, 10-311, Airport K.S.A. 3-304, Street K.S.A. 68-728.

(3) Library total equalized tangible valuation excludes real and personal property located within the city limits of the City of Olathe, Kansas, and the City of Bonner Springs, Kansas.

Johnson County, Kansas
Direct and Overlapping Debt Computation
12/31/09

| Entity | Total Debt (1) | Net Debt | Percent Applicable to Johnson County | Net Debt Applicable to Johnson County (2) | Total Assessed Valuation |
|----------------------------------|----------------------|----------------------|---|--|--------------------------------|
| Johnson County | \$ 24,571,715 | \$ 21,515,720 | 100.00% | \$ 21,515,720 | \$ 7,969,528,237 |
| Cities | | | | | |
| Bonner Springs | 25,055,000 | 24,915,301 | 3.94% | 981,663 | 4,129,167 |
| DeSoto | 16,840,000 | 15,509,101 | 100.00% | 15,509,101 | 54,837,867 |
| Edgerton | 2,585,000 | 2,584,999 | 100.00% | 2,584,999 | 9,259,031 |
| Fairway | 8,805,000 | 8,787,281 | 100.00% | 8,787,281 | 75,992,082 |
| Gardner | 48,725,000 | 48,646,976 | 100.00% | 48,646,976 | 135,100,770 |
| Lake Quivira | - | - | 94.89% | - | 23,681,395 |
| Leawood | 73,030,000 | 65,881,375 | 100.00% | 65,881,375 | 777,096,908 |
| Lenexa | 109,255,000 | 105,004,043 | 100.00% | 105,004,043 | 956,936,227 |
| Merriam | 18,375,000 | 18,313,358 | 100.00% | 18,313,358 | 160,836,511 |
| Mission | 32,755,000 | 31,849,886 | 100.00% | 31,849,886 | 128,202,267 |
| Mission Hills | 5,168,198 | 5,166,057 | 100.00% | 5,166,057 | 155,031,031 |
| Mission Woods | - | - | 100.00% | - | 7,117,788 |
| Olathe | 256,770,000 | 230,499,425 | 100.00% | 230,499,425 | 1,334,526,755 |
| Overland Park | 191,415,000 | 191,315,000 | 100.00% | 191,315,000 | 2,749,776,214 |
| Prairie Village | 10,230,000 | 10,209,864 | 100.00% | 10,209,864 | 287,052,268 |
| Roeland Park | 21,819,635 | 21,703,125 | 100.00% | 21,703,125 | 65,889,739 |
| Shawnee | 84,730,000 | 83,873,373 | 100.00% | 83,873,373 | 717,093,636 |
| Spring Hill | 30,375,880 | 30,338,538 | 100.00% | 30,338,538 | 35,133,110 |
| Westwood | - | - | 100.00% | - | 22,922,473 |
| Westwood Hills | - | - | 100.00% | - | 7,019,071 |
| Total | <u>935,933,713</u> | <u>894,597,702</u> | | <u>870,664,064</u> | <u>7,707,634,310</u> |
| School Districts | | | | | |
| Blue Valley U.S.D. 229 | 335,360,000 | 326,225,567 | 99.97% | 326,127,699 | 2,342,424,880 |
| Spring Hill U.S.D. 230 | 53,365,000 | 50,372,408 | 77.57% | 39,073,877 | 91,022,623 |
| Gardner U.S.D. 231 | 102,350,000 | 98,195,339 | 97.45% | 95,691,358 | 237,280,421 |
| DeSoto U.S.D. 232 | 167,430,000 | 160,838,442 | 100.00% | 160,838,442 | 390,651,914 |
| Olathe U.S.D. 233 | 342,380,000 | 334,477,288 | 100.00% | 334,477,288 | 1,809,635,799 |
| Wellsville U.S.D. 289 | 7,215,000 | 6,477,033 | 0.10% | 6,477 | 19,553 |
| Eudora U.S.D. 491 | 60,275,000 | 58,800,704 | 2.75% | 1,617,019 | 932,663 |
| Shawnee Mission U.S.D. 512 | 236,370,000 | 235,001,572 | 100.00% | 235,001,572 | 3,097,560,384 |
| Total | <u>1,304,745,000</u> | <u>1,270,388,353</u> | | <u>1,192,833,732</u> | <u>7,969,528,237</u> |
| Other Entities | | | | | |
| Community College | - | - | 100.00% | - | 7,969,528,237 |
| Park and Recreation | 3,745,000 | 3,594,198 | 100.00% | 3,594,198 | 7,969,528,237 |
| Fire District #2 | 4,645,000 | 4,645,000 | 100.00% | 4,645,000 | 158,121,330 |
| Total | <u>8,390,000</u> | <u>8,239,198</u> | | <u>8,239,198</u> | <u>16,097,177,804</u> |
| Total of Overlapping Debt | | | | 2,071,736,994 | |
| | | | | <u><u>\$ 2,093,252,714</u></u> | |

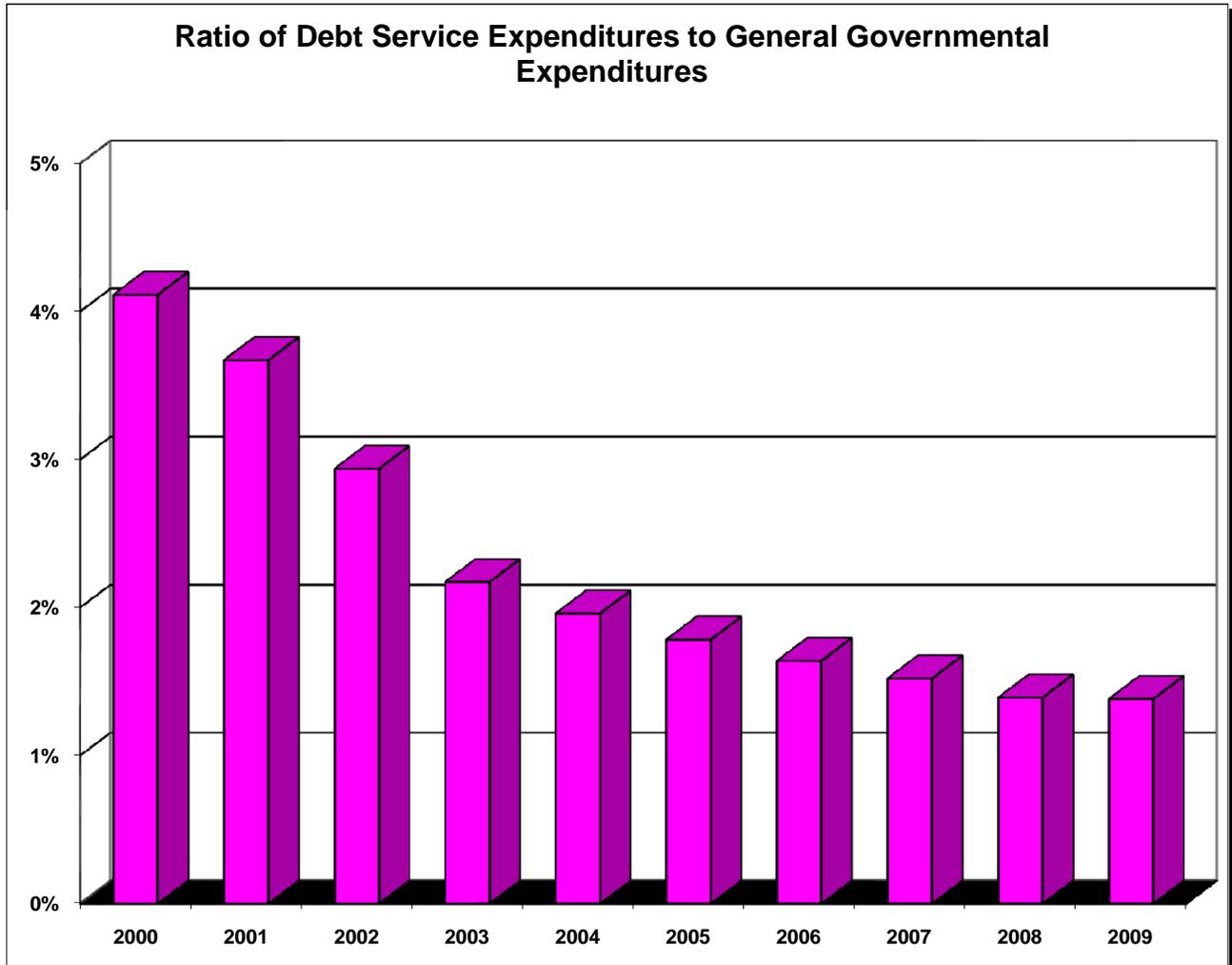
(1) Includes General Obligation Bonds, Special Assessment Bonds with governmental commitment and General Obligation Notes.

Excludes Wastewater General Obligation debt (which is supported by user charges).

(2) Based upon assessed valuation within Johnson County as a percent of total assessed valuation.

Johnson County, Kansas
**Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt
to Total General Governmental Expenditures
Last Ten Fiscal Years**

| Year | Principal | Interest and Fiscal Charges | Total Debt Service (1) | Total General Governmental Expenditures (2) | Debt Service to General Governmental Expenditures |
|-------------|------------------|------------------------------------|-------------------------------|--|--|
| 2009 | \$ 3,842,494 | \$ 824,818 | \$ 4,667,312 | \$ 337,714,212 | 1.38% |
| 2008 | 3,734,210 | 1,217,962 | 4,952,172 | 355,703,017 | 1.39% |
| 2007 | 3,718,541 | 1,356,328 | 5,074,869 | 333,659,207 | 1.52% |
| 2006 | 3,791,295 | 1,479,483 | 5,270,778 | 321,396,538 | 1.64% |
| 2005 | 3,811,381 | 1,555,791 | 5,367,172 | 300,938,044 | 1.78% |
| 2004 | 4,057,455 | 1,542,768 | 5,600,223 | 285,707,295 | 1.96% |
| 2003 | 4,131,993 | 1,578,084 | 5,710,077 | 262,843,573 | 2.17% |
| 2002 | 5,157,905 | 1,956,000 | 7,113,905 | 242,162,531 | 2.94% |
| 2001 | 6,087,404 | 2,205,491 | 8,292,895 | 225,860,353 | 3.67% |
| 2000 | 6,330,406 | 2,255,271 | 8,585,677 | 208,757,392 | 4.11% |



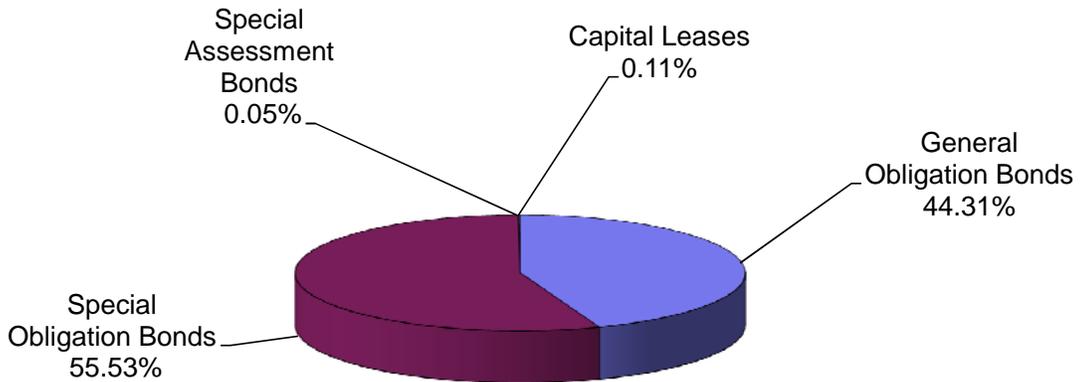
(1) Total Debt Service excludes Special Assessment debt with governmental commitment.

(2) Expenditures include general, special revenue and debt service funds.

Johnson County, Kansas
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

| Year | Governmental Activities | | | | Business-Type Activities | |
|------|--------------------------------|--------------------------------|--------------------------------|-------------------|--------------------------------|--------------------------------|
| | General Obligation Bonds | Special Obligation Bonds | Special Assessment Bonds | Capital Leases | General Obligation Bonds | Special Assessment Bonds |
| 2009 | \$ 8,644,298 | \$ 10,835,000 | \$ 10,600 | \$ 20,790 | \$ 248,478,531 | \$ 139,887 |
| 2008 | 8,546,260 | 12,405,000 | 18,473 | 27,813 | 208,599,184 | 602,867 |
| 2007 | 10,773,156 | 18,160,000 | 26,346 | 49,377 | 181,206,249 | 689,993 |
| 2006 | 12,967,014 | 19,685,000 | 36,013 | 25,062 | 125,682,165 | 767,269 |
| 2005 | 15,173,626 | 21,270,000 | 47,680 | 29,405 | 135,808,286 | 833,696 |
| 2004 | 16,043,767 | 22,960,000 | 59,347 | 34,046 | 98,655,989 | 899,419 |
| 2003 | 18,416,222 | 20,200,000 | 71,014 | 64,144 | 92,206,570 | 1,036,398 |
| 2002 | 19,793,215 | 21,970,000 | 82,681 | 133,137 | 96,600,119 | 1,114,771 |
| 2001 | 13,488,812 | 24,995,000 | 96,429 | 310,221 | 103,279,346 | 1,155,413 |
| 2000 | 17,681,215 | 23,200,000 | 41,379 | 615,777 | 87,677,158 | 1,229,050 |

2009 Governmental Activities Outstanding Debt

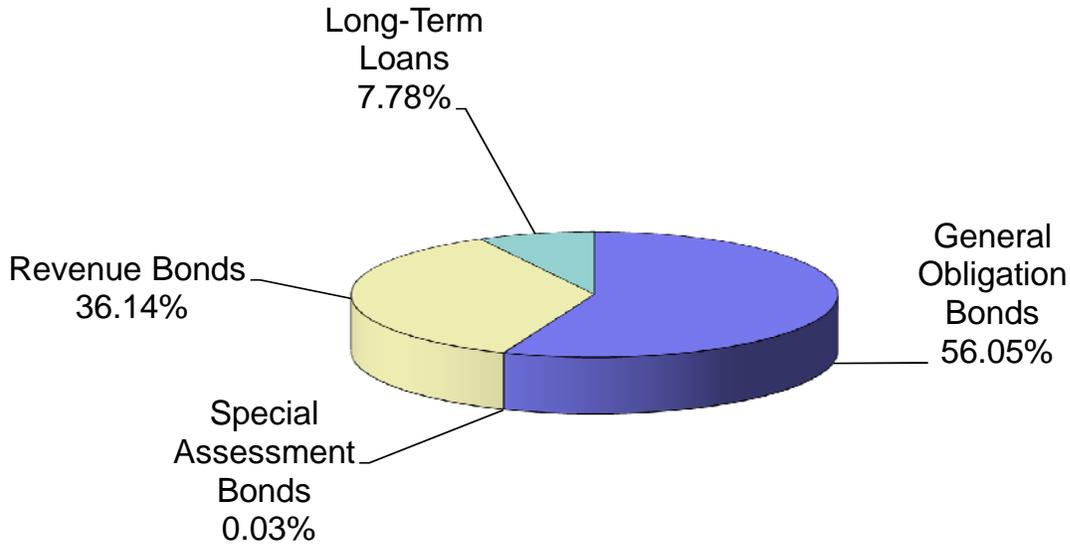


Johnson County, Kansas
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Business-Type Activities

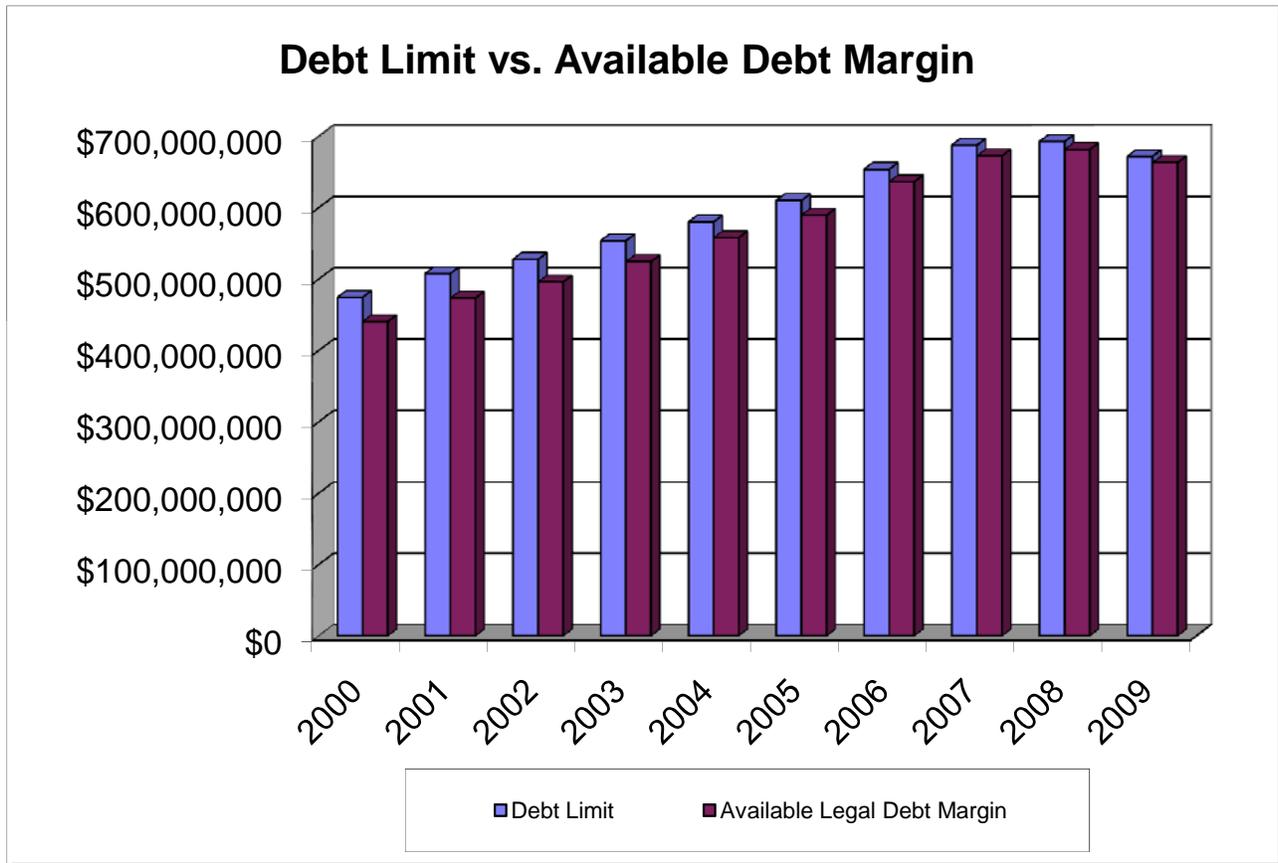
| Revenue Bonds | Loan Payable | Capital Leases | Long-Term Loans | | Total Primary Government | Percentage of Personal Income | Per Capita | Year |
|----------------|--------------|----------------|-----------------|------------|--------------------------|-------------------------------|------------|------|
| | | | Wastewater | Airport | | | | |
| \$ 160,220,393 | \$ - | \$ - | \$ 34,402,712 | \$ 106,885 | \$ 462,859,096 | 3.23% | \$ 844.45 | 2009 |
| 152,403,748 | - | - | 39,127,268 | 152,411 | 421,883,024 | 3.27% | \$ 786.60 | 2008 |
| 94,231,311 | - | - | 43,809,355 | 195,243 | 349,141,030 | 2.92% | 665.28 | 2007 |
| 88,914,364 | - | - | 48,370,355 | 237,471 | 296,684,713 | 2.62% | 575.78 | 2006 |
| 94,772,650 | - | - | 50,957,981 | 278,448 | 319,171,772 | 2.91% | 631.61 | 2005 |
| 71,556,498 | - | - | 48,634,884 | 324,670 | 259,168,620 | 2.40% | 518.88 | 2004 |
| 52,935,400 | - | - | 47,573,277 | 330,518 | 232,833,543 | 2.21% | 476.90 | 2003 |
| 35,990,715 | 1,185,000 | - | 50,515,245 | 180,059 | 227,564,942 | 2.16% | 482.95 | 2002 |
| 40,305,000 | - | 13,756 | 54,010,207 | 189,135 | 237,843,319 | 2.66% | 515.89 | 2001 |
| 46,280,000 | - | 33,117 | 57,321,109 | - | 234,078,805 | 2.89% | 518.92 | 2000 |

2009 Business-Type Activities Outstanding Debt



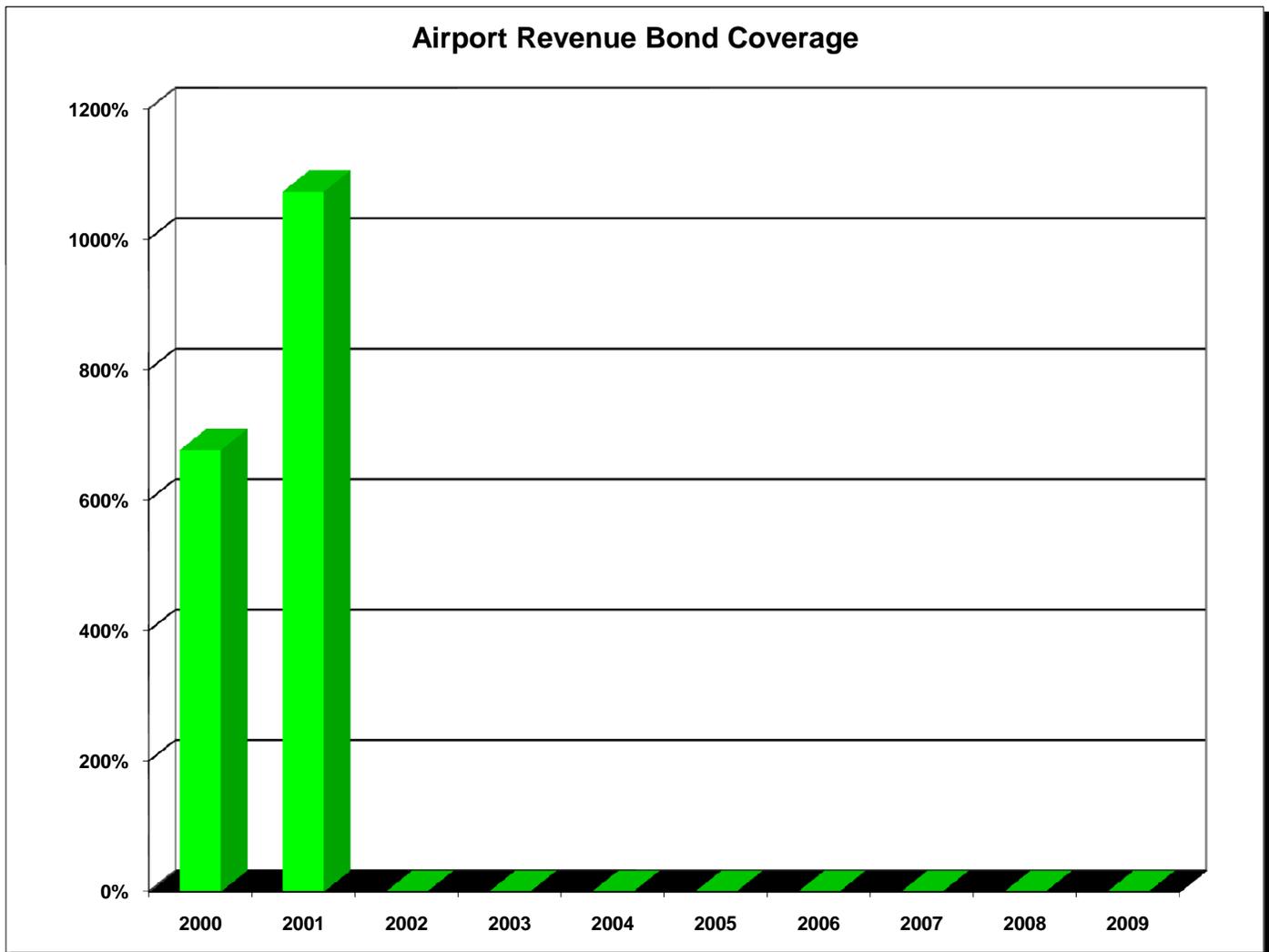
**Johnson County, Kansas
Legal Debt Margin Information
Last Ten Fiscal Years**

| Year | Debt Limit | Outstanding Debt | Debt Service Fund Balance | Net Outstanding Debt | Available Legal Debt Margin | Total Net Debt Applicable to the Limit as a Percentage of Debt Limit |
|------|----------------|------------------|---------------------------|----------------------|-----------------------------|--|
| 2009 | \$ 671,743,705 | \$ 11,822,780 | \$ 3,055,995 | \$ 8,766,785 | \$ 662,976,920 | 1.31% |
| 2008 | 692,667,573 | 11,798,237 | 569,038 | 11,229,199 | 681,438,374 | 1.62% |
| 2007 | 687,485,111 | 19,690,518 | 4,822,736 | 14,867,782 | 672,617,329 | 2.16% |
| 2006 | 653,816,162 | 22,606,006 | 5,013,455 | 17,592,551 | 636,223,611 | 2.69% |
| 2005 | 609,941,025 | 25,589,494 | 5,059,579 | 20,529,915 | 589,411,110 | 3.37% |
| 2004 | 579,953,669 | 27,342,982 | 5,170,446 | 22,172,536 | 557,781,133 | 3.82% |
| 2003 | 553,538,426 | 30,573,970 | 1,280,180 | 29,293,790 | 524,244,636 | 5.29% |
| 2002 | 527,564,794 | 35,097,958 | 3,369,799 | 31,728,159 | 495,836,635 | 6.01% |
| 2001 | 507,796,093 | 38,697,751 | 4,102,317 | 34,595,434 | 473,200,659 | 6.81% |
| 2000 | 474,222,720 | 38,116,931 | 4,022,768 | 34,094,163 | 440,128,557 | 7.19% |



Johnson County, Kansas
Airport Revenue Bond Coverage
Last Ten Fiscal Years

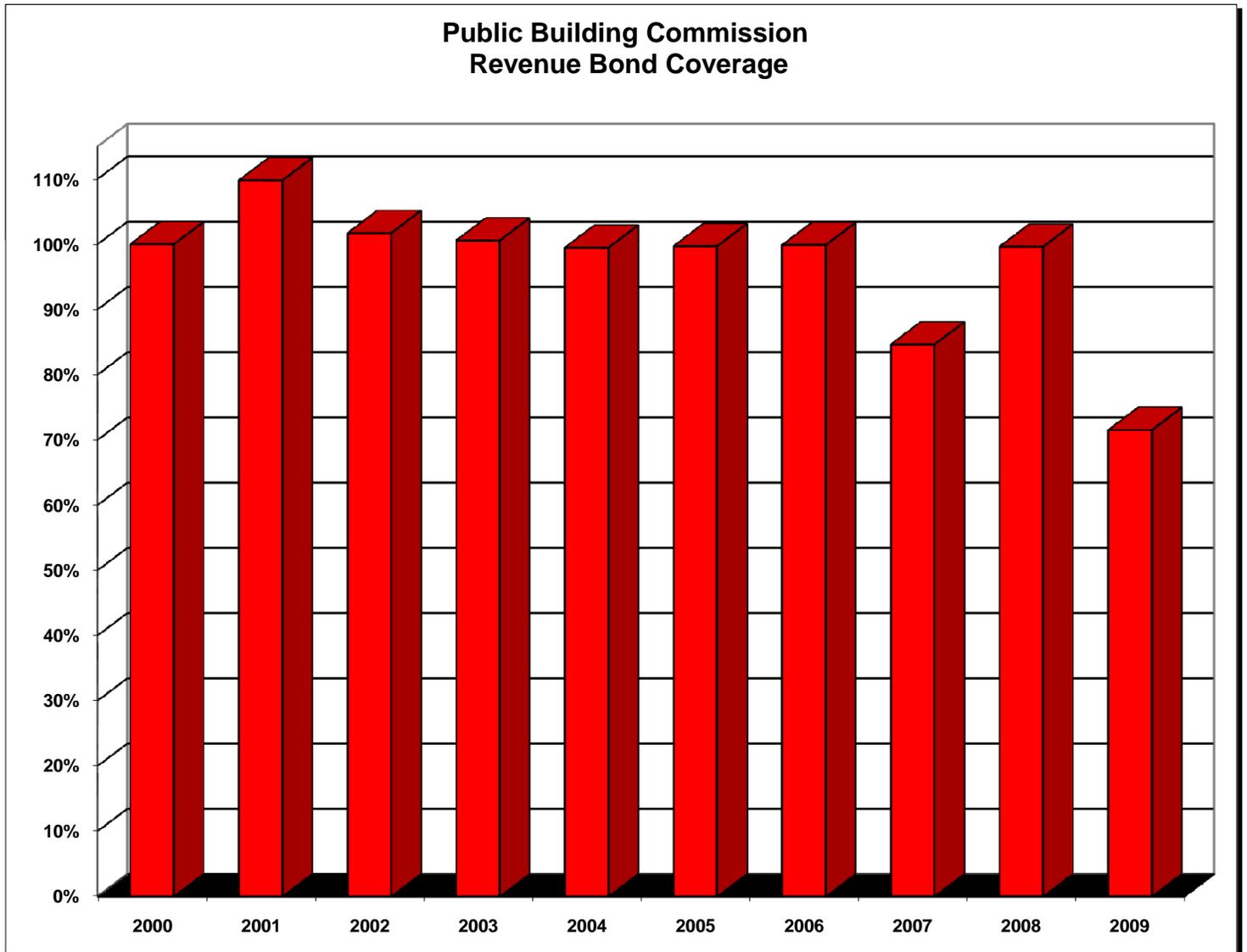
| Year | Gross (1) Revenue | Expenses (2) | Net Revenue Available for Debt Service | Debt Service Requirements (3) | | | Coverage |
|------|----------------------|--------------|--|-------------------------------|----------|---------|----------|
| | | | | Principal | Interest | Total | |
| 2009 | \$ 4,656,102 | \$ 2,801,269 | \$ 1,854,833 | \$ - | \$ - | \$ - | - |
| 2008 | 5,028,692 | 3,396,392 | 1,632,300 | - | - | - | - |
| 2007 | 4,557,409 | 3,188,825 | 1,368,584 | - | - | - | - |
| 2006 | 4,298,079 | 3,080,079 | 1,218,000 | - | - | - | - |
| 2005 | 4,576,078 | 2,955,499 | 1,620,579 | - | - | - | - |
| 2004 | 4,143,541 | 2,870,753 | 1,272,788 | - | - | - | - |
| 2003 | 6,301,970 | 2,113,989 | 4,187,981 | - | - | - | - |
| 2002 | 3,994,798 | 1,987,798 | 2,007,000 | - | - | - | - |
| 2001 | 3,058,215 | 1,692,819 | 1,365,396 | 120,000 | 7,200 | 127,200 | 1073% |
| 2000 | 3,372,961 | 1,350,936 | 2,022,025 | 275,000 | 23,700 | 298,700 | 677% |



- (1) Excludes interest income, tax revenues and intergovernmental revenues.
- (2) Excludes depreciation expense, interest expense, and tax supported expenditures.
- (3) All airport revenue bonds were paid off during 2002.

Johnson County, Kansas
Public Building Commission Revenue Bond Coverage
Last Ten Fiscal Years

| Year | Gross Revenue (1) | Expenses (2) | Net Revenue Available for Debt Service | Debt Service Requirements | | | Coverage |
|------|-------------------|--------------|--|---------------------------|--------------|---------------|----------|
| | | | | Principal | Interest | Total | |
| 2009 | \$ 10,536,073 | - | \$ 10,536,073 | \$ 7,430,000 | \$ 7,303,112 | \$ 14,733,112 | 72% |
| 2008 | 10,084,842 | - | 10,084,842 | 6,200,000 | 3,923,101 | 10,123,101 | 100% |
| 2007 | 8,977,685 | - | 8,977,685 | 6,615,000 | 3,994,571 | 10,609,571 | 85% |
| 2006 | 9,555,791 | - | 9,555,791 | 5,940,000 | 3,626,645 | 9,566,645 | 100% |
| 2005 | 7,607,682 | - | 7,607,682 | 4,900,000 | 2,731,474 | 7,631,474 | 100% |
| 2004 | 6,053,241 | - | 6,053,241 | 4,205,000 | 1,880,574 | 6,085,574 | 99% |
| 2003 | 7,983,410 | - | 7,983,410 | 6,555,000 | 1,382,913 | 7,937,913 | 101% |
| 2002 | 8,210,982 | - | 8,210,982 | 6,000,000 | 2,074,198 | 8,074,198 | 102% |
| 2001 | 9,002,264 | - | 9,002,264 | 5,855,000 | 2,344,815 | 8,199,815 | 110% |
| 2000 | 8,327,683 | - | 8,327,683 | 5,730,000 | 2,599,550 | 8,329,550 | 100% |

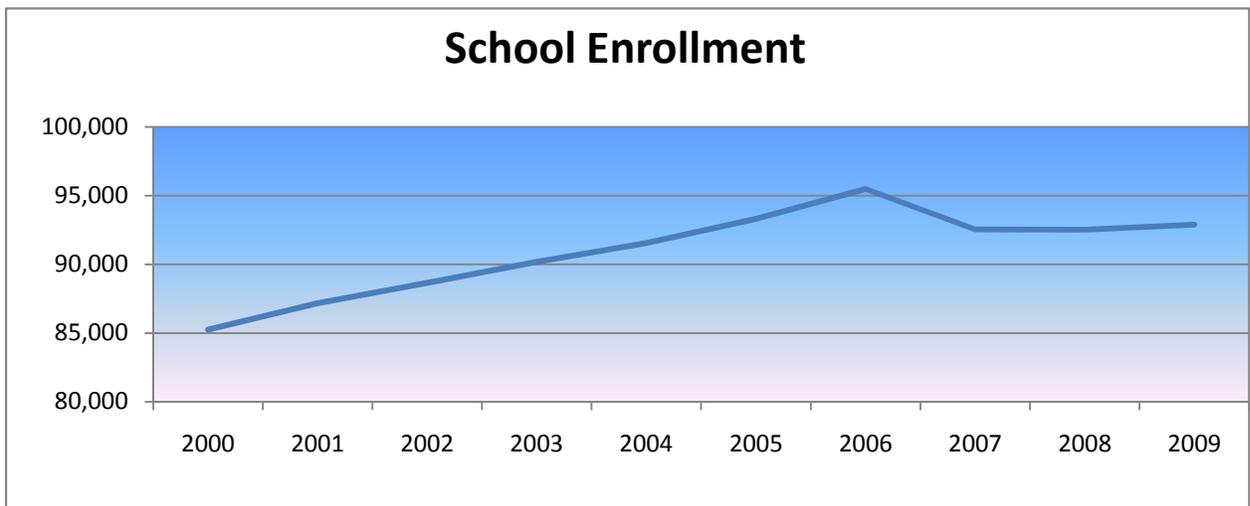
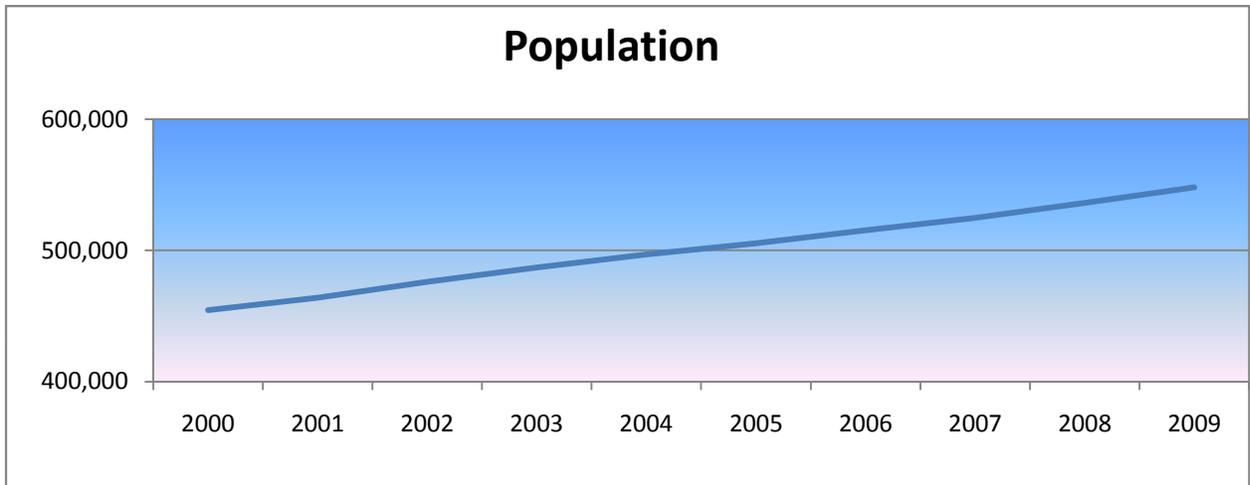


(1) Excludes interest income.

(2) Excludes depreciation expense and interest expense.

**Johnson County, Kansas
Demographic Statistics
Last Ten Fiscal Years**

| Year | Population (1) | Per Capita Income (1) | Median Age (1) | Personal Income(1) ** | K-12 School Enrollment (2) |
|-------------|-----------------------|------------------------------|-----------------------|------------------------------|-----------------------------------|
| 2009 | 548,122 * | \$ 57,551 * | 36.33 * | \$ 28,630,802 * | 92,888 |
| 2008 | 536,335 * | 55,441 * | 36.20 | 27,581,107 * | 92,512 |
| 2007 | 524,801 | 53,472 | 36.00 | 26,601,557 | 92,546 |
| 2006 | 515,275 | 50,745 | 36.30 | 25,244,914 | 95,483 |
| 2005 | 505,329 | 47,472 | 35.90 | 23,616,643 | 93,316 |
| 2004 | 496,892 | 46,443 | 36.20 | 23,104,730 | 91,539 |
| 2003 | 486,943 | 44,124 | 35.80 | 21,668,847 | 90,175 |
| 2002 | 476,009 | 44,111 | 35.70 | 21,002,776 | 88,646 |
| 2001 | 463,974 | 43,721 | 35.40 | 20,289,292 | 87,169 |
| 2000 | 454,514 | 43,618 | 35.20 | 20,078,760 | 85,252 |



* County estimate based upon information from the Bureau of Economic Analysis

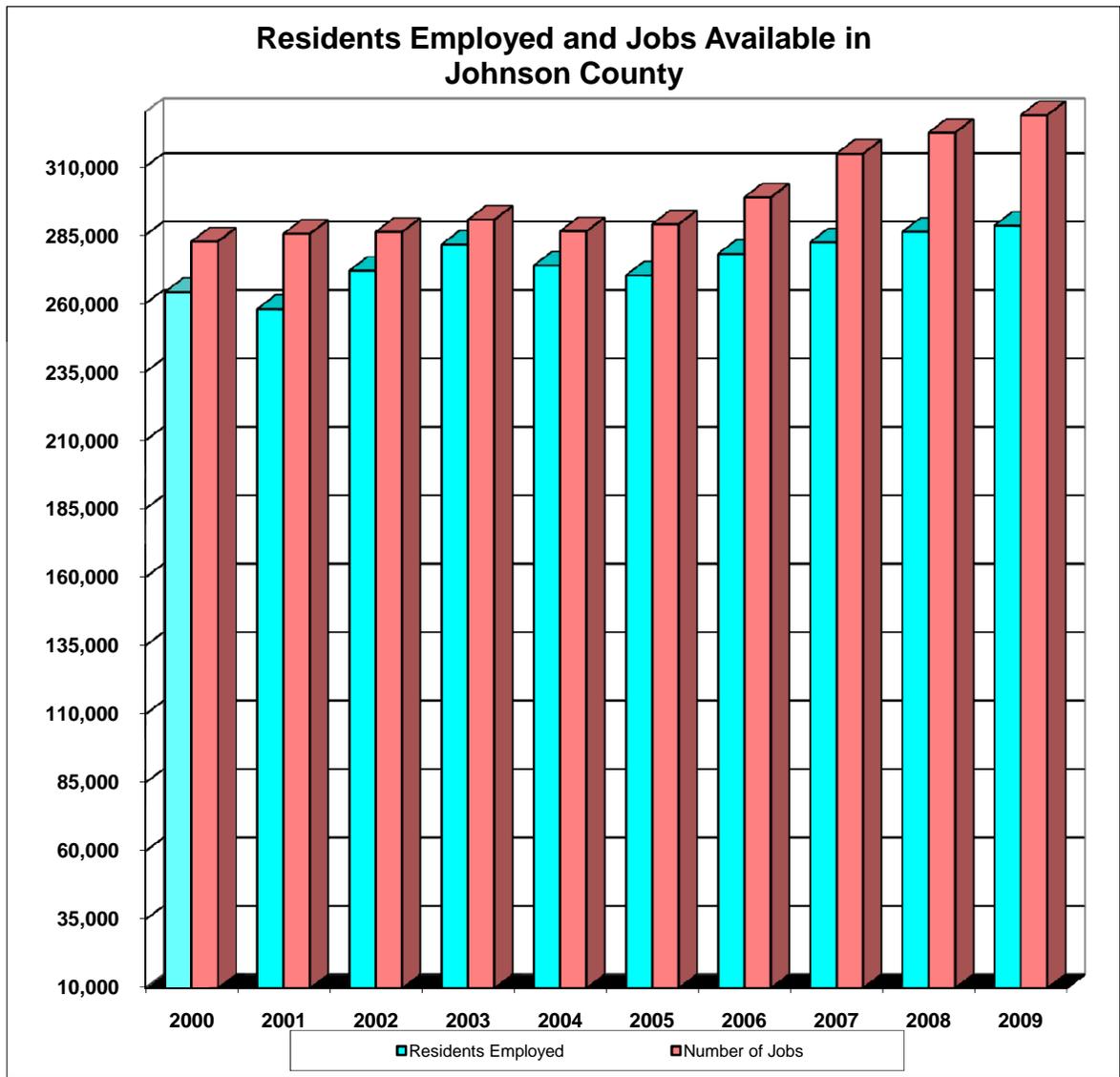
** In Thousands

(1) Bureau of Economic Analysis

(2) Kansas Department of Education

**Johnson County, Kansas
Demographic Statistics
Last Ten Fiscal Years**

| Year | Residents Employed (1) | Unemployment Rate (1) | Number of Employers (2) | Number of Jobs (2) | Gross Payroll (2) |
|-------------|-------------------------------|------------------------------|--------------------------------|---------------------------|--------------------------|
| 2009 | 288,454 | 6.00% | 18,233 * | 328,798 * | \$ 16,248,878,000 * |
| 2008 | 286,187 | 4.80% | 17,939 * | 322,398 * | 15,301,717,000 * |
| 2007 | 282,346 | 3.70% | 17,617 | 314,692 | 14,351,422,000 |
| 2006 | 278,108 | 4.10% | 17,323 | 298,778 | 12,908,900,000 |
| 2005 | 270,262 | 4.70% | 17,130 | 288,975 | 11,947,775,000 |
| 2004 | 273,859 | 4.80% | 16,799 | 286,400 | 11,313,037,000 |
| 2003 | 281,561 | 4.07% | 16,281 | 290,619 | 10,958,304,000 |
| 2002 | 271,994 | 3.80% | 16,117 | 286,164 | 10,793,534,000 |
| 2001 | 257,984 | 3.40% | 15,938 | 285,510 | 10,518,219,000 |
| 2000 | 264,242 | 2.40% | 15,894 | 282,652 | 9,883,631,000 |



* Estimated based upon prior years data.

(1) U.S. Department of Labor Bureau of Labor Statistics and KS Dept. of Human Resources & Kansas Statistical Abstract.

(2) County Business Patterns, Bureau of the Census and Kansas Statistical Abstract

Johnson County, Kansas
Principal Taxpayers and Employers
December 31, 2009

Principal Taxpayers

| Taxpayer | Type of Business | 2009 | | | 2000 | | |
|------------------------------|--------------------|-----------------------|------|--|-----------------------|------|--|
| | | Assessed Valuation | Rank | Percentage of Total Assessed Valuation | Assessed Valuation | Rank | Percentage of Total Assessed Valuation |
| Kansas City Power and Light | Utility | \$ 79,508,638 | 1 | 1.00% | \$ 50,792,967 | 4 | 0.93% |
| UCM/SREP-Corporate Woods | Real Estate | 60,779,771 | 2 | 0.76% | | | |
| Sprint Corporation | Telecommunications | 51,071,748 | 3 | 0.64% | 164,495,362 | 1 | 3.00% |
| Southwestern Bell | Telecommunications | 46,137,493 | 4 | 0.58% | 64,867,254 | 2 | 1.18% |
| Oak Park Investment LP | Real Estate | 42,918,749 | 5 | 0.54% | | | |
| Lenexa Industrial Park, Inc. | Real Estate | 29,213,226 | 6 | 0.37% | 16,875,155 | 8 | 0.31% |
| Town Center Plaza | Real Estate | 21,543,861 | 7 | 0.27% | 16,801,959 | 9 | 0.31% |
| Kansas Gas Service | Utility | 20,687,812 | 8 | 0.26% | | | |
| Perg Building, LLC | Shopping Center | 20,678,443 | 9 | 0.26% | 14,457,791 | 10 | 0.26% |
| Central Tennessee Hospital | Hospital | 15,490,151 | 10 | 0.19% | | | |
| Challenger, Inc. | Real Estate | | | | 32,372,010 | 5 | 0.59% |
| Highwoods Realty Limited | Real Estate | | | | 18,449,088 | 6 | 0.34% |
| ASP Lighton, LLC | Office Building | | | | 16,987,776 | 7 | 0.31% |
| Knickerbocker Properties | Real Estate | | | | 56,319,954 | 3 | 1.03% |
| Total | | \$ 388,029,892 | | 4.87% | \$ 452,419,316 | | 8.26% |

Source: Johnson County Clerk

Principal Employers

| Employer | Type of Business | 2009 | | | 2000 | | |
|--|-----------------------------------|---------------------|------|--------------------------------|-----------------------|------|--------------------------------|
| | | Employees in County | Rank | Percentage of Total Employment | Employees in County * | Rank | Percentage of Total Employment |
| Sprint/Nextel | Telecommunications | 7,391 | 1 | 2.56% | 10,000 | 1 | 3.78% |
| Olathe Unified School District | Public Education (K-12) | 4,501 | 2 | 1.56% | 1,000 | 18 | 0.38% |
| Shawnee Mission School District | Public Education (K-12) | 4,027 | 3 | 1.40% | 3,000 | 2 | 1.14% |
| Johnson County Government | Local Government | 3,664 | 4 | 1.27% | 2,500 | 5 | 0.95% |
| Century Link | Telecommunications | 3,424 | 5 | 1.19% | | | 0.00% |
| Blue Valley School District #229 | Public Education (K-12) | 3,187 | 6 | 1.10% | 1,000 | 10 | 0.38% |
| Shawnee Mission Medical Center | Healthcare Services | 2,940 | 7 | 1.02% | 2,000 | 8 | 0.76% |
| Johnson Co Community College | Public Education (Junior College) | 2,784 | 8 | 0.97% | 3,000 | 3 | 1.14% |
| Garmin International Inc | Communication Equip Mfg | 2,657 | 9 | 0.92% | | | 0.00% |
| United Parcel Service | Parcel Post | 2,225 | 10 | 0.77% | | | 0.00% |
| Quest Diagnostics | Testing Laboratories | 2,000 | 11 | 0.69% | | | 0.00% |
| Black & Veatch | Engineering Services | 1,810 | 12 | 0.63% | 2,500 | 4 | 0.95% |
| Olathe Health System Inc. | Healthcare Services | 1,754 | 13 | 0.61% | 1,000 | 17 | 0.38% |
| City of Overland Park | City Government | 1,611 | 14 | 0.56% | | | 0.00% |
| Prescription Solutions | Healthcare Services | 1,550 | 15 | 0.54% | | | 0.00% |
| Overland Park Regional Med Center | Healthcare Services | 1,100 | 16 | 0.38% | 1,000 | 11 | 0.38% |
| Deffenbaugh Industries | Refuse Disposal | 1,070 | 17 | 0.37% | 1,000 | 12 | 0.38% |
| TransAm Trucking | Trucking | 1,000 | 18 | | | | 0.00% |
| YRC Worldwide | Transportation | 1,000 | 19 | 0.35% | | | 0.00% |
| Honeywell | Search, Navigation Mfg | 990 | 20 | | 2,000 | 7 | 0.76% |
| J.C. Penney | Retail Store/Catalog Operations | | | | 2,000 | 6 | 0.76% |
| Innovex | Clinical Research | | | | 1,000 | 16 | 0.38% |
| AlliedSignal General Aviation Avionics | Electronic Aviation Equipment | | | | 1,000 | 9 | 0.38% |
| Dillard's | Department Store/Retail | | | | 1,000 | 13 | 0.38% |
| Quintiles | Medical Testing | | | | 1,000 | 20 | 0.38% |
| GE Capital | Credit Services | | | | 1,000 | 15 | 0.38% |
| Olsten Kimberly Quality Care | Medical Services | | | | 1,000 | 19 | 0.38% |
| Four B Corp. (dba HyVee, Hen House) | Retail Grocer | | | | 1,000 | 14 | 0.38% |
| Total | | 50,685 | | 16.88% | 39,000 | | 14.76% |

* Only estimates are available for 2000

Source: Above company information verified in at least two of the following sources.

[Dun & Bradstreet Million Dollar Database](#)

[Reference USA Online Business Directory](#)

[Sorkins Online Directory of Business & Government](#)

[Directory of Major Johnson County Employers 2009](#), CER1, Overland Park, KS c. 2009

Johnson County, Kansas
Operating Indicators by Function/Program
Last Eight Fiscal Years (1)

| | | Fiscal Year | | | | | | | |
|---|--|-------------|---------|---------|---------|---------|---------|---------|---------|
| | | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008* | 2009* |
| GOVERNMENTAL ACTIVITIES: | | | | | | | | | |
| General Government | | | | | | | | | |
| <i>Appraiser</i> | | | | | | | | | |
| | Number of parcels appraised per year | 226,107 | 225,847 | 230,097 | 235,517 | 240,904 | 241,450 | 239,705 | 240,750 |
| <i>Elections/Registration</i> | | | | | | | | | |
| | Number of voter registration applications processed | 69,177 | 93,925 | 125,650 | 34,965 | 52,486 | 62,411 | 126,118 | 62,088 |
| Public Safety | | | | | | | | | |
| <i>Public Safety Communication</i> | | | | | | | | | |
| | Calls dispatched for Fire and EMS units | 39,072 | 37,744 | 40,659 | 41,512 | 41,629 | 44,240 | 45,745 | 44,445 |
| <i>Sheriff</i> | | | | | | | | | |
| | Number of persons screened for entry into courthouse | 602,910 | 686,468 | 650,121 | 630,423 | 652,126 | 671,690 | 631,588 | 574,300 |
| | Inmates booked | 14,833 | 15,386 | 16,281 | 16,851 | 17,831 | 19,079 | 17,637 | 18,637 |
| | Number of calls for service (patrol) | 40,669 | 37,338 | 33,534 | 41,753 | 49,972 | 45,934 | 41,814 | 42,650 |
| | Number of calls for service (dispatch) | 120,026 | 129,488 | 133,803 | 156,157 | 173,732 | 231,049 | 226,385 | 230,910 |
| | Number of 911 calls received | 37,093 | 35,370 | 38,362 | 64,396 | 38,339 | 43,492 | 41,352 | 42,180 |
| <i>Emergency Management & Homeland Security</i> | | | | | | | | | |
| | Number of households receiving information annually | 26,250 | 18,000 | 22,000 | 28,000 | 28,000 | 28,000 | 28,000 | 30,000 |
| | Number of classes/orientations held | 24 | 250 | 600 | 800 | 800 | 900 | 900 | 900 |
| Health and Human Services | | | | | | | | | |
| <i>Environmental</i> | | | | | | | | | |
| | Number of times public accesses the department's internet home page | 26,490 | 82,490 | 105,319 | 125,492 | 175,758 | 193,333 | 86,000 | 95,000 |
| | Number of laboratory analyses | 28,504 | 30,989 | 32,311 | 38,388 | 29,705 | 33,155 | 34,921 | 33,000 |
| <i>Human Services</i> | | | | | | | | | |
| | Number of home-delivered meals | 140,360 | 132,061 | 145,770 | 145,792 | 150,782 | 139,266 | 209,388 | 220,000 |
| | Number of human services volunteer hours | 28,891 | 27,648 | 30,163 | 33,793 | 36,181 | 31,629 | 38,000 | 33,000 |
| <i>Public Health</i> | | | | | | | | | |
| | Number of vaccines administered | 25,335 | 25,232 | 26,206 | 26,503 | 27,022 | 32,896 | 26,000 | 30,000 |
| | Number of low-income clients under 200% of poverty line receiving services | 14,225 | 14,040 | 16,061 | 16,061 | 18,064 | 18,741 | 18,100 | 18,928 |
| Culture and Recreation | | | | | | | | | |
| <i>Library Operating</i> | | | | | | | | | |
| | Number of items selected to develop Collections (2) | 143,227 | 107,019 | 110,930 | 99,567 | 112,225 | 113,487 | 115,769 | 112,315 |
| | Number of volunteer hours in support of Library | 28,040 | 27,864 | 25,970 | 30,655 | 31,208 | 38,065 | 32,500 | 41,000 |
| BUSINESS-TYPE ACTIVITIES: | | | | | | | | | |
| Transportation | | | | | | | | | |
| | Total annual ridership (transit/paratransit) | 399,170 | 405,000 | 368,249 | 392,402 | 400,188 | 491,123 | 625,753 | 687,750 |
| | Number of total miles all vehicles travel per day | 8,000 | 8,100 | 8,200 | 8,300 | 8,300 | 8,300 | 8,300 | 8,300 |

Source: County Budget book and various department data

* Some 2008 numbers estimated. All 2009 numbers are estimates.

Note: Indicators for Public Works, Planning and economic development, Airport, Unified Wastewater District, and Public Building Commission are not available.

(1) As a result of the first year of implementation of GASB 34 in 2002, only eight years of information is available.

(2) Represents the increase in number of items being added to the Library inventory.

Johnson County, Kansas
Capital Asset Statistics by Function
Last Eight Fiscal Years (1)

| | Fiscal Year | | | | | | | |
|--|-------------|------------|-----------|-----------|------------|------------|------------|------------|
| | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| GOVERNMENTAL ACTIVITIES: | | | | | | | | |
| <u>General Government</u> | | | | | | | | |
| Department of Motor Vehicle buildings | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| <u>Public Works</u> | | | | | | | | |
| Miles of hard surface pavement | 261 | 267 | 270 | 273 | 279 | 275 | 252 | 256 |
| Miles of gravel surface | 248 | 243 | 240 | 239 | 234 | 237 | 224 | 220 |
| <u>Public Safety</u> | | | | | | | | |
| Med-Act Stations | 17 | 17 | 17 | 17 | 17 | 17 | 17 | 17 |
| Jails | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Courthouse | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| <u>Health and Human Services</u> | | | | | | | | |
| Community Assistance Centers | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| <u>Culture and Recreation</u> | | | | | | | | |
| Number of Libraries | 13 | 13 | 13 | 13 | 13 | 13 | 13 | 13 |
| Museums | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Parks | 19 | 19 | 19 | 19 | 20 | 20 | 20 | 20 |
| BUSINESS-TYPE ACTIVITIES: | | | | | | | | |
| <u>Airport</u> | | | | | | | | |
| Number of Airports | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| <u>Unified Wastewater District</u> | | | | | | | | |
| Total existing footage of sewer line | 10,117,460 | 10,303,544 | 8,948,312 | 9,222,943 | 10,913,138 | 11,099,933 | 11,221,232 | 11,169,668 |
| Total existing sewer permits | 103,128 | 106,210 | 108,581 | 110,950 | 112,630 | 113,951 | 114,768 | 114,832 |
| Water Treatment Plants | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 |
| <u>Transportation</u> | | | | | | | | |
| Approximate Total of County Public Transportation Vehicles | 100 | 100 | 100 | 100 | 100 | 100 | 100 | 100 |

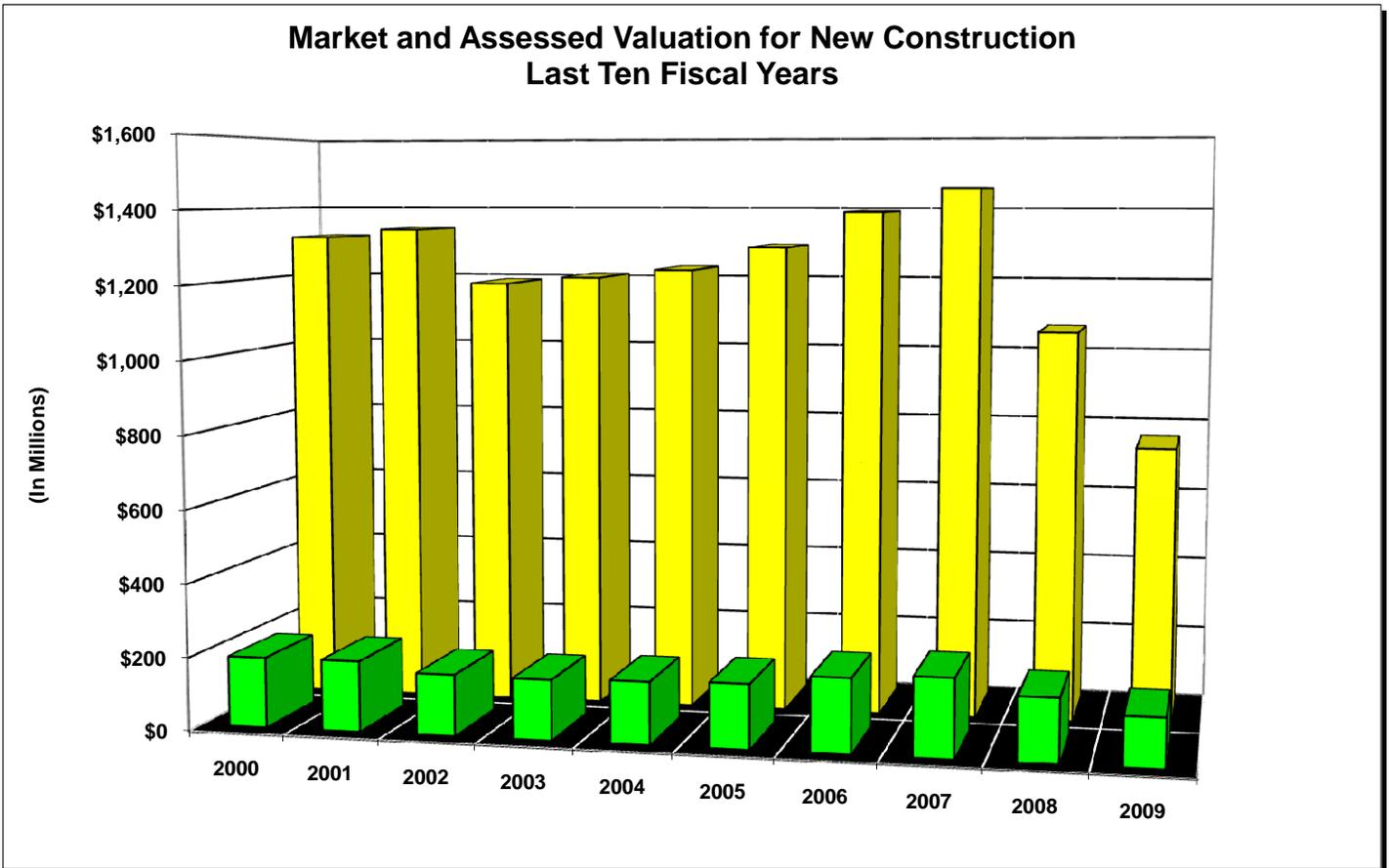
Source: County Budget book and various department data

Note: Indicators for Planning and economic development and Public Building Commission are not available.

(1) As a result of the first year of implementation of GASB 34 in 2002, only eight years of information is available.

**Johnson County, Kansas
Value of New Construction
Last Ten Fiscal Years**

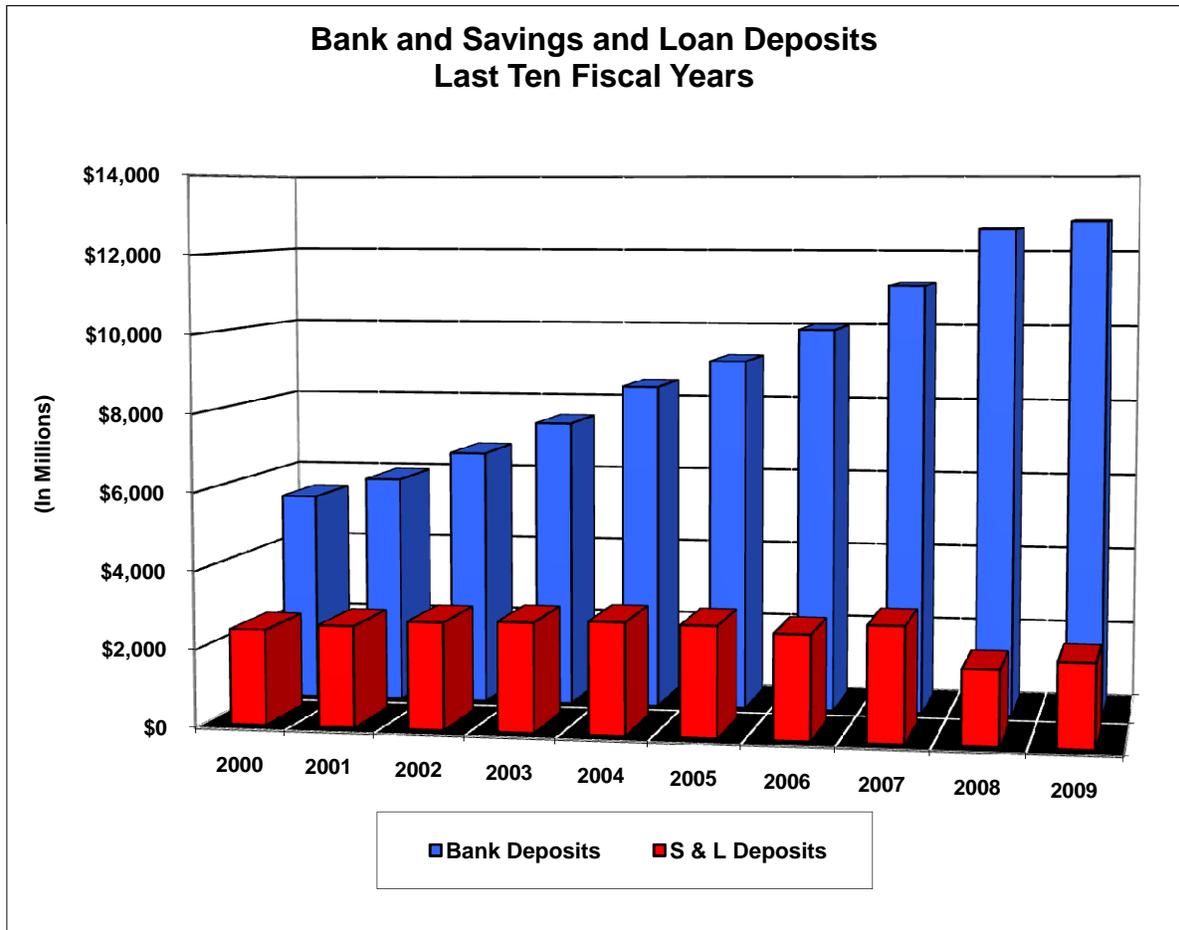
| Year | Estimated Market Value Residential | Estimated Market Value Commercial | Assessed Value of New Residential Construction | Assessed Value of New Commercial Construction | Number of Residential Units | Number of Commercial Units |
|------|------------------------------------|-----------------------------------|--|---|-----------------------------|----------------------------|
| 2009 | \$ 441,090,900 | \$ 316,355,810 | \$ 53,713,313 | \$ 78,812,125 | 1,957 | 274 |
| 2008 | 704,475,030 | 363,696,740 | 81,014,717 | 90,737,363 | 3,394 | 296 |
| 2007 | 1,125,588,542 | 332,491,034 | 129,443,110 | 83,132,723 | 5,809 | 235 |
| 2006 | 1,085,036,091 | 307,003,462 | 124,795,223 | 76,542,333 | 6,626 | 243 |
| 2005 | 1,099,564,723 | 194,495,107 | 126,448,643 | 48,556,550 | 6,970 | 209 |
| 2004 | 1,021,300,272 | 208,472,500 | 117,449,841 | 52,118,145 | 6,956 | 192 |
| 2003 | 1,021,727,478 | 185,176,360 | 117,498,269 | 46,276,165 | 6,774 | 213 |
| 2002 | 967,075,857 | 221,519,130 | 111,213,026 | 55,409,520 | 6,133 | 164 |
| 2001 | 1,055,636,483 | 284,002,280 | 121,398,135 | 71,031,818 | 6,716 | 231 |
| 2000 | 1,025,642,128 | 291,092,120 | 119,433,151 | 72,600,819 | 7,595 | 262 |



Source: Johnson County Appraiser

Johnson County, Kansas
Bank and Savings and Loan Deposits
Last Ten Fiscal Years

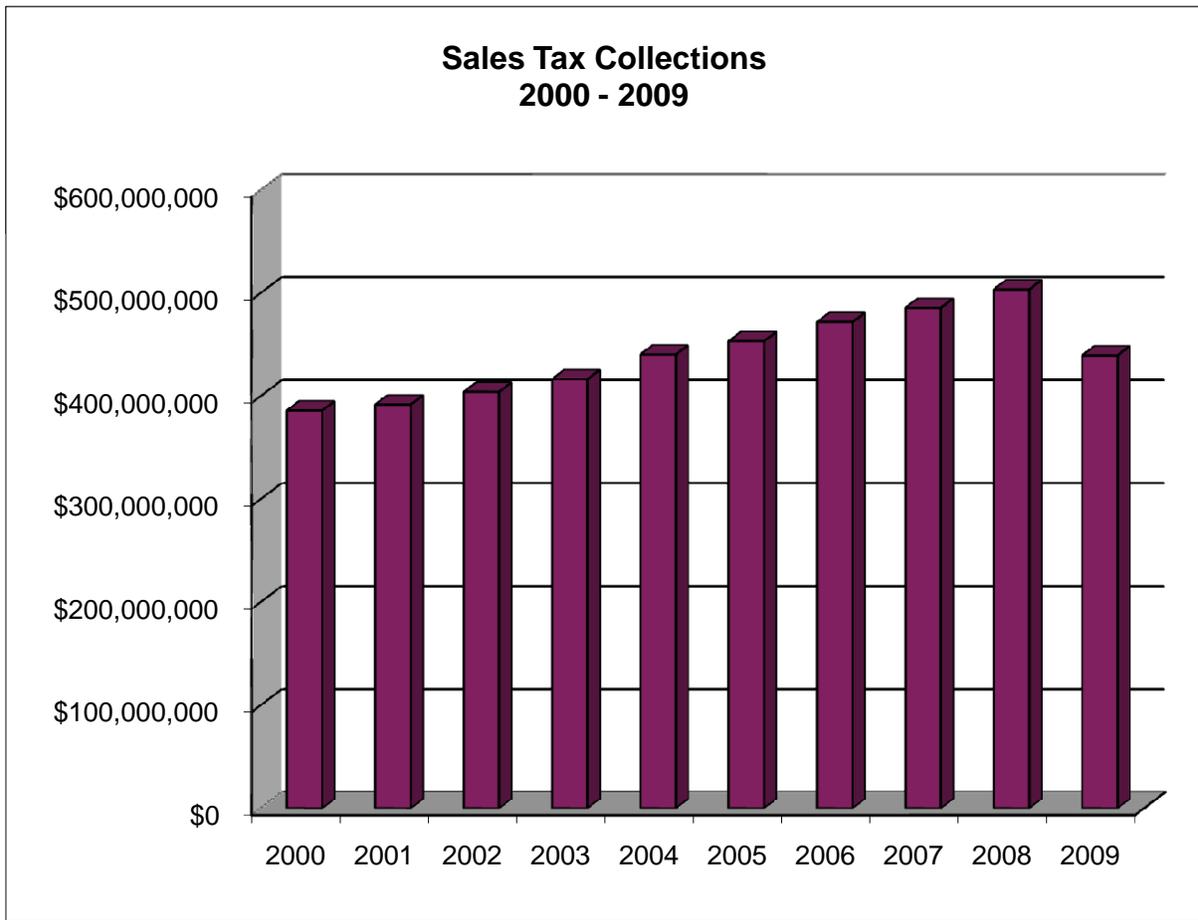
| Year | Commercial Banks (1) | | Savings & Loan Associations (1) | |
|------|------------------------|---------------------|---------------------------------|---------------------|
| | Number of Institutions | Deposits at June 30 | Number of Offices | Deposits at June 30 |
| 2009 | 59 | \$ 12,831,000,000 | 32 | \$ 2,147,000,000 |
| 2008 | 57 | 12,627,000,000 | 29 | 1,920,000,000 |
| 2007 | 55 | 11,158,000,000 | 33 | 2,947,000,000 |
| 2006 | 54 | 10,005,000,000 | 30 | 2,671,000,000 |
| 2005 | 50 | 9,162,000,000 | 39 | 2,836,000,000 |
| 2004 | 49 | 8,474,000,000 | 38 | 2,869,000,000 |
| 2003 | 48 | 7,478,000,000 | 36 | 2,805,000,000 |
| 2002 | 47 | 6,653,589,000 | 40 | 2,751,646,000 |
| 2001 | 44 | 5,918,383,000 | 40 | 2,605,728,000 |
| 2000 | 38 | 5,422,554,000 | 45 | 2,451,859,000 |



(1) Federal Deposit Insurance Corporation.

Johnson County, Kansas
Gross Sales and Sales Tax Collections
Last Ten Fiscal Years

| Year | Gross Sales | Increase (Decrease) Over 2000 Base | Increase (Decrease) Over Previous Year | Sales Tax Collections | Increase (Decrease) Over 2000 Base | Increase (Decrease) Over Previous Year |
|-------------|--------------------|---|---|------------------------------|---|---|
| 2009 | \$16,398,273,736 | 6.73% | -12.99% | \$439,369,571 | 13.82% | -12.73% |
| 2008 | 18,847,164,942 | 22.67% | 1.76% | 503,453,890 | 30.42% | 3.67% |
| 2007 | 18,521,838,590 | 20.55% | 3.13% | 485,638,096 | 25.80% | 2.93% |
| 2006 | 17,959,207,000 | 16.89% | 7.70% | 471,825,678 | 22.22% | 4.11% |
| 2005 | 16,675,407,614 | 8.53% | 8.37% | 453,186,261 | 17.39% | 2.93% |
| 2004 | 15,386,869,645 | 0.14% | 5.29% | 440,296,225 | 14.06% | 5.77% |
| 2003 | 14,614,024,833 | -4.89% | 0.39% | 416,276,770 | 7.83% | 3.02% |
| 2002 | 14,556,855,876 | -5.26% | -1.24% | 404,076,403 | 4.67% | 3.15% |
| 2001 | 14,739,023,333 | -4.07% | -4.07% | 391,729,803 | 1.47% | 1.47% |
| 2000 | 15,364,680,548 | | | 386,036,974 | | |



Note: Gross Sales and Sales Tax Collection amounts listed above are subject to change as the Kansas Department of Revenue tests the accuracy of these numbers supplied by new software.

Source: Kansas Department of Revenue
 State Planning & Research

Johnson County, Kansas
Payroll By Industry
and
Tax Rates for Selected Kansas Counties
December 31, 2009

Payroll By Industry

| Type of Industry | Number of Employees | Number of Firms | Gross Payroll |
|---|---------------------|-----------------|--------------------------|
| Manufacturing and Mining | 21,472 | 544 | \$ 1,072,823,000 |
| Utilities | 335 | 9 | 26,985,000 |
| Contract Construction | 15,406 | 1,722 | 751,048,000 |
| Transportation and Warehousing | 12,730 | 324 | 416,858,000 |
| Wholesale Trade | 18,634 | 1,372 | 1,134,615,000 |
| Retail Trade | 37,123 | 1,962 | 872,328,000 |
| Finance, Insurance and Real Estate | 31,410 | 2,745 | 1,880,619,000 |
| Information | 24,176 | 463 | 1,827,420,000 |
| Professional, Scientific and Technical Services | 29,186 | 2,787 | 1,800,193,000 |
| Management and Administrative Support Services | 43,351 | 1,282 | 2,161,030,000 |
| Social Assistance and Educational Services | 35,937 | 1,763 | 1,455,577,000 |
| Accommodation and Food Services | 26,285 | 1,102 | 553,984,000 |
| Other Services | 13,697 | 1,284 | 318,025,000 |
| Agricultural Support | 21 | 6 | 213,000 |
| Arts, Entertainment and Recreation | 4,908 | 236 | 79,217,000 |
| Other | 50 | 16 | 487,000 |
| Total | <u>314,721</u> | <u>17,617</u> | <u>\$ 14,351,422,000</u> |

Source: U.S. Census Bureau

Excludes government employees and self-employed individuals.

2009 Tax Rates for Selected Kansas Counties (1)

| Lowest Tax Rates | | | Highest Tax Rates | | |
|------------------|--------------|------------|-------------------|-------------|------------|
| Rank | County Name | Tax Rate * | Rank | County Name | Tax Rate * |
| 1 | Johnson | 17.716 | 96 | Greeley | 93.354 |
| 2 | Pottawatomie | 26.137 | 97 | Graham | 94.154 |
| 3 | Seward | 27.547 | 98 | Rush | 94.800 |
| 4 | Harvey | 27.875 | 99 | Wichita | 101.345 |
| 5 | McPherson | 27.997 | 100 | Lincoln | 106.988 |
| 6 | Haskell | 28.713 | 101 | Chautauqua | 108.983 |
| 7 | Sedgwick | 29.868 | 102 | Jewell | 114.915 |
| 8 | Wyandotte | 30.889 | 103 | Elk | 117.470 |
| 9 | Riley | 31.268 | 104 | Smith | 118.129 |
| 10 | Saline | 31.303 | 105 | Hodgeman | 119.692 |

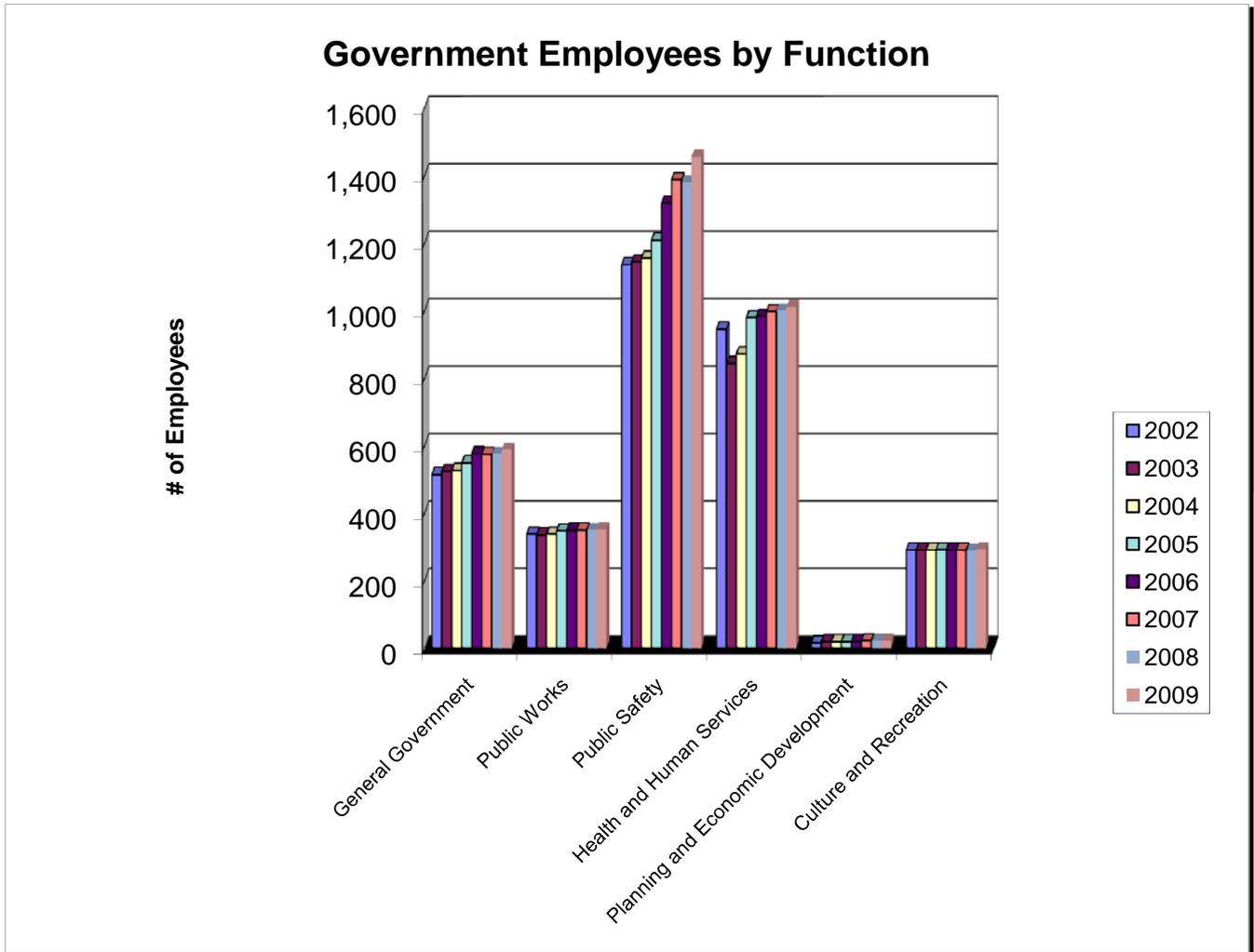
Source: League of Kansas Municipalities

* Per \$1,000 assessed valuation

(1) Taxes levied in 2009 are due December 20, 2009; but may be paid 50% by December 20, 2009 and 50% by June 20, 2010.

Johnson County, Kansas
Full-time Equivalent County Government Employees by Function
Last Eight Fiscal Years (1)

| | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| General Government | 514 | 524 | 527 | 549 | 576 | 574 | 576 | 589 |
| Public Works | 338 | 336 | 338 | 347 | 349 | 350 | 350 | 352 |
| Public Safety | 1,136 | 1,144 | 1,156 | 1,209 | 1,318 | 1,388 | 1,381 | 1,456 |
| Health and Human Services | 945 | 844 | 872 | 979 | 983 | 997 | 1,000 | 1,011 |
| Planning and Economic Development | 16 | 19 | 19 | 19 | 19 | 22 | 22 | 22 |
| Culture and Recreation | 291 | 291 | 291 | 292 | 291 | 290 | 290 | 293 |
| Total | 3,240 | 3,158 | 3,203 | 3,395 | 3,536 | 3,621 | 3,619 | 3,723 |

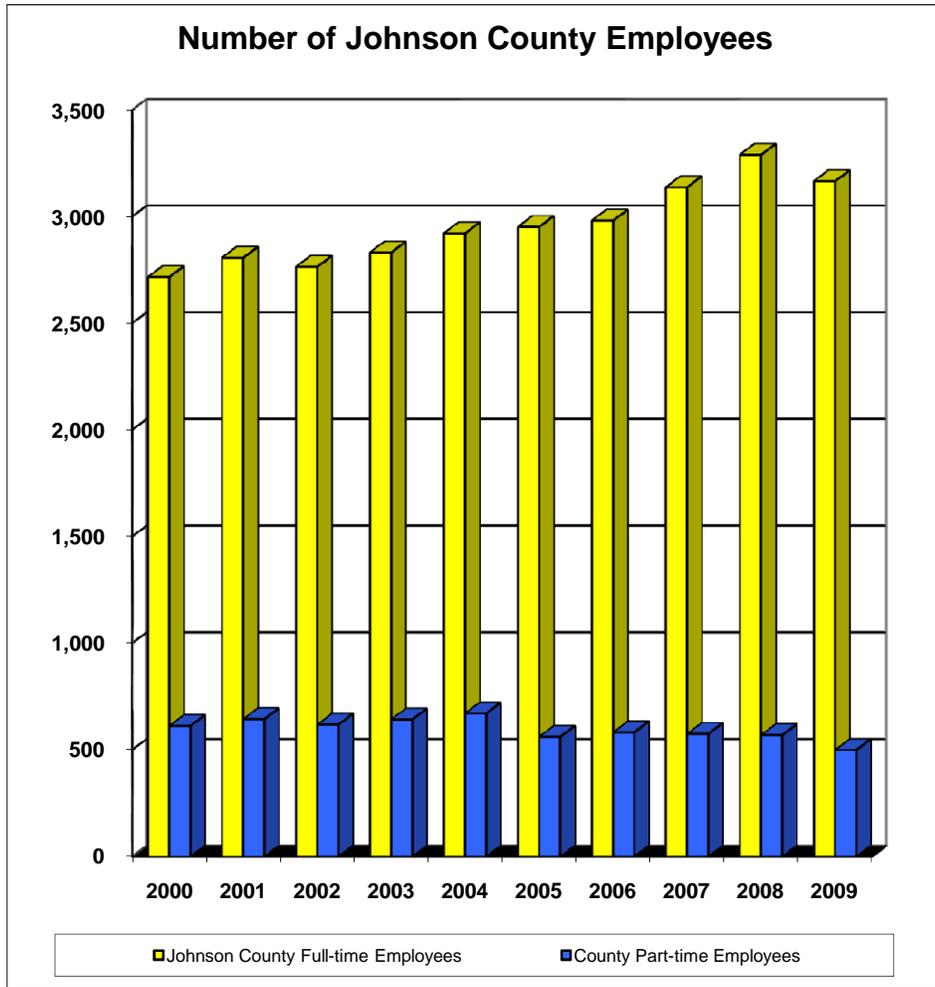


Source: County Budget Department

(1) As a result of the first year of implementation of GASB 34 in 2002, only eight years of information is available.

**Johnson County, Kansas
Number of Employees
Last Ten Fiscal Years**

| <u>Year</u> | <u>Number of Johnson County Full-time Employees</u> | <u>Number of Johnson County Part-time Employees</u> |
|-------------|---|---|
| 2009 | 3,165 | 499 |
| 2008 | 3,289 | 569 |
| 2007 | 3,137 | 575 |
| 2006 | 2,981 | 582 |
| 2005 | 2,951 | 561 |
| 2004 | 2,921 | 671 |
| 2003 | 2,831 | 642 |
| 2002 | 2,764 | 618 |
| 2001 | 2,806 | 644 |
| 2000 | 2,716 | 612 |



Source: Johnson County Payroll System.

**Johnson County, Kansas
County Road System
and
Unified Wastewater District Statistics**
December 31, 2009

County Road System

| Pavement | Area |
|---|------------------|
| Hard surface 256 miles | 479 square miles |
| Gravel surface 220 miles | |
| Total miles: <u>476 miles</u> | |

Source: Johnson County Public Works

Unified Wastewater District

| Sewer District | Footage of Sewer Line | | Sewer Permits | |
|------------------------------|------------------------------|-------------------|---------------------------|----------------|
| | Added in 2009 | Total | Issued in 2009 | Total |
| Blue River Main | 24,997 | 1,168,191 | 224 | 12,759 |
| Douglas L Smith/Middle Basin | - | 866,710 | 23 | 11,057 |
| Kansas City, Missouri | 506 | 689,091 | 9 | 1,272 |
| Mill Creek Regional | 35,683 | 2,689,624 | 172 | 18,390 |
| Mission Main | - | 1,512,341 | 22 | 18,602 |
| New Century Air Center | - | 70,320 | 8 | 364 |
| Tomahawk | 9,034 | 2,919,395 | 116 | 35,608 |
| Turkey Creek | 7,052 | 1,253,996 | 29 | 16,780 |
| TOTAL | 77,272 | 11,169,668 | 603 | 114,832 |

Source: Johnson County Unified Wastewater District

Johnson County, Kansas
Summary of Insurance in Force
December 31, 2009

| Company | Term | | Coverage | Liability |
|-------------------------|------------|------------|---|-----------------|
| Factory Mutual Ins. Co. | 1/1/2009 | 1/1/2010 | Mobile Construction Equipment and Radio Equipment | \$ 17,392,068 |
| Factory Mutual Ins. Co. | 1/1/2009 | 1/1/2010 | EDP Equipment incld Telephone Equipment | 26,817,033 |
| Factory Mutual Ins. Co. | 1/1/2009 | 1/1/2010 | Voting Machines | 5,500,050 |
| Factory Mutual Ins. Co. | 1/1/2009 | 1/1/2010 | Emergency Equipment | 5,475,957 |
| Factory Mutual Ins. Co. | 1/1/2009 | 1/1/2010 | Fine Art - Museum | 2,637,892 |
| Factory Mutual Ins. Co. | 1/1/2009 | 1/1/2010 | Real & Personal Property | 557,954,466 |
| Factory Mutual Ins. Co. | 1/1/2009 | 1/1/2010 | Boiler & Machinery | Included |
| Columbia Casualty Co. | 1/1/2009 | 1/1/2010 | Law Enforcement Professional Liability – Sheriff’s Operations (1) | 1,000,000 |
| Columbia Casualty Co. | 1/1/2009 | 1/1/2010 | Law Enforcement Professional Liability – Sheriff’s Operations (2) | 2,000,000 |
| Columbia Casualty Co. | 4/12/2009 | 4/12/2010 | Premises & Professional Liability - Community Corrections Adult Services (1) | 500,000 |
| Columbia Casualty Co. | 4/12/2009 | 4/12/2010 | Premises & Professional Liability - Community Corrections Adult Services (2) | 1,000,000 |
| Columbia Casualty Co. | 7/1/2009 | 7/1/2010 | Premises & Professional Liability–Community Corrections Juvenile Services (1) | 1,000,000 |
| Columbia Casualty Co. | 7/1/2009 | 7/1/2010 | Premises & Professional Liability–Community Corrections Juvenile Services (2) | 2,000,000 |
| Self-Insured | 1/1/2009 | 1/1/2010 | Workers’ Compensation & Employers Liability (4) | 350,000 |
| Safety National | 1/1/2009 | 1/1/2010 | Workers’ Compensation Specific Excess - \$350,000 Retention | Statutory Limit |
| Safety National | 1/1/2009 | 1/1/2010 | Employers’ Liability (4) | 500,000 |
| Hartford | 10/10/2009 | 10/10/2010 | Public Official Bond - County Treasurer | 1,750,000 |
| Hartford | 8/1/2009 | 8/1/2010 | Public Official Bond - Health Officer | 500 |
| Hartford | 1/14/2009 | 1/14/2010 | Public Official Bond – Mental Health Board Treasurer | 10,000 |
| Hartford | 8/29/2009 | 8/29/2010 | Public Official Bond - County Engineer | 2,500 |
| Hartford | 1/1/2009 | 1/1/2010 | Public Employees Blanket Bond & Faithful Performance Bond (1) | 1,750,000 |
| Hartford | 1/1/2009 | 1/1/2010 | Theft Disappearance and Destruction (1) | 1,750,000 |
| Federal Ins. Co. | 1/1/2009 | 1/1/2010 | Fiduciary Liability (1) | 1,000,000 |
| Philadelphia Ins. Co. | 1/1/2009 | 1/1/2010 | Premises & Professional Liability - JCDS (1) | 1,000,000 |
| Philadelphia Ins. Co. | 1/1/2009 | 1/1/2010 | Premises & Professional Liability – JCDS (2) | 3,000,000 |
| Philadelphia Ins. Co. | 1/1/2009 | 1/1/2010 | Premises & Professional Liability - Adolescent Center for Treatment (1) | 1,000,000 |
| Philadelphia Ins. Co. | 1/1/2009 | 1/1/2010 | Premises & Professional Liability - Adolescent Center for Treatment (2) | 3,000,000 |
| Old Republic | 1/1/2009 | 1/1/2010 | Airport Liability (1) (2) | 10,000,000 |
| Genesis Ins. Co. | 1/1/2009 | 1/1/2010 | Excess Automobile Liability - Self-Insured Retention: \$350,000 (3) (4) | 500,000 |
| Genesis Ins. Co. | 1/1/2009 | 1/1/2010 | Excess General Liability - Self-Insured Retention: \$350,000 (1) (3) | 500,000 |
| Genesis Ins. Co. | 1/1/2009 | 1/1/2010 | Excess General Liability - Self-Insured Retention: \$350,000 (2) | 1,000,000 |
| Genesis Ins. Co. | 1/1/2009 | 1/1/2010 | Public Officials E&O–Employment Practices Liability Self-insured Retention: \$350,000 (1) | 1,000,000 |
| Genesis Ins. Co. | 1/1/2009 | 1/1/2010 | Public Officials E&O–Employment Practices Liability Self-insured Retention: \$350,000 (2) | 2,000,000 |
| Philadelphia Ins. Co. | 1/1/2009 | 1/1/2010 | Professional Liability - Mental Health (1) | 1,000,000 |
| Philadelphia Ins. Co. | 1/1/2009 | 1/1/2010 | Professional Liability - Mental Health (2) | 3,000,000 |
| Lexington Ins. Co. | 1/1/2009 | 1/1/2010 | Professional Liability - Public Health (1) | 1,000,000 |
| Lexington Ins. Co. | 1/1/2009 | 1/1/2010 | Professional Liability - Public Health (2) | 3,000,000 |
| Steadfast Ins. | 1/1/2009 | 1/1/2010 | Switch Engine Physical Damage | 235,000 |
| Steadfast Ins. | 1/1/2009 | 1/1/2010 | Switch Engine Liability (1) | 1,000,000 |
| Steadfast Ins. | 1/1/2009 | 1/1/2010 | Switch Engine Liability (2) | 3,000,000 |
| American Safety Risk | 4/12/2009 | 4/12/2010 | Contractor’s Pollution Liability – Weatherization Program (1) (2) | 500,000 |
| Employers of Wausau | 7/1/2009 | 7/1/2010 | Student Volunteer Personal Liability | 1,000,000 |
| Life Ins. of N.A. | 7/1/2009 | 7/1/2010 | Student Volunteer Accident Insurance | 25,000 |

(1) per occurrence, (2) aggregate, (3) combined single limit and (4) each accident

Source: Johnson County Risk Management