

Oklahoma County, Oklahoma

# Comprehensive Annual Financial Report



For The Fiscal Year Ended June 2010

Prepared in the Office of Carolynn Caudill,  
County Clerk and Secretary to the Budget Board/Excise Board  
and Board of County Commissioners







**OKLAHOMA COUNTY, OKLAHOMA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR FISCAL YEAR ENDED JUNE 30, 2010**

**PREPARED BY THE FINANCE DIVISION  
OF THE OKLAHOMA COUNTY CLERKS' OFFICE**

**Carolynn Caudill, Oklahoma County Clerk**





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*I - Introductory Section*









## CAROLYNN CAUDILL

OKLAHOMA COUNTY CLERK

January 31, 2011

CHARLIE PHILLIPS SPARKMAN, CHIEF DEPUTY

To the Citizens of Oklahoma County and the Honorable Members of the Budget Board:

We hereby issue the 2010 Comprehensive Annual Financial Report (CAFR) of Oklahoma County for fiscal year ended June 30, 2010. The CAFR provides a comprehensive overview of the county's financial position and the results of operations for the past fiscal year. This report complies with requirements of state statutes. The Oklahoma County Clerk's Finance Department, prepared this report using generally accepted accounting principles (GAAP) and it has been audited by the Office of the State Auditor and Inspector in accordance with generally accepted auditing standards.

This report consists of management representations concerning finances of the County. Consequently the responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the County. To provide a reasonable basis for making these representations, the County follows the guidelines of state statute which has established an internal control framework designed to protect the County'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. The framework of internal controls has been designed to provide reasonable rather than absolute assurance the financial statements will be free from material misstatements. As management, we assert, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

In accordance with Title 19.O.S. 2001 §171, the State Statute requires an annual audit for Oklahoma County. The audit is performed by the Oklahoma State Auditor and Inspector's Office. The audit is required to be performed in accordance with Generally Accepted Auditing Standards, which are established by the Auditing Standards Board and Government Auditing Standards issued by the Comptroller General of the United States. The independent auditor's report is located at the front of the financial section of this report. The auditors also perform a single audit according to the provisions of the Single Audit Act and the U.S. Office of Management and Budget (OMB). The findings and recommendations as a result of the audit, according to OMB Circular A-133, are reported under separate cover.

GAAP requires management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement 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.

## **PROFILE OF OKLAHOMA COUNTY**

Situated in the heart of downtown Oklahoma City, the Oklahoma County Courthouse is the hub of many diverse activities. Consisting of a Courthouse Building, a County Office Building, a County Jail, and a Juvenile Justice Center, the government of Oklahoma County employs more than 1,700 people and is a multi-million dollar operation.

Based on the U.S. Census Bureau, Oklahoma County has an estimated 2010 population of 716,704, making it the most populous county in the State of Oklahoma. The land area of Oklahoma County is 775 square miles. While Oklahoma is known for its oil and gas industry and its agricultural base, Oklahoma County has a diverse economy of manufacturing, aerospace, service, and industrial companies. Additionally, Oklahoma County is the home to Tinker Air Force Base, which is one of the largest depots for aircraft maintenance in the U.S. Department of Defense.

Oklahoma County is a constitutional form of government comprised of eight elected officials. These eight elected officials comprise the Oklahoma County Budget Board. There are three County Commissioners which form the Board of County Commissioners, a County Clerk, a Court Clerk, a Treasurer, a Sheriff, and an Assessor. The County Excise Board, consisting of three appointed members, officially certifies budgets and financial statements for the County as well as certain Oklahoma County municipalities and school districts. The County Clerk is secretary to these public boards. These Boards comprise the management of Oklahoma County and are responsible for the administration of County services and information presented in the Comprehensive Annual Financial Report. All county officials are represented in civil matters by the Oklahoma County District Attorney, who is an elected official representing a state judicial district that encompasses Oklahoma County.

Oklahoma County government is a subdivision of the state government, and all of the powers exercised by the County are those delegated by the State, as authorized by the State Legislature and the State Constitution. The State Auditor and Inspector is charged with the duty of auditing the fiscal matters of Oklahoma County on an annual basis.

### ***Financial Reporting Entity***

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not financially accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

### ***Component Units***

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Oklahoma County has two component units - The Oklahoma County Finance Authority, a discretely presented component unit, and the Oklahoma County Public Buildings Authority, a blended component unit. Both issue separately audited Component Unit Financial Statements (CUFS).



### *Related Organizations*

The following related organizations are excluded from the financial reporting entity because the County has determined that these entities do not meet the component unit criteria defined previously. Financial statements are available from the respective organizations. Related organizations are Oklahoma County Home Finance Authority, Oklahoma Industries Authority, Oklahoma County Industrial Authority and Oklahoma County Utility Services Authority.

### *Accountability and Budgetary Controls*

The County has a comprehensive accounting and budgetary system. The County has a balanced budget and complies with requirements of the State Statutes and Oklahoma Constitution. The Budget Board of Oklahoma County has made every effort to comply with the guidelines for the Oklahoma County Budget Act as set out in Title 19, of the Oklahoma Statutes, Sections 1401-1421.

The County has a comprehensive set of internal controls, which are reviewed annually as a part of the audit and routinely by management. The County Clerk and the County Treasurer assist the state auditors in annual routine audits and assist in recommending and implementing new accounting procedures and internal controls.

Additionally, the County maintains budgetary controls to ensure compliance with legal provisions incorporated in the annual appropriated budget. The County Excise Board approves annually appropriated budgets for the General Fund and the Debt Service Fund. The level of budgetary control within the fund is by department and classification, described in Note II.A. of the financial statements.

### *Financial Policies*

Oklahoma County follows the prescribed policies and procedures outlined in Oklahoma law to guide the budgeting and financial practices. The County maintains a financial and budgetary control system whereby expenditures and revenues are tracked in the County's financial system to ensure adherence to the budget. Monthly reports are prepared and presented to the County Budget Board that compare actual revenues and expenditures to budgeted amounts and provide a picture of the County's cash position.

## **FACTORS AFFECTING FINANCIAL CONDITION**

### *Local Economy and Economic Outlook*

As the largest county in the state and the home of the State Capital, Oklahoma County accounts for 19 percent of the state's population, and 27 percent of the state's labor force. The availability of low-priced real estate, an abundant skilled labor force, a low cost of doing business, and a centralized geographical location make Oklahoma County a prime location for business. These assets continue to be the key to Oklahoma County's growth.

While the fate of the Oklahoma economy has long been linked to the energy sector, the Oklahoma City metropolitan area economy has become increasingly diverse over the past decade, largely the results of efforts by business and community leaders to better insulate the local economy from the "boom and bust" cycles of the oil industry. The metropolitan area economy is comprised of a dozen major sectors that include: education and health services; financial; information; professional and business services; wholesale and retail trade; construction; government; manufacturing; mining; transportation, warehousing and utilities, and; leisure and

hospitality. The local economy's stability is enhanced by the presence of Oklahoma state government, numerous federal agencies, and Tinker Air Force Base.

The City of Oklahoma City is the largest city in Oklahoma County, and as the hub of the increasingly vibrant, larger Oklahoma City metropolitan area, it continues to serve as an important source of economic stimulus for the county and surrounding region. The emergence of Oklahoma City onto the national scene is rapidly becoming a model for economic revitalization and public/private sector cooperation. The relocation of the National Basketball Association's Seattle SuperSonics to Oklahoma City and becoming the Oklahoma City Thunder has been a stunning success in third season and only added to the national reputation of the City as it develops a larger presence on the national level.

The revitalization of the downtown "bricktown" Oklahoma City area continues to strengthen the core business center of the metropolitan area. The city and county in turn are benefiting from the strength of the surrounding metropolitan area and enjoying the type of strong job and income growth that is typical of a regional economy that is reaching critical mass as the population approaches 1.2 million. Combined with its relatively low housing prices, the area offers an attractive cost-of-living-adjusted standard of living to workers.

During the In October of 2010, *Forbes Magazine* named Oklahoma City as the "most affordable city in America". Noting low costs of living and good jobs and an unemployment rate of 6.3 percent well below the national average of 9.5 percent. This ranking was the latest in a string of kudos for Oklahoma City. In November, *Newsweek* named ranked Oklahoma City on their list of the "10 American cities best situated for the recovery", from the country's recession. Cited as "a place where jobs are plentiful, and the pay, given the lower cost of living, buys more than in the bigger cities". They also named OKC as one of the "Heartland Honeys, which are enjoying a revival thanks to rising agricultural prices and a shift toward high-end industrial jobs". "Oklahoma City, which enjoys low unemployment as a result of it's steadily growing energy and aerospace sectors, has been ranked among the best job markets for young people".

The Center for Applied Economic Research at Oklahoma State University reports that Oklahoma has weathered the recessionary storm as well as could be expected and ahead of much of the nation. However, Oklahoma requires at least a modest national recovery to hold as our state's large exporting sectors (energy, aerospace, manufacturing, agriculture, etc.) rely on a nationally (and internationally) broad customer base. They project the national recovery to carry into 2011, allowing recovery in Oklahoma to move into the next year as well, even gaining significant momentum as Oklahoma production, employment, and income all make significant gains in the year top come. Statewide the official forecast calls for average monthly employment to grow at 1.5% in 2011 and increasing to 1.9% in 2012. While encouraging, these growth rates are modest relative to the depth of the employment losses in 2009. The forecast looks for gross state product to grow at a 4.5% annual rate in 2010 and holding near that rate, 4.8% in 2011. Similarly, personal income is projected to grow statewide at 3.4% this year before accelerating modestly to 4.0% in 2011. Over the current three-year horizon (2010-2012) the economists foresee production and income growing at roughly half the average rate of the previous expansion. While modest, these growth rates are sufficient to change perceptions of the economic climate in the state and represent an economic experience only a few other states can expect to enjoy.

At the local level, according to The Center for Applied Economic Research at Oklahoma State University, Oklahoma County monthly wage and salary employment levels will average just more than 408,000 jobs in 2010 before growing at 1.5% and 1.8% in subsequent years, returning county employment to its 2007 levels. Meanwhile, unemployment levels remain elevated, averaging 6.7% per month in 2010 and likely increasing in 2011 as workers return to the labor force. The official forecast calls for county unemployment rates to average 7% in 2011, declining through the second half of the year. The County data reinforce expectations of improving



conditions leading an unimpressive labor market out of recession as the unemployment rate remains high by historic standards through 2012. Oklahoma County personal income experienced considerable growth with emergence from the recession. We expect a return in growth in 2010(+3.6%) and momentum to carry into 2011 and 2012 (+3.9% and +4.4%).

The following table depicts the composition of the Oklahoma City/Oklahoma County Wage and Salary Employment in all employment sectors.

	June 2010	June 2009	% Change
<b>Nonfarm Employment</b>			
Total Nonfarm	561,400	558,700	0.5%
Goods Producing	71,200	71,400	-0.3%
Service Providing	490,200	487,300	0.6%
Mining and Lodging	14,100	13,100	7.6%
Construction	26,700	26,400	1.1%
Manufacturing	30,400	31,900	-4.7%
Trade, Transportation, and Utilities	95,100	97,600	-2.6%
Retail Trade	59,200	60,100	-1.5%
Information	11,800	12,300	-4.1%
Financial Activities	33,300	33,100	0.6%
Professional and Business Services	72,900	68,900	5.8%
Education and Health Services	78,600	76,700	2.5%
Leisure and Hospitality	60,400	58,500	3.2%
Other Services	23,000	24,000	-4.2%
Government	115,100	116,200	-0.9%
<b>Employment-OKC</b>			
Total Labor Force	578,632	579,518	-0.2%
Unemployment Rate	6.7%	6.4%	4.7%

Source: Greater Oklahoma City Chamber-Economic Development  
U.S. Bureau of Labor Statistics

### ***Long-term Financial Planning and Major Initiatives***

#### ***Strategic Planning***

Oklahoma County has four “strategic goals” that were developed during a Strategic Planning Process in 2007 and finalized in 2008. These goals are:

1. *Develop alternative funding sources for adult and juvenile detention centers.*
2. *Recruit, develop, and retain quality county employees.*
3. *Increase economic development partnership efforts in central Oklahoma.*
4. *Establish capital improvement programs and priorities to enhance County services to the public.*

Oklahoma County is currently working on a plan to develop an initiative with the citizens of Oklahoma County to fund new adult detention and juvenile justice centers or add annexes to both facilities to address issues related to overcrowding, alternative sentencing, and meeting new requirements by the United States Department of Justice for the Adult Detention Facility.



Oklahoma County's partnership with the Greater Oklahoma City Chamber has resulted in job-creating initiatives with the former Oklahoma City General Motors plant. The plant was purchased by the citizens of Oklahoma County in 2008 and turned over to Tinker Air Force Base to develop new jobs and create efficiencies for TAFB. To date over 1,100 new jobs have been brought to Tinker since the initiative passed in May of 2008.

Oklahoma County is also undergoing a thorough review of the new Federal Health Care plan and its affect on the County's Healthcare benefit plan. The County's goal is to find ways to reduce the escalating costs of health care while continuing to provide long-term health care needs for its employees.

### ***Recently-Completed Capital Improvement Projects***

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

- Construction in progress of the Crutcho Flood Control Plain project to mitigate flooding conditions and related damage in east central Oklahoma County and the Crutcho Creek flood plain and floodway and surrounding area, which facilitate the construction of infrastructure improvements in those areas through the acquisition of certain real property and/or the provision of safe and adequate roads, bridges and drainage facilities in those areas. The total cost to date is \$2,607,717 and the project is funded with general obligation bond proceeds in the County Bond 2008 Fund
- Construction in progress of infrastructure replacement including HVAC, plumbing and fire suppression system at the County Courthouse at a total cost of \$1,632,591 to date. The project is funded with general obligation bond proceeds in the County Bond 2008 Fund.
- Construction of and improvements to approximately 18 miles of county roads and bridges at a total cost of approximately \$2.6 million dollars.

### **AWARDS AND ACKNOWLEDGMENTS**

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

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Oklahoma County for its comprehensive annual financial report for the fiscal year ended June 30, 2009. This was the sixteenth consecutive year that Oklahoma County has received this prestigious award (fiscal years ended 1994-2009).

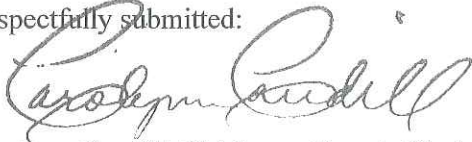
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

*Acknowledgements*

The dedicated work of the entire Finance Division of the County Clerk's office made possible the preparation of the County's Comprehensive Annual Financial Report. The County Treasurer and other staff and administrators at various sites throughout the County provided additional, valuable help. In addition, the County extends appreciation to the Board of County Commissioners and Excise Board, who have encouraged and supported progressive accounting and reporting for both internal and external use.

Respectfully submitted:

A handwritten signature in cursive script, reading "Carolynn Caudill". The signature is written in black ink and is positioned above the printed name.

Carolynn Caudill, Oklahoma County Clerk

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Oklahoma County  
Oklahoma

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2009

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.



President

Executive Director



## Oklahoma County Elected Officials



**Willa Johnson,  
Commissioner District 1**



**Brian Maughan,  
Commissioner District 2**



**Ray Vaughn,  
Commissioner District 3**



**Carolynn Caudill,  
County Clerk**



**Forrest "Butch"  
Freeman,  
County Treasurer**



**John Whetsel,  
Sheriff**



**Leonard Sullivan,  
Assessor**

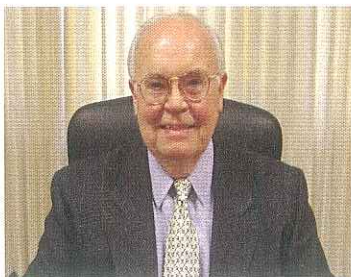


**Patricia Presley,  
Court Clerk**

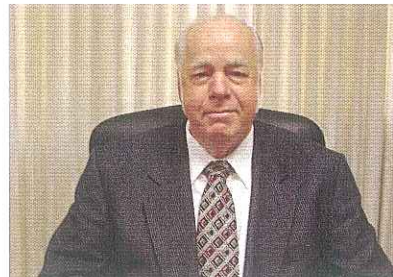


**David Prater,  
District Attorney**

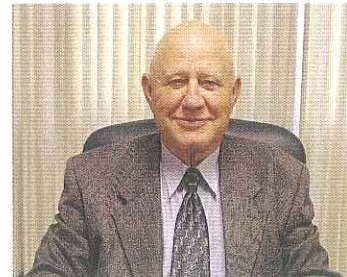
## Oklahoma County Excise Board Members



**James Harrod**

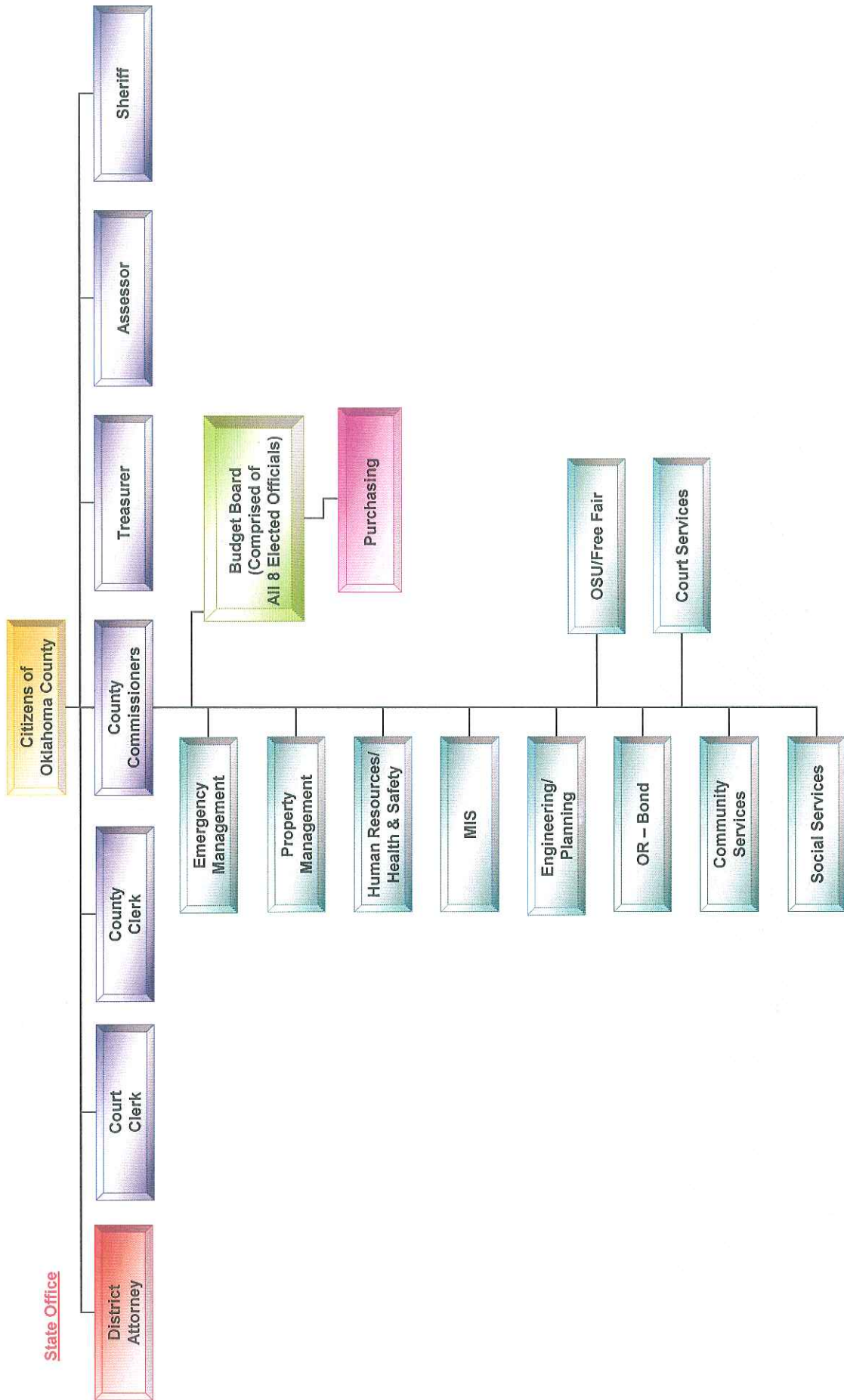


**Frank Burns**



**Donald Strube**

# Oklahoma County Organizational Chart







# Oklahoma State Auditor & Inspector

2300 N. Lincoln Blvd. • State Capitol, Room 100 • Oklahoma City, OK 73105 • Phone: 405.521.3495 • Fax: 405.521.3426

## Independent Auditor's Report

TO THE OFFICERS OF  
OKLAHOMA COUNTY, OKLAHOMA

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 Oklahoma County, Oklahoma, as of and for the year ended June 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Oklahoma County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Oklahoma County Public Buildings Authority, which is both a major fund and 100 percent of the assets, net assets, and revenues of the business-type activities; the financial statements of the Oklahoma County Finance Authority, which represent 100 percent of the assets and revenues of the discretely presented component unit; and the financial statements of the defined benefit retirement plan of the Employees' Retirement System of Oklahoma County, which represent 7 percent of the assets presented in the statement of fiduciary net assets and 11 percent of the additions presented in the statement of changes in fiduciary net assets. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the business-type activities, the discretely presented component unit, and the defined benefit retirement plan included in the aggregate remaining fund information of Oklahoma County, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, 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 Oklahoma County, Oklahoma, as of June 30, 2010, and the respective changes in financial position and, where applicable, cash flows thereof 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 January 28, 2011, on our consideration of Oklahoma County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on 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, Schedules of Funding Progress for the Employees' Defined Benefit Retirement Plan, and Other Post Employment Benefits, Schedule of Employer Contributions-Employees' for the Defined Benefit Retirement Plan, and the General Fund Budgetary Comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors 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 Oklahoma County's basic financial statements. The supplementary information, such as the introductory section, combining and individual fund statements and schedules, and statistical section information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The non-major governmental funds, debt service budgetary comparison schedule, and the fiduciary funds presented in the combining and individual 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 section and statistical section information 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.

A handwritten signature in blue ink, appearing to read "Gary A. Jones".

GARY A. JONES, CPA, CFE  
OKLAHOMA STATE AUDITOR & INSPECTOR

January 28, 2011

## II - *Financial Section*







## **OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS**

Our discussion and analysis of Oklahoma County (the County) financial performance provides an overview of the County's financial activities for the fiscal year ended June 30, 2010. Please read it in conjunction with the financial statements which immediately follow this section.

### **FINANCIAL HIGHLIGHTS**

#### **Government-wide financial analysis**

The total assets of the County exceeded its liabilities at the close of the fiscal year by \$60,813,888 (net assets). Of this amount, \$83,498,245 is invested in capital assets-net of related debt, \$41,368,544 is restricted for specific purposes, thereby leaving a negative unrestricted net assets in the amount of \$(64,052,900). The negative amount of unrestricted net assets is primarily the result of two long-term obligations incurred that have no corresponding assets: (1) the issuance of long-term bonds whose proceeds were used to acquire property and facilities that were transferred to the federal government for economic development purposes, and (2) long-term net obligations related to post-employment healthcare benefits for which no advance-funded plan assets have been set aside.

#### **Fund financial analysis**

Total fund balances for the County's governmental funds amounted to \$59,805,485 at June 30, 2010, a decrease of \$4,342,347 from the prior fiscal year. \$56,360,436 of this total is unreserved and available to meet the County's current and future needs.

Unreserved fund balance in the County's General Fund at year end was \$8,156,277, or 11.6% of its total expenditures for the year.

#### **Capital asset and debt administration**

The County's investment in capital assets has decreased by \$102,640 or .1% from \$118,954,645 to \$118,852,005. This balance consists of \$106,049,603 for the governmental activities and \$12,802,402 for the business-type activities.

The County's total long-term debt has decreased by \$6,558,970, or -6.5% from \$100,362,915 to \$93,803,944. This decrease was primarily due to scheduled retirement of outstanding bonds and capital leases.

The County's total liabilities increased by \$4,816,646, or 3.2%, and the liabilities for the governmental activities increased by \$5,003,201. The increase is primarily due to an \$11.6 million increase in Net OPEB Obligation as a result of a number of changes in actuarial assumptions and estimates including changes in election percentages, demographic experience gains and losses, higher than expected claims, lower than expected premiums, and changes in the trend model. This was offset by a \$3.9 million decrease in Bonds Payable due to the principal payments on outstanding bonds.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

The financial section of this annual report consists of several parts: management's discussion and analysis (this section), the independent auditor's report, the basic financial statements, required supplementary information, and combining and individual fund financial statements and supporting schedules.

## OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The financial statements provide both long-term and short-term information about the County's overall financial status. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of other supplementary information that further explains and supports the information in the financial statements.

### **Government-wide Financial Statements**

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The accrual basis of accounting and the economic resource measurement focus is used. Under this basis of accounting and measurement focus all assets and liabilities, both financial and capital, and short and long-term, are reported. All revenues and expenses are reported during the year, regardless of when cash is received or paid. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities.

The two government-wide statements report the County's net assets and how they have changed. Net assets, the difference between the County's assets and liabilities, is one way to measure the County's financial health, or financial position.

Increases or decreases in the County's net assets are an indicator of whether its financial health is improving or deteriorating, respectively. To assess the overall health of the County, nonfinancial factors should be considered such as changes in the County's property tax base and the condition of the County's roads and highways.

The government-wide statements of the County are divided into three categories:

- *Governmental activities* – Most of the County's basic services are included here, such as public safety, culture and recreation, roads and highways, and general government. Ad valorem taxes, charges for services, and state and federal grants finance most of these activities.
- *Business-type activities* – The County charges fees to customers to help it cover the costs of certain services it provides. The Oklahoma County Public Buildings Authority (OCPBA), a blended component unit, is reported as a business-type activity.
- *Discretely Presented Component Units* – The County includes the Oklahoma County Finance Authority in its report as a discretely presented component unit. Although legally separate, the component unit is important because it would be misleading or incomplete to exclude them from the County's financial report since the Board of County Commissioners exercises significant control over the entity.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the County's most significant funds, not the County as a whole. Funds are grouping of related accounts that the County uses to keep track of specific sources of funding and spending for particular purposes.

Some funds are required by state statutes, bond indentures, or other outside authorities. The Board establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenue sources for restricted purposes.



## OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

The County has three kinds of funds:

- *Governmental funds* – Most of the County's basic services are included in governmental funds, which focus on (1) cash and other current financial resources that can be readily converted to cash and used to pay obligations and (2) the balances left at year-end that are available for spending. Governmental funds use the modified accrual basis of accounting and the current financial resource measurement focus. Under this basis of accounting and measurement focus, revenues are recognized when cash is received during or soon after the end of the year; expenditures are recognized when goods or services have been received and payment is due during the year or soon thereafter. Consequently, the governmental funds statements provide a short-term view that helps you determine whether there are more or less financial resources that can be spent 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. 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*.
- *Proprietary funds* – Services for which the County charges customers a fee are generally reported in proprietary funds. Proprietary funds use the same basis of accounting and the same measurement focus as the government-wide statements. Proprietary funds provide both long and short-term financial information.
- *Fiduciary funds* – The County is the trustee, or fiduciary, for its employees' pension plan. It is also responsible for other assets that can only be used by the trust beneficiaries. The County is responsible for distributing the assets reported in these funds to the intended beneficiary. Fiduciary funds use the same basis of accounting and the same measurement focus as the government-wide statements. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. These activities are excluded from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

### **Notes to the financial statements**

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

### **Other information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits through the Employees Defined Benefit Retirement System, and its Other Post Employment Benefits (OPEB) obligation as well as the General Fund and Debt Service Fund Budget to Actual Comparison Schedules.

The combining and individual fund statements and schedules are presented immediately following the required supplementation information.

### **GOVERNMENT-WIDE FINANCIAL ANALYSIS OF THE COUNTY**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Oklahoma County, assets exceeded liabilities by \$60,813,889 at June 30, 2010. At the end of the current year, the County's net assets are reported as follows:



**OKLAHOMA COUNTY, OKLAHOMA  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Oklahoma County's Net Assets**

**June 30, 2010**

(dollars are in thousands)

	Governmental Activities		Business-type Activities		Totals	
	2010	2009	2010	2009	2010	2009
Total current and other assets	73,484	\$ 75,184	\$ 3,856	\$ 3,779	\$ 77,340	\$ 78,963
Capital assets, net	106,050	105,541	13,107	13,413	119,157	118,954
<b>Total assets</b>	<b>179,534</b>	<b>180,725</b>	<b>16,963</b>	<b>17,192</b>	<b>196,497</b>	<b>197,917</b>
Total current liabilities	23,744	20,257	978	980	24,722	21,237
Total noncurrent liabilities	96,427	94,911	14,534	15,349	110,961	110,260
<b>Total liabilities</b>	<b>120,171</b>	<b>115,168</b>	<b>15,512</b>	<b>16,329</b>	<b>135,683</b>	<b>131,497</b>
Net assets:						
Invested in capital assets, net of related debt	86,125	84,858	(2,627)	(2,916)	83,498	81,942
Restricted	37,291	37,182	4,078	3,779	41,369	40,961
Unrestricted	(64,053)	(56,483)	-	-	(64,053)	(56,483)
<b>Total net assets</b>	<b>\$ 59,363</b>	<b>\$ 65,557</b>	<b>\$ 1,451</b>	<b>\$ 863</b>	<b>\$ 60,814</b>	<b>\$ 66,420</b>

The largest portion of the County's net assets \$83,498,245 reflects its investment in capital assets (i.e. land, buildings, equipment, infrastructure). The county uses these 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 used to liquidate these liabilities.

Another portion of the County's net assets \$41,368,544 represents resources that are subject to external restrictions on how they may be used. The remaining balance of negative unrestricted net assets, a total of \$(64,052,900), is primarily the result of two long-term obligations incurred that have no corresponding assets.

**OKLAHOMA COUNTY, OKLAHOMA  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Oklahoma County's Changes in Net Assets  
Year Ended June 30, 2010  
(dollars in thousands)**

	Governmental Activities		Business-type Activities		Totals	
	2010	2009	2010	2009	2010	2009
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 29,617	\$ 30,786	\$ 3,243	\$ 3,058	\$ 32,860	\$ 33,844
Operating grants and contributions	15,073	15,983			15,073	15,983
Capital grants and contributions	4,802	5,158			4,802	5,158
General revenues:						
Property taxes	75,633	62,162			75,633	62,162
Other revenues	522	1,294	-	29	522	1,323
<b>Total revenue</b>	<b>125,647</b>	<b>115,383</b>	<b>3,243</b>	<b>3,087</b>	<b>128,890</b>	<b>118,470</b>
<b>Expenses:</b>						
General government	43,403	40,791			43,403	40,791
Public safety	64,850	59,034			64,850	59,034
Health and welfare	1,779	2,599			1,779	2,599
Culture and recreation	63	64			63	64
Education	500	517			500	517
Roads and highways	15,393	16,288			15,393	16,288
Economic development	3,132	678			3,132	678
Interest on long-term debt	3,263	3,458			3,263	
Public Buildings Authority			2,626	2,689	2,626	2,689
<b>Total expenses</b>	<b>132,383</b>	<b>123,429</b>	<b>2,626</b>	<b>2,689</b>	<b>135,009</b>	<b>122,660</b>
Change in net assets before transfers	(6,736)	(8,046)	617	398	(6,119)	(7,648)
Special items	-	(44,050)			-	(44,050)
Net Transfers	29	175	(29)	(175)	-	-
Change in net assets	(6,707)	(51,921)	588	223	(6,119)	(51,698)
Net assets - beginning as restated	66,070	117,478	863	640	66,933	118,118
<b>Net assets - ending</b>	<b>\$ 59,363</b>	<b>\$ 65,557</b>	<b>\$ 1,451</b>	<b>\$ 863</b>	<b>\$ 60,814</b>	<b>\$ 66,420</b>

**Governmental activities**

Net assets for governmental activities decreased \$6.2 million (9.4%). The change in net assets resulted primarily from an increase of \$11.6 million for Net OPEB obligation. See footnote IV.D. for more information. This increase was offset by a \$3.1 million decrease in Bonds payable as a result of the payment of principal on outstanding debt. Other significant items that resulted in a change in net assets are as follows:

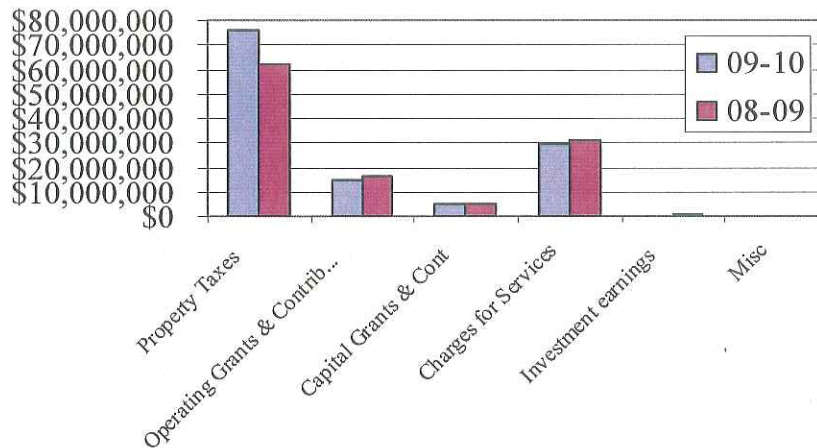
- Total revenues increased \$10.3 million, or 8.9%. The more significant increases were as follows:
  - Property taxes increased by approximately \$13.5 million, or 21.7%, as a result of continued increases in assessed values along with increased tax levy for the debt

## OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

service fund to pay the first principal and interest payments on the new general obligation bonds.

- Charges for services decreased \$1.2 million or 3.9%, primarily as a result of a \$293 thousand decrease in reimbursement for prisoner boarding fees at the county jail, a \$409 thousand reduction in state reimbursement for the juvenile detention center and a \$300 thousand decrease in real estate filing fees in the County Clerk's office.
- Operating grants and contributions decreased by \$910 thousand, or 5.7% as a result of \$1 million reduction of Training & General Assistance grant funds received in the prior year. FY 08-09 was the final year to receive T&GA grant funding in the County General Fund.
- Earnings on investment income decreased \$648 thousand, or 63.3% as a result of the declining interest rates on investments.

**Program Revenues  
Governmental Activities**



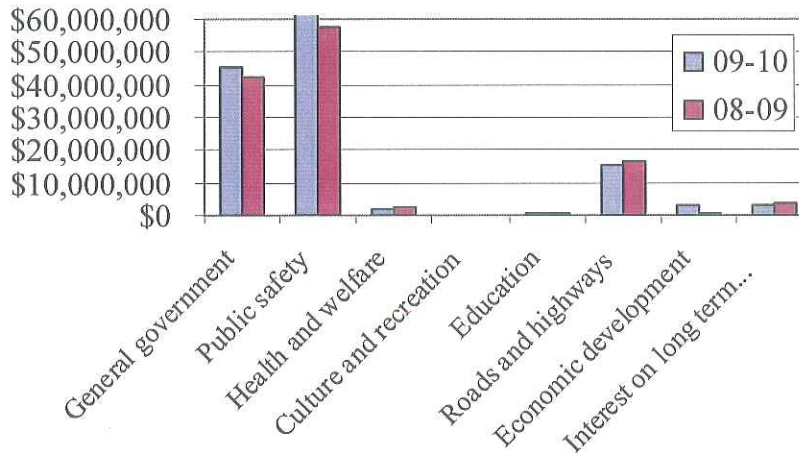
- The increase in revenues was offset with an \$8.9 million, or 7.3% increase in expenses. The more significant changes were as follows:
  - An increase of \$2.6 million or 6.4% is attributable to general government. During the fiscal year the counties employee health care costs increased by \$3.8 million, or 27%, from \$14 mill in 08-09 to \$17.8 million in 09-10, while employee health premiums remained relatively stable.
  - An increase of \$5.8 million or 9.9% in public safety expenses is due to the \$2.9 million increase of the allocation of Net OPEB expense attributable to public safety personnel as well as a \$2.8 million increase in the Sheriff department expenditures due to increased costs of personnel, benefits and inmate medical health care.
  - A decrease of \$819 thousand, or 31.5% is attributable to Health and welfare. This is a result of the elimination of the Training and General Assistance Grant fund. The grant funded department of T&GA became privatized and the grants are no longer awarded to the County.
  - An decrease of \$895 thousand, or 5.5% is attributable to Roads and Highways as a result of decreased number of road and bridge improvement projects and materials.
  - An increase of \$2.5 million, or 361% is attributable to Economic development as a result of the utility relocation at the turnpike gate project and \$1.5 million reimbursement to the Oklahoma Department of Transportation from funds received from the Department of Interior Bureau of Indian Affairs for the construction of a new bridge.



## OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

- A decrease of \$195 thousand, or 5.5% is attributable to interest on long term debt as a result of interest payments on the 2008 General Obligation Bond issue.

**Expenses by Function/Program  
Governmental Activities**



### **Business-type activities**

Rental revenues increased during the fifth year of operation of the new garage, seeing an increase of \$184,248, or 6% from fiscal year 2009. Non-operating expenses (interest payments and amortization of bond discount and issuance costs) decreased approximately \$33,570, which was partially offset with non-operating revenues of approximately \$168 from the earnings on unspent bond proceeds. These factors along with a total income of \$616,677 resulted in a \$587,428 increase in net assets at year-end.

## **FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

### **Governmental funds**

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$59,805,485, a decrease of \$4.3 million, or 6.8%, in comparison with the prior year. The increase in fund balances were primarily the result of the receipt of capital bond proceeds that were not fully expended at fiscal year-end in the amount of \$16.5 million. Approximately 90% of this fund balance total, or \$56,360,436, constitutes unreserved fund balance that is available to meet the County's current and future needs. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate purchase orders of the prior period \$1,937,531, and 2) for inventory on hand at year-end of \$1,507,518.

The general fund is the chief operating fund of the County. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance of \$8,156,277 and total fund balance of \$8,901,742 to total fund expenditures. Unreserved fund balance represents 6% of the total general fund expenditures, while total fund balance represents 7% of that same amount.

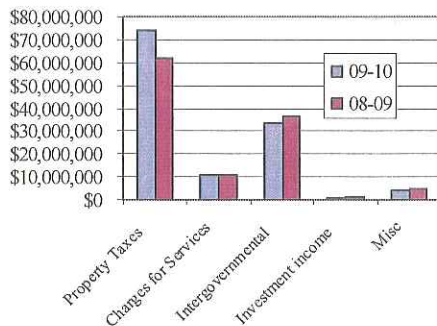
## OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

For the fiscal years ended June 30, 2010 and 2009, revenues for the Governmental funds were distributed as follows:

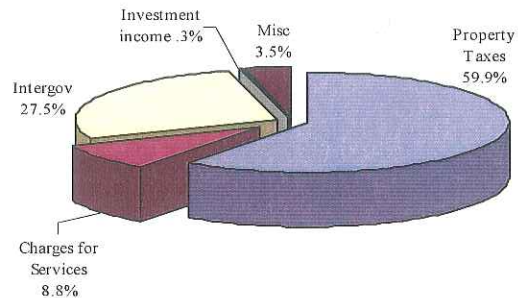
### Governmental Funds – Revenues by Source

Revenues by Source	FY 2010		FY 2009		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent
Property Taxes	\$ 73,650,254	59.9%	\$ 61,710,763	53.7%	\$ 11,939,491	19.3%
Charges for Services	10,786,707	8.8%	11,024,727	9.6%	(238,020)	-2.2%
Intergovernmental	33,885,542	27.5%	36,280,130	31.6%	(2,394,588)	-6.6%
Investment income	352,172	0.3%	1,330,720	1.2%	(978,548)	-73.5%
Miscellaneous	4,327,499	3.5%	4,576,297	4.0%	(248,798)	-5.4%
<b>Total</b>	<b>\$ 123,002,174</b>	<b>100.0%</b>	<b>\$ 114,922,637</b>	<b>100.0%</b>	<b>\$ 8,079,537</b>	<b>7.0%</b>

Revenues by Source - Governmental Funds



Revenues by Source - Governmental Funds



While revenues of the governmental funds increased by \$8,079,536, or 7.0%, the individual funds had more significant fluctuations as follows:

- The Debt Service fund revenue increased \$8,767,640, or 192%, as a result of \$8.8 million increase in property taxes to fund the first year principal and interest payments on the new general obligation bonds issued in August 2008.
- General fund revenue remained steady with a slight increase of \$378,443. General fund property taxes increased by \$2.2 million, or 4.1% as a result of increases in assessed property tax values. This was offset by a \$1.4 million, or 13.4% decreases in Intergovernmental revenue primarily as a result \$976 thousand decrease from the elimination of grant funding for the Training and General Assistance grant program along with a \$409 thousand decrease from the State for Juvenile Detention services. The investment income revenue decreased by \$333,516, or 60.5% as a result lower interest rates on investments. The charges for services decreased \$318 thousand, or 7.8% as a result of a decline in real estate filings in the County Clerk's office.
- Highway cash fund revenue decreased \$1,587,926, or 11%, due to a \$1.1 decrease in Federal funding that was received in the prior year as a result of ice storm damage and bridge reconstruction. The County also received \$726 thousand less in city road project reimbursements.
- The Sheriff Special revenue fund decreased \$560,373, or 4%, primarily due to a decrease in reimbursement from other entities for the boarding of prisoners at the county jail.



## OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

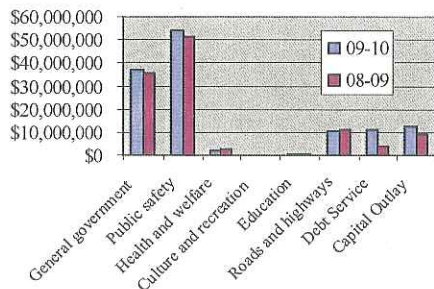
- The County Bonds 2008 fund decreased \$800,051, or 44%, in revenue over the previous year. In FY 08-09 the County received \$1 million in FEMA funds for the Crutchko flood plain control project. Interest income decreased \$277 thousand in 09-10 but Miscellaneous revenue increased \$480 thousand due to the sale of scrap metal in the capital facility plant purchased with bond funds the previous year.
- Other Governmental funds revenue increased \$1,881,803, or 16% as a result of an increase of \$1.5 million in federal funds in the Capital Projects-District fund for bridge construction and a \$920 thousand increase in property tax revenue in the Resale Fund.

For the fiscal years ended June 30, 2010 and 2009, expenditures for the Governmental funds were distributed as follows:

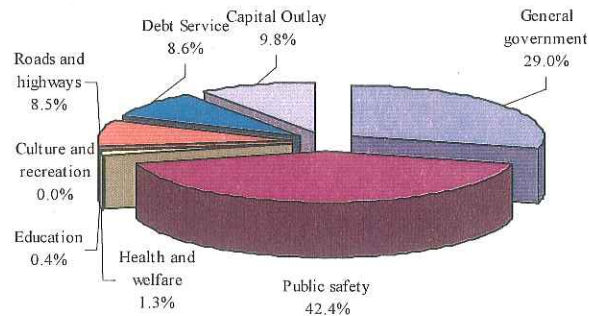
### Governmental Funds – Expenditures by Function

Expenditures by Function	FY 2010		FY 2009		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent
General government	\$ 36,992,245	29.0%	\$ 35,309,715	30.8%	\$ 1,682,530	4.8%
Public safety	54,025,386	42.4%	51,433,527	44.9%	2,591,859	5.0%
Health and welfare	1,657,075	1.3%	2,446,114	2.1%	(789,039)	-32.3%
Culture and recreation	63,253	0.0%	64,352	0.1%	(1,099)	-1.7%
Education	475,322	0.4%	499,453	0.4%	(24,131)	-4.8%
Roads and Highways	10,788,048	8.5%	11,451,960	10.0%	(663,912)	-5.8%
Debt service	11,009,367	8.6%	3,816,618	3.3%	7,192,749	188.5%
Capital outlay	12,447,903	9.8%	9,476,185	8.3%	2,971,718	31.4%
Total	\$ 127,458,599	100.0%	\$ 114,497,924	100.0%	\$ 12,960,675	11.3%

Expenditures by Function - Governmental Funds



Expenditures by Function - Governmental Funds



While expenditures of the governmental funds increased by \$12,960,675, or 11.3%, the individual funds had more significant fluctuations as follows:

- The Debt Service fund expenditures increased \$7,090,712, or 252% as a result of a \$7.1 million increase in bond principal and interest payments for the first year payments on the new general obligation bonds issued in 2008.
- General fund expenditures realized a slight decrease of \$334,140, or .5%, primarily due to a decrease of \$787,969 or 32% in the health and welfare category. These decreases are due to the loss of Training and General Assistance Grant revenue that resulted in the elimination of the T&GA grant department within the general fund
- The Highway Cash fund expenditures decreased \$902,511, or 6% as a result of less funds being spent on County owned road projects in FY 09-10.



## OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

- The Sheriff Special Revenue fund expenditures increased \$2,673,811, or 21% as a result of a \$537,324 or 9.4% increase in the inmate healthcare contract, a \$1,124,748, or 21.7% increase in salary and benefits cost as a result of increased detention personnel and salaries and a \$669,502 or 29.9% increase in capital outlay as a result of detention center improvement projects.
- The Capital District fund expenditures increased \$1.1 million or 512% due to utility line relocation for the Luther Turnpike Gate project and \$1.5 million reimbursement to the State Department of Transportation for a bridge construction project.

### **Proprietary funds**

The County's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail. Factors concerning the finances of this fund have already been addressed in the discussion of business-type activities.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

The 2009-2010 Budget was adopted under the Budget Board method in accordance with state statutes, which state that the County adopts and publishes an initial budget before June 30<sup>th</sup> of each fiscal year, disclosing that the plan is an estimate and cannot be finalized until the ad valorem levies for the general fund and debt service fund are presented for approval in September. Estimates of beginning unreserved fund balance, and other operating revenues are also adjusted and supplemental appropriations are made in September based on the revised figures. With conservative revenue projections, collections exceeded the budgeted revenues, enabling additional budget amendments later in the year.

The total General Fund adopted budget was \$66,982,621 and we finished the year with a total budget of \$67,740,917 for a total departmental increase of \$758,296. Transfers out to other funds totaling \$4,533,891 were also budgeted. The changes in the budget were appropriated when the final ad valorem values were certified in September. The more significant changes went to the following departments/funds:

- The Sheriff's department was appropriated an additional \$1,201,347. \$1,000,000 was budgeted for an anticipated decrease in revenue from prisoner boarding fees in the Sheriff's special revenue fund to cover the cost of the salaries and benefits paid from the General fund budget. An additional \$201,347 was budgeted in the capital outlay account for the SCAAP grant budgeted in revenue.
- The General Government department budget was reduced by \$412,266. \$120,000 was used to fund the increase in medical and prescription claims expense and \$290,966 was transferred to other departments during the supplemental process to help fund estimated shortfalls in other budgets.
- The Juvenile Justice department was appropriated an additional \$189,000 to fund the anticipated increase in the utility costs in the maintenance and operation budget.
- The Election Board budget was reduced \$158,000 and transferred to pay for increased employee medical claims cost. The \$158,000 was originally budgeted for an anticipated special county election.
- The Commissioners department budget was reduced \$209,000 to help fund the increased employee medical claims cost. The Commissioners salaries and benefits were paid from the Highway Cash fund for the second half of the fiscal year.
- The Social Services department was reduced \$200,000 to help fund increased employee medical claims expenditures.

## OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

- The Treasurers department budget was reduced \$70,000 to fund the increased medical claims costs. They shifted a portion of their personnel costs to the Treasurers special revenue fund.
- The Assessor's department budget was appropriated an additional \$60,000 to fund the current staffing level that was reduced when the original budget was adopted.

The County adopts a balanced budget, including unreserved fund balance in the sources as required by state statute. Since the actual revenues and expenditures for the General Fund compare favorably with the General Fund budget for revenues and expenditures, there is a positive ending fund balance.

Actual expenditures were \$1,160,303 under budget while revenue collections were approximately \$3,327,325 higher than budget. Ad valorem tax collections (current and prior) accounts for \$2,904,241 account for the majority of the revenue variance.

### CAPITAL ASSET AND DEBT ADMINISTRATION

#### Capital Assets

At June 30, 2010, the County's investment in capital assets for its governmental activities amounts to \$106,049,603 (net of accumulated depreciation) and \$12,802,402 (net of accumulated depreciation) for its business-type activities. The County owns various buildings in which county business is conducted. The buildings and building improvements are recorded at a net book value of \$44.5 million at June 30, 2010, comprising the largest class of assets.

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

- Construction in progress of the Crutchko Flood Control Plain project to mitigate flooding conditions and related damage in east central Oklahoma County and the Crutchko Creek flood plain and floodway and surrounding area, which facilitate the construction of infrastructure improvements in those areas through the acquisition of certain real property and/or the provision of safe and adequate roads, bridges and drainage facilities in those areas. The total cost to date is \$2,607,717 and the project is funded with general obligation bond proceeds in the County Bond 2008 Fund
- Construction in progress of infrastructure replacement including HVAC, plumbing and fire suppression system at the County Courthouse at a total cost of \$1,632,591 to date. The project is funded with general obligation bond proceeds in the County Bond 2008 Fund.
- Construction of and improvements to approximately 18 miles of county roads and bridges at a total cost of approximately \$2.6 million dollars.

For additional information on the county's capital assets, see Note III.C.

#### Long-term debt

At the end of the current fiscal year, the County had a total outstanding debt of \$93,803,946. This is comprised of \$72,320,000 in general obligation bonds, \$15,429,437 in revenue bonds, \$3,318,090 in capital lease obligations and \$2,736,419 in judgments. The County's total debt decreased \$6,558,970, or -6.5% due to long-term debt payments made during the fiscal year.



**OKLAHOMA COUNTY, OKLAHOMA  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

	Governmental Activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
General obligation bonds	\$ 72,320,000	\$ 75,380,000	\$ -	\$ -	\$ 72,320,000	\$ 75,380,000
Revenue bonds	-	-	15,429,437	16,219,215	15,429,437	16,219,215
Capital lease obligations	3,318,090	4,124,376	-	-	3,318,090	4,124,376
Judgments	2,736,419	4,639,324	-	-	2,736,419	4,639,324
Total	\$ 78,374,509	\$ 84,143,700	\$ 15,429,437	\$ 16,219,215	\$ 93,803,946	\$ 100,362,915

State law limits the amount of general obligation debt the County can issue to 5% of the assessed value of all taxable property within the County's limits. Our outstanding debt less the amount available in the Debt Service Fund is \$65,193,985, leaving a legal debt margin of \$215,841,611. For additional information on the county's debt activity, see note III.F.

On August 1, 2008, the County issued \$61,500,000 of general obligation bonds to finance the purchase of the former General Motors Assembly Plant, to provide funds for the capital improvements for the Oklahoma County courthouse and annex buildings, and to improve and mitigate natural hazard damage and impact, including but not limited to flooding in East Central Oklahoma County in and around Crutch Creek, and in Northwest Oklahoma County in and around Deer Creek area. The interest rate on the bonds range from 3.50-4.00 percent and the maturity is August 1, 2023. Bond principal payments are \$4,390,000 beginning on the 1st day of August 2010 in each of the years 2010 through 2022 with the final payment of \$4,430,000 due August 1, 2023. Interest shall be payable on the 1st day of February and August of each year, beginning on the 1st day of February 2010.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

The total assessed valuation of property in Oklahoma County increased approximately 6% in 2010.

The County's primary general fund revenue source is property taxes with its second largest single source being county clerk fees on documents filed in the Office of the County Clerk. Together they account for approximately 86% of the total general fund revenue and both sources are directly affected from the real estate economy. Although the national housing crisis is having only a minimal impact in Oklahoma County and assessed values continue to increase, it has been felt in the number of real estate filings due to the tightening credit market. The county has budgeted 7.5% less in filing fees for its 10-11 general fund budget accordingly.

On the expense side of the finances, the economy is continuing to see health care costs rise to record levels. With over 1600 employees, and 55% of the general fund budget allocated to salaries and wages (excluding benefits which represents another 19%), the impact is significant to the County. Oklahoma County realized an increase of \$3.8 million, or 27% in total employee healthcare costs in FY 09-10. The County took this monumental increase into consideration of its self-insured employee health benefits program for the 10-11 budget, by budgeting a 4.9% increase in estimated costs. The County also purchased an aggregate stop loss policy for its employee medical benefits plan as a safety net for the self insured plan. County employees have also felt the burden as employee premiums increased again for the 2010 calendar year based on actuary projections. The total county health care cost for fiscal year 09-10 was approximately \$17.8 million. The rise in industry health care costs continue to impact operating costs of the jail to retain medical services for prisoners detained at the county jail and these costs are anticipated to continue to rise again in the coming year based on industry projections.



## **OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS**

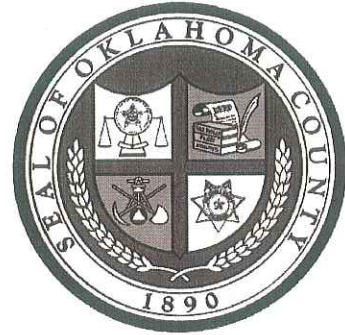
The County's General Fund adopted budget for FY 2010-11 was \$70,434,893 which is \$1.8 million lower than the FY 2009-10 final budget. An increase of \$668 thousand in budgeted property tax revenue is offset by an anticipated decrease of \$152 thousand in Juvenile Detention Center revenue from the Office of Juvenile Affairs, a decrease of \$21 thousand in interest income and a decrease of \$287 thousand in county clerk filing fees. These four revenue sources make up 89% of the overall General Fund budgeted revenue. The General fund estimated beginning fund balance for 10-11 was \$1.8 million less than the fund balance in 09-10 which resulted in a net \$1.8 million less funds available to budget in 10-11. The budget was balanced by applying an across the board reduction of 1.68% from departments 09-10 budget level and then making other adjustments on a department by department basis. The Commissioners budget received a 74.8% increase to restore the budget to allow a full years funding of commissioners salaries and benefits from the General Fund. The Sheriff department budget was voluntarily reduced 2.4% with the anticipation of additional funding later in the fiscal year to address projected shortfalls. The Election Board was increased an additional \$90,182, or 8.3% to fund the cost of statewide election. The County Clerk budget was increased an additional \$180,000 or 3.3% for Oracle financial system expenses. The Treasurers budget was increased an additional \$70,000 or 10% to restore previous years voluntary reduction. The Social Services budget was reduced an additional \$150,000 or 8.2% to fund the department at the final previous years level. Departments that requested less and one time funding needs were also considered. During the supplemental budget process an additional \$100,000 was transferred to the MIS department to fund the cost of payroll software and implementation. The remaining \$2,305,832 was put in a reserve cost center to address shortfalls that may occur during the budget year.

### **REQUESTING THE COUNTY'S FINANCIAL INFORMATION**

This financial report is designed to provide citizens, taxpayers, bondholders and other interested parties with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. Complete financial statements of the individual blended and discretely presented component units can be requested from the Oklahoma County Clerk's office. If you have questions about this report or need additional financial information, contact the County Clerk's Finance Division at 320 Robert S. Kerr, Room 203 Oklahoma City, OK 73102-3430.

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*Basic  
Financial  
Statements*







**OKLAHOMA COUNTY, OKLAHOMA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2010**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 52,195,466	\$ 3,806,391	\$ 56,001,857	\$ 2,429,103
Investments	4,485,674	-	4,485,674	598,035
Property taxes receivable, net	6,392,748	-	6,392,748	-
Interest receivable	25,242	-	25,242	2,769
Accounts receivable	1,102,447	50,078	1,152,525	11,114
Intergovernmental receivables	4,003,633	-	4,003,633	-
Prepaid insurance	-	-	-	2,936
Inventories	1,507,518	-	1,507,518	-
<b>Total current assets</b>	<b>69,712,728</b>	<b>3,856,469</b>	<b>73,569,197</b>	<b>3,043,957</b>
Noncurrent assets:				
Unamortized bond issuance costs	131,681	304,232	435,913	-
Capital assets not being depreciated	31,555,953	2,275,936	33,831,889	-
Capital assets, net of accumulated depreciation	74,493,650	10,526,466	85,020,116	-
Net pension asset	3,640,237	-	3,640,237	-
<b>Total noncurrent assets</b>	<b>109,821,521</b>	<b>13,106,634</b>	<b>122,928,155</b>	<b>-</b>
<b>Total Assets</b>	<b>\$ 179,534,249</b>	<b>\$ 16,963,103</b>	<b>\$ 196,497,352</b>	<b>\$ 3,043,957</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and other current liabilities	\$ 3,830,978	\$ 44,604	\$ 3,875,582	\$ 932
Accrued interest payable	1,087,105	-	1,087,105	-
Compensated absences, current	4,113,496	-	4,113,496	-
Leases payable, current	709,343	-	709,343	-
Judgments payable, current	2,252,572	-	2,252,572	-
Claims liability, current	5,830,684	-	5,830,684	-
Bonds payable, current	5,920,000	895,000	6,815,000	-
Unearned revenue	-	38,185	38,185	-
<b>Total current liabilities</b>	<b>23,744,178</b>	<b>977,789</b>	<b>24,721,967</b>	<b>932</b>
Noncurrent liabilities:				
Compensated absences	825,925	-	825,925	-
Leases payable	2,608,747	-	2,608,747	-
Judgments payable	483,846	-	483,846	-
Net OPEB obligation	25,680,997	-	25,680,997	-
Bonds payable-net	66,827,544	14,534,437	81,361,981	-
<b>Total noncurrent liabilities</b>	<b>96,427,060</b>	<b>14,534,437</b>	<b>110,961,497</b>	<b>-</b>
<b>Total Liabilities</b>	<b>\$ 120,171,238</b>	<b>\$ 15,512,226</b>	<b>\$ 135,683,463</b>	<b>\$ 932</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	86,125,280	(2,627,035)	83,498,245	-
Restricted (See note I.E.9.)	37,290,631	4,077,912	41,368,543	-
Unrestricted	(64,052,900)	-	(64,052,900)	3,043,025
<b>Total net assets</b>	<b>\$ 59,363,011</b>	<b>\$ 1,450,877</b>	<b>\$ 60,813,888</b>	<b>\$ 3,043,025</b>
<b>Total liabilities and net assets</b>	<b>\$ 179,534,249</b>	<b>\$ 16,963,103</b>	<b>\$ 196,497,352</b>	<b>\$ 3,043,957</b>



**OKLAHOMA COUNTY, OKLAHOMA**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Functions/Programs	Program Revenues					Net (Expense) Revenue and Changes in Net Assets			Component Unit
	Expenses	Indirect Expense Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
						Governmental Activities	Business-type Activities		
<b>Primary government:</b>									
Governmental activities:									
General government	\$ 43,403,066	\$ (3,528,085)	\$ 10,952,500	\$ 1,607,671	\$ 78,000	\$ (27,236,810)	\$ -	\$ (27,236,810)	\$ -
Public safety	64,849,863	2,977,039	18,603,741	1,868,062	-	(47,355,098)	-	(47,355,098)	-
Health and welfare	1,779,424	48,809	53,579	-	-	(1,774,655)	-	(1,774,655)	-
Culture and recreation	63,253	-	-	-	-	(63,253)	-	(63,253)	-
Education	499,395	-	-	-	-	(499,395)	-	(499,395)	-
Roads and highways	15,393,193	502,237	-	11,597,475	3,070,708	(1,227,246)	-	(1,227,246)	-
Economic development	3,132,130	-	6,896	-	1,653,584	(1,471,650)	-	(1,471,650)	-
Interest on long term debt	3,262,711	-	-	-	-	(3,262,711)	-	(3,262,711)	-
Total governmental activities	132,383,035	-	29,616,716	15,073,208	4,802,292	(82,890,819)	-	(82,890,819)	-
<b>Business type activities:</b>									
Public Buildings Authority	2,626,200	-	3,242,709	-	-	-	616,509	616,509	-
Total primary government	\$ 135,009,235	\$ -	\$ 32,859,425	\$ 15,073,208	\$ 4,802,292	\$ (82,890,819)	\$ 616,509	\$ (82,274,309)	\$ -
<b>Component unit:</b>									
Finance Authority	\$ 57,112	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (57,112)
General revenues:									
Property taxes						75,632,425	-	75,632,425	-
Unrestricted investment earnings						375,896	168	376,064	22,461
Miscellaneous						145,920	-	145,920	231,914
Transfers-net						29,250	(29,250)	-	-
Total general revenues, transfers and special items						76,183,491	(29,082)	76,154,409	254,375
Change in net assets						(6,707,328)	587,427	(6,119,901)	197,263
Net assets - beginning, as restated (See Note III.G.)						66,070,339	863,450	66,933,789	2,845,762
Net assets - ending						\$ 59,363,011	\$ 1,450,877	\$ 60,813,888	\$ 3,043,025

**OKLAHOMA COUNTY, OKLAHOMA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2010**

	General	Highway Cash	Sheriff Special Revenue	County Bonds	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>							
Cash and cash equivalents	\$ 8,010,896	\$ 6,709,809	\$ 3,441,291	\$ 13,761,339	\$ 6,448,965	\$ 13,823,166	\$ 52,195,466
Investments	675,301	578,638	296,770	1,186,745	556,143	1,192,077	4,485,674
Property taxes receivable	4,597,479	-	-	-	858,263	937,006	6,392,748
Interest receivable	17,489	2,130	1,557	2,742	53	1,271	25,242
Accounts receivable	786,445	-	4,236	40,846	-	270,920	1,102,447
Intergovernmental receivable	452,991	2,245,292	612,032	677,525	-	15,793	4,003,633
Inventory	304,683	752,250	450,585	-	-	-	1,507,518
Total assets	<u>\$ 14,845,284</u>	<u>\$ 10,288,119</u>	<u>\$ 4,806,471</u>	<u>\$ 15,669,197</u>	<u>\$ 7,863,424</u>	<u>\$ 16,240,233</u>	<u>\$ 69,712,728</u>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Accounts payable	\$ 1,300,490	\$ 556,851	\$ 773,214	\$ 595,070	-	\$ 605,353	\$ 3,830,978
Benefits and claims payable	626,172	-	-	-	-	-	626,172
Deferred revenue	4,016,880	-	18,279	677,525	737,409	-	5,450,093
Total liabilities	<u>5,943,542</u>	<u>556,851</u>	<u>791,493</u>	<u>1,272,595</u>	<u>737,409</u>	<u>605,353</u>	<u>9,907,243</u>
<b>Fund balances:</b>							
<b>Reserved for:</b>							
Encumbrances	440,782	308,144	517,571	223,736	-	447,298	1,937,531
Inventory	304,683	752,250	450,585	-	-	-	1,507,518
<b>Unreserved, reported in:</b>							
General fund	8,156,277	-	-	-	-	-	8,156,277
Debt service fund	-	-	-	-	7,126,015	-	7,126,015
Special revenue funds	-	8,670,874	3,046,822	-	-	11,539,281	23,256,977
Capital project funds	-	-	-	14,172,866	-	3,648,301	17,821,167
Total fund balances	<u>8,901,742</u>	<u>9,731,268</u>	<u>4,014,978</u>	<u>14,396,602</u>	<u>7,126,015</u>	<u>15,634,880</u>	<u>59,805,485</u>
Total liabilities and fund balances	<u>\$ 14,845,284</u>	<u>\$ 10,288,119</u>	<u>\$ 4,806,471</u>	<u>\$ 15,669,197</u>	<u>\$ 7,863,424</u>	<u>\$ 16,240,233</u>	<u>\$ 69,712,728</u>

Total fund balance - governmental funds \$ 59,805,485

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 106,049,603

Other assets are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds, but not deferred in the statement of net assets. 5,450,093

The Oklahoma County Defined Benefit Retirement Plan has been funded in excess of Annual Required Contributions, creating a negative net pension obligation, (net pension asset). This asset is not a current available financial resource and is not reported in the funds. 3,640,237

The unamortized bond issuance costs are reported as an asset in the governmental activities statement of net assets and amortized as expenses in the statement of activities but are reported as expenditures when incurred in the fund statements. 131,681

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

This includes bonds payable, net of unamortized premiums (\$72,747,544), leases payable (\$3,318,090), judgments payable (\$2,736,418), compensated absences (\$4,939,421), accrued interest payable (\$1,087,105), claims liability (\$5,830,684 less \$626,172 reported at fund level = \$5,204,512) and Net OPEB obligation (\$25,680,997). (115,714,088)

Net assets of governmental activities \$ 59,363,011



**OKLAHOMA COUNTY, OKLAHOMA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	General	Highway Cash	Sheriff Special Revenue	County Bonds-08	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>							
Property taxes	\$ 56,076,935	\$ -	\$ -	\$ -	\$ 13,331,713	\$ 4,241,606	\$ 73,650,254
Charges for services	3,767,731	-	1,508,325	-	-	5,510,651	10,786,707
Intergovernmental revenues	8,790,023	11,712,179	9,695,423	-	-	3,687,917	33,885,542
Investment income	217,915	31,022	28,169	57,212	716	17,139	352,173
Miscellaneous revenue	925,222	1,570,902	855,265	976,059	-	50	4,327,498
Total revenues	69,777,826	13,314,103	12,087,182	1,033,271	13,332,429	13,457,363	123,002,174
<b>EXPENDITURES</b>							
Current:							
General government	29,332,465	-	-	435,934	-	7,223,846	36,992,245
Public safety	36,226,156	-	14,018,283	-	-	3,780,947	54,025,386
Health and welfare	1,657,075	-	-	-	-	-	1,657,075
Culture and recreation	63,253	-	-	-	-	-	63,253
Education	475,322	-	-	-	-	-	475,322
Roads and highways	1,069,785	9,718,263	-	-	-	-	10,788,048
Debt service:							
Principal	762,497	120,789	-	-	5,272,905	-	6,156,191
Interest	204,393	12,102	-	-	4,636,681	-	4,853,176
Capital outlay	824,420	3,184,339	1,544,663	2,679,884	-	4,214,597	12,447,903
Total expenditures	70,615,366	13,035,493	15,562,946	3,115,818	9,909,586	15,219,390	127,458,599
Excess (deficiency) of revenues over (under) expenditures	(837,540)	278,610	(3,475,764)	(2,082,547)	3,422,843	(1,762,027)	(4,456,425)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers from other funds	800,000	-	-	-	-	29,250	829,250
Transfers to other funds	-	-	-	-	-	(800,000)	(800,000)
Capital leases	-	77,000	-	-	-	-	77,000
Sale of capital assets	-	7,828	-	-	-	-	7,828
Total other financing sources (uses)	800,000	84,828	-	-	-	(770,750)	114,078
Net change in fund balances	(37,540)	363,438	(3,475,764)	(2,082,547)	3,422,843	(2,532,777)	(4,342,347)
Fund balances-beginning	8,939,282	9,367,830	7,490,742	16,479,149	3,703,172	18,167,657	64,147,832
Fund balances - ending	\$ 8,901,742	\$ 9,731,268	\$ 4,014,978	\$ 14,396,602	\$ 7,126,015	\$ 15,634,880	\$ 59,805,485

**OKLAHOMA COUNTY, OKLAHOMA  
RECONCILIATION OF THE STATEMENT OF REVENUES  
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2010**

Net change in fund balances-total governmental funds	\$	(4,342,347)
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 outlays, that were added to capital assets (\$7,473,456) exceeded depreciation (\$7,251,947) in the current period.		221,508
In the statement of activities, the loss on disposal of assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. The change in net assets differs from the cost of the assets sold, net of accumulated depreciation.		(226,396)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These include an increase in deferred property taxes of \$1,982,172 and an increase in intergovernmental receivables of \$662,112.		2,644,284
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 and 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. (Principal for retirement on bonds payable of \$3,090,539 less amortized bond issuance costs of \$12,652 and a net decrease in leases payable of \$806,286).		3,884,173
Contributions to certain pension plans use current financial resources (\$709,032) from governmental funds to fund the Annual Pension Cost (\$747,638), increasing the net pension asset in the statement of net assets.		(38,606)
Some 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. These include the net decrease in judgments payable (\$1,902,905), an increase in compensated absences (\$177,782), an increase in claims liability (\$604,311) a decrease in accrued interest payable (\$1,590,463) and an increase in the Net OPEB obligation (\$11,561,222).		(8,849,944)
Change in net assets of governmental activities	\$	<u>(6,707,328)</u>

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

**OKLAHOMA COUNTY, OKLAHOMA**  
**STATEMENT OF FUND NET ASSETS**  
**PROPRIETARY FUND**  
**JUNE 30, 2010**

	<b>Public Buildings Authority</b>
<b>ASSETS</b>	
Current assets:	
Restricted assets:	
Cash and cash equivalents	\$3,806,391
Accounts receivable	50,078
Total current assets	3,856,469
Non-current assets:	
Bond issuance costs	304,232
Capital assets:	
Land	2,275,936
Buildings and improvements	17,511,467
Equipment	34,607
Less accumulated depreciation	(7,019,608)
Total capital assets (net of accumulated depreciation)	12,802,402
Total noncurrent assets	13,106,634
Total assets	\$ 16,963,103
 <b>LIABILITIES</b>	
Current liabilities payable from :	
restricted assets:	
Revenue bonds payable-current	\$895,000
Accounts payable	44,604
Unearned revenue	38,185
Total current liabilities	977,789
Noncurrent liabilities:	
Revenue bonds payable (net of unamortized discounts and deferred amount on refunding)	14,534,437
Total noncurrent liabilities	14,534,437
Total liabilities	15,512,226
 <b>NET ASSETS</b>	
Invested in capital assets, net of related debt	(2,627,035)
Restricted for debt service	4,077,912
Total net assets	\$ 1,450,877

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



**OKLAHOMA COUNTY, OKLAHOMA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**PROPRIETARY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	<u>Public Buildings Authority</u>
Operating revenues:	
Rental	\$3,242,709
Total operating revenues	<u>\$ 3,242,709</u>
Operating expenses:	
Costs of sales and services	641,773
Administration	367,414
Depreciation	685,703
Amortization	80,222
Total operating expenses	<u>1,775,112</u>
Operating income	<u>1,467,597</u>
Nonoperating revenues (expenses):	
Investment income	168
Bond interest expense	(847,127)
Trustee and other expenses	(3,961)
Total nonoperating revenue (expenses)	<u>(850,920)</u>
Income before transfers	616,677
Transfers in(out)	<u>(29,250)</u>
Change in net assets	587,427
Total net assets-beginning	<u>\$ 863,450</u>
Total net assets-ending	<u><u>\$ 1,450,877</u></u>

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

**OKLAHOMA COUNTY, OKLAHOMA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE YEAR ENDED JUNE 30, 2010**

	<b>Public Buildings Authority</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers and users	\$ 3,264,534
Payments to suppliers	(673,549)
Payments to employees	(367,414)
Net cash provided by operating activities	2,223,571
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES</b>	
Trustee fees	(3,961)
Principal paid on capital debt	(870,000)
Interest paid on capital debt	(829,774)
Payment for capital assets	(74,876)
Net cash provided (used) by capital financing activities	(1,778,611)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Transfer to governmental funds	(29,250)
Net cash provided (used) by non-capital financing activities	(29,250)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest earnings received	168
Net cash provided by investing activities	168
Net increase (decrease) in cash and cash equivalents	415,879
Beginning cash and cash equivalents	\$ 3,390,512
Ending cash and cash equivalents	\$ 3,806,391
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>	
Operating Income	1,467,597
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	685,703
Amortization	80,222
(Increase) decrease in accounts receivable	16,825
Increase (decrease) in payables	(31,776)
Increase (decrease) in unearned revenue	5,000
Total adjustments	755,974
Net cash provided by operating activities	\$ 2,223,571

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

**OKLAHOMA COUNTY, OKLAHOMA  
STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2010**

	Pension Trust Funds	Agency Funds
<b>ASSETS</b>		
Cash and cash equivalents	\$ 7,294,147	\$ 39,376,077
Property taxes receivable, net	-	40,106,980
Interest receivable	8,275	-
Accounts receivable	-	-
Contributions receivable	-	1,616,345
Investments, at fair value		
U.S. Government securities	-	-
Certificate of deposits	2,000,000	3,390,374
Judgments	2,736,419	-
Mutual funds	64,216,823	-
Loans to participants	7,834,451	-
Total investments	<u>76,787,693</u>	<u>3,390,374</u>
Total assets	<u>\$ 84,090,115</u>	<u>\$ 84,489,776</u>
<b>LIABILITIES</b>		
Warrants Payable	\$ -	\$ 1,496,406
Due to Other Taxing Jurisdictions	-	51,216,340
Due to Others	-	31,777,030
Total liabilities	<u>-</u>	<u>84,489,776</u>
<b>NET ASSETS</b>		
Assets held in trust for pension benefits and other purposes	<u>\$ 84,090,115</u>	<u>\$ -</u>

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



**OKLAHOMA COUNTY, OKLAHOMA  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2010**

	Pension Trust Funds
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 6,319,539
Investment earnings:	
Interest	718,659
Net increase (decrease) in the fair value of investments	4,319,253
Total investment earnings	5,037,912
Total additions	11,357,451
<b>DEDUCTIONS</b>	
Benefits	6,837,533
Administrative expenses	530,821
Total deductions	7,368,354
Change in net assets	3,989,097
Net assets-beginning	80,101,018
Net assets-ending	\$ 84,090,115

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

*Notes to the  
Financial  
Statements*







**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

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**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

**Note I. Summary of Significant Accounting Policies**

**A. Reporting entity**

Oklahoma County government is a subdivision of the state government and all of the powers exercised by the County are those delegated by the State, as authorized by the State Legislature and the state constitution. The County is governed by the Board of County Commissioners, comprised of three elected members. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable and other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Blended component units, although legally separate entities, are part of the government's operations. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

Complete financial statements for each of the individual component units may be obtained from the Oklahoma County Clerk's Finance Division.

**1. Blended Component Unit**

Oklahoma County Public Buildings Authority - The Oklahoma County Public Buildings Authority (OCPBA) was created for the primary purpose of financing, operating, constructing and administering any public works, improvements or facilities in Oklahoma County. The OCPBA achieves its purpose through the issuance of revenue bonds. The Board of County Commissioners serves as the Board of the OCPBA. OCPBA is a public trust authority established March 4, 1968, under the provisions of Title 60, Oklahoma Statutes 1961, Sections 176 to 180, inclusive, the Oklahoma Trust Act, and other applicable statutes of the State of Oklahoma.

During the fiscal year, the OCPBA collected the rental revenues from the Metro Parking Garages, Investor's Capital Building, and the Lincoln Building property, which are pledged for payment of its 2003 series lease revenue bonds. Revenue generated by the properties are used to pay the principal and interest of the outstanding bonds and all direct expenses to manage and operate said properties under the amended management agreement between the OCPBA and Oklahoma County dated July 7, 2005. Under the agreement if any additional funds exist subsequent to the payment of ongoing operating costs, a payment to cover the County's overhead costs for supportive service will be paid to the County in July. The duration of the contract is the life of the bonds issued by OCPBA unless modified in writing.

**2. Discretely Presented Component Unit**

Oklahoma County Finance Authority - The Oklahoma County Finance Authority (OCFA) is a discretely presented component unit and was created for the purpose to advance, finance and develop commercial and industrial projects or facilities and advance development of adequate housing within the County. The OCFA is a public trust established pursuant to a trust indenture dated May 9, 1983. Under the trust indenture, the OCFA was created for the use and benefit of Oklahoma County (the County) under the provisions of Title 60, Oklahoma Statutes (2001), Sections 176 to 180.3, inclusive, as amended and supplemented, the Oklahoma Public Trust Act and other applicable statutes of the State of Oklahoma.

The OCFA is authorized, in the furtherance of public purposes, to issue its revenue notes and bonds in order to provide funds for the development of commercial and industrial projects, which will benefit the County, including but not limited to, medical and housing projects. Pursuant to the respective trust indentures governing each project, the notes or bonds payable of each project do not constitute a debt, liability or moral obligation of the



**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

State of Oklahoma, or any political subdivision thereof, nor does the indebtedness constitute a personal obligation of the trustees of the OCFA. The OCFA has no taxing power.

The OCFA Board of Trustees is appointed by the County Commissioners of Oklahoma County. In addition, the County Commissioners ultimately approve all note and bond obligations issued by the OCFA.

**3. Jointly Governed Organization**

The City of Oklahoma City and the Board of County Commissioners of Oklahoma County participate in the City-County Board of Health (Board) whose purpose is to preserve and promote public health. Five members of the Board are appointed by the City Council, and four members are appointed by the Oklahoma County Commissioners with removal only for cause. The primary source of funding for the Board is an ad valorem tax levy. During fiscal year 1995-96 the City-County Health Department became totally independent of the County by agreement of the County and the City Council and the City-County Health Board. The County has no equity interest nor does the County contribute to the continued existence of the Board.

**4. Related Organizations**

The following related organizations are excluded from the financial reporting entity because the County does not exercise significant influence over their respective operations. Audited financial statements are available from the respective organizations. Related organizations are as follows:

Oklahoma County Home Finance Authority – The Oklahoma County Home Finance Authority (OCHFA) was created as a public trust under applicable Oklahoma Statutes on May 5, 1980, for the use and benefit of the Beneficiary, Oklahoma County, to finance and provide housing facilities as set forth in the Trust Indenture. The County has no significant influence over the management, budget or policies of the OCHFA.

Oklahoma Industries Authority - The Oklahoma Industries Authority (OIA) was created as a public trust under applicable Oklahoma Statutes on December 15, 1966, and amended May 4, 1981. It was created for the use and benefit of the Beneficiary, Oklahoma County, Oklahoma, to finance, promote and aid in the development of industry and commerce as set forth in the Trust Indenture. The County has no significant influence over the management, budget or policies of the OIA. On November 1, 1997, the Authority issued \$2,750,000 in lease revenue bonds to fund the expansion of the Oklahoma County Juvenile Detention Center project. In February 2001, the OIA issued \$4,765,000 in lease revenue bonds to fund heating and cooling upgrades and lighting, electrical and plumbing improvements to county buildings. On July 28, 2003, the Authority issued \$20,560,000 of lease revenue bonds to provide funds that will be used by the Public Buildings Authority to (1) acquire, construct and equip a parking garage, (2) advance refund the Public Building Authority Capital Improvement Bonds, Series 1997, (3) make improvements to the Metro Parking Garage, (4) make other County improvements, (5) fund capitalized interest, (6) purchase Surety Bonds in lieu of funding a Debt Service Reserve Fund, and (7) pay certain costs of issuing the Bonds.

Oklahoma County Industrial Authority – The Oklahoma County Industrial Authority (OCIA) was created as a public trust under applicable Oklahoma Statutes on May 5, 1982. It was created for the use and benefit of the Beneficiary, Oklahoma County, Oklahoma, to finance, promote and aid in the development of industry and commerce as set forth in the Trust Indenture. The County has no significant influence over the management, budget or policies of the OCIA operation.

Oklahoma County Utility Services Authority – The Oklahoma County Utility Services Authority (OCUSA) was created as a public trust under applicable Oklahoma Statutes on March 15, 1955. It was created to provide utility services in unincorporated areas of Oklahoma County for the safeguarding of public health and the conservation of



**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

public welfare in these areas. The County has no significant influence over the management, budget or policies of the OCUSA operation.

**B. Government –wide and Fund Financial Statements**

The accompanying financial statements of the County have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). They present the financial position of the County and the various funds and fund types, the results of operations of the County and the various funds and fund types, and the cash flows of the proprietary fund. The financial statements are presented as of June 30, 2010, and for the year then ended.

The government-wide financial statements (i.e. the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Except for interfund services provided and used, the effect of interfund activity has been removed from these 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 discretely presented component units.

The statement of activities demonstrates the degree to which the direct expenses 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. 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.

The county operates each of the three self-insurance activities separately. However, all three are primarily funded through general fund revenues. Other revenues include premiums and interest income. Employee benefits and workers compensation expenses and claims are a result of the employment of workers hired to operate and manage the functions of the government. These expenses are reported by the general fund. However, for a fair presentation of expenses by function, the net expenses of the self insurance activities have been allocated for financial reporting purposes using a ratio of salaries and wages expense incurred by each function. Gross revenues totaled \$14,461,625 and gross expenses totaled \$18,802,452, resulting in net expenses of \$4,340,827.

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 financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and the pension trust fund financial statements. 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 imposed by the provider have been met.

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

**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, intergovernmental revenues, and interest income associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

**Governmental Funds**

Generally accepted accounting principles set forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a single column in the fund financial statements.

The County reports the following major governmental funds:

**General Fund** - The County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Employee Benefits, Worker's Compensation and Self Insurance activities are presented as part of the General Fund. Oklahoma County is self insured and the primary source of funding is from General Fund revenue.

**Highway Cash** – Accounts for state, local and miscellaneous revenues and expenditures for the purpose of constructing and maintaining county roads and bridges.

**Sheriff Special Revenue Fund** – Accounts for collections and expenditures of prisoner boarding fees, for the operation of the jail commissary, housing of federal prisoners, drug enforcement, travel and training activities of the sheriff's department. Also used to record the revenues and expenditures of monies received from granting agencies in accordance with the general and specific terms of the grant agreement.

**County Bonds 2008** - Accounts for the proceeds of general obligation bonds issued in August 2008 to finance the purchase of the former General Motors Assembly plant, to provide funds for the capital improvements for the courthouse and annex buildings, and to improve and mitigate natural hazard damage and impact, including but not limited to flooding in east central Oklahoma County in and around Crutcho Creek, and in northwest Oklahoma County in and around the Deer Creek area.

**Debt Service Fund** – For the collection of advalorem taxes and interest earned for the payment of principal and interest of long term bonded debt and civil judgments against the County.

**Proprietary Fund**

**Public Buildings Authority** – Accounts for the operations of the Public Buildings Authority blended component unit. Proprietary funds and similar component units apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails.

**Fiduciary Fund Types**

Fiduciary funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, or other governments.



**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

The County reports the following fiduciary funds:

Pension Trust Funds – Pension trust funds account for assets held by the County in a trustee capacity for current and retired employees. Pension trust funds are accounted for in essentially the same manner as proprietary funds.

The County has two pension trust funds:

1. Defined Benefit Employee Retirement Fund - Accounts for the receipt, investment, and distribution of retirement contributions for employees under the defined benefit plan.
2. Defined Contribution Employee Retirement Fund - Accounts for the receipt, investment, and distribution of retirement contributions for employees under the defined contribution plan.

Agency Funds - Agency funds are custodial in nature (i.e., assets equal liabilities) and do not involve measurement of results of operations. However, agency fund assets and liabilities are recognized using the accrual basis of accounting. The County has five classifications of agency funds (Schools, Cities and Towns, Official Depository, Unapportioned Taxes and All Others).

Revenue and Expense Classification

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds include cost of sales and services, administrative expenses and depreciation on capital. 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. Encumbrances**

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. Encumbrances do not lapse at the close of the year but are carried forward as reserved fund balance until liquidated.

**E. Assets, Liabilities, and Net Assets**

**1. Deposits and Investments**

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County. The majority of interest earned on investments is allocated to the general fund except for those investments made specifically for the debt service fund, trust fund and certain special revenue funds as required by state statute for which investment income is allocated to the investing fund.

**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

The County adopted formal deposit and investments policies in June 2010. State statutes authorize the County to adopt a written investment policy directing the investment of the funds of the County and any of its public trusts or authorities. The County Treasurer manages the investments according to the investment policy. The written investment policy authorize the county to purchase and invest in U.S. Government obligations; certificates of deposit; savings accounts; general obligation bonds issued by counties, municipalities, or school districts; money judgments against counties, municipalities, or school districts; bonds and revenue notes issued by a public trust when the beneficiary of the trust is a county, municipality, or school district; negotiable certificates of deposit; prime bankers acceptances; prime commercial paper; repurchase agreements and money market funds.

Investments are reported at fair value and cash deposits are reported at carrying amount which reasonably estimates fair value.

## **2. Property Taxes Receivable**

All property tax receivables are shown net of an allowance for uncollectibles. Taxes are levied annually on October 1 with one-half due by December 31 and the remaining one-half due by March 31. If exactly one-half of the amount due is not received by December 31, the full amount is due and becomes delinquent January 1st. If the taxpayer opts for one-half payment by December 31 but does not make the remaining payment by March 31, the balance becomes delinquent. Delinquent tax payments are subject to interest assessments at 18% annual percentage rate. Major tax payments are received in the months December through April. Delinquent tax payments are received throughout the year. Governmental funds recognize revenue in the year levied to the extent they are received within 60 days of year-end. Current year tax collections for the year ended June 30, 2010 were 95.0% of the tax levy.

The County's property tax is levied each October 1 on the assessed value listed as of January 1 of the same year for all real and personal property located in the County, except certain exempt property. Assessed values are established by the State Tax Commission and the State Equalization Board. A revaluation of all property is required once every five years. Oklahoma Counties assessed property value as of January 1, 2010, was \$5,589,171,795 after excluding homestead and veteran exemptions of \$154,362,175.

The County Excise Board levied 10.35 mills for General Fund operations, 2.59 mills for the City-County Health Department, 5.20 mills for Metropolitan Library Commission and 2.51 mills for Debt Service.

In addition, the County also collects the ad valorem taxes assessed by cities and towns and school districts and apportions the ad valorem tax collected to the appropriate taxing unit.

On the government-wide financial statements, property tax revenues are recognized in the fiscal year for which they are levied. On the fund financial statements, property tax revenues are deferred if not received within sixty days after fiscal year end.

## **3. Receivables and Deferred Revenues**

Receivables consist of intergovernmental receivables that are primarily amounts due from federal grants, and accounts receivable are primarily comprised of various charges for services, fees and employee health premiums earned by fiscal year end and not yet collected.

Governmental funds report deferred revenue in connection with receivables for revenues that are earned but not collected within sixty days of year end and therefore not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:



**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

<b>Governmental activities:</b>	<u>Unavailable</u>
Property taxes receivable – General Fund	\$4,016,880
Grant funds – Sheriff Special Revenue Fund	18,279
FEMA funds – County Bonds Fund	677,525
Property taxes receivable – Debt Service Fund	<u>737,409</u>
Total deferred for governmental funds	<u>\$5,450,093</u>

**4. Inventories**

Inventory in governmental funds consists of expendable supplies held for consumption stated on a first-in first-out basis. They are recorded at cost as an expenditure at the time individual items are purchased. Reported inventories are equally offset by a fund balance reserve, which indicates that it does not constitute "available spendable resources" even though it is a component of total assets.

**5. Due to Other Taxing Units/Others**

Oklahoma County acts as a collecting agent for many other governmental entities. The County is responsible for assessing ad valorem taxes, sending out statements, collecting the tax and distributing collections to the appropriate recipients. These recipients include, but are not limited to, schools, cities, the County Health Department, the City/County Library, Oklahoma County career tech Schools and colleges. All unremitted collections on hand at June 30 are reported as "due to other taxing jurisdictions", and unapportioned collections held in depository accounts are reported as "due to others", within County agency funds.

**6. Capital Assets and Depreciation**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary fund financial statements. Capital assets are defined by Oklahoma County as assets with an initial, individual costs exceeding \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Supplies and materials purchased as part of construction projects expected to exceed the capitalization threshold are capitalized as projects are constructed. Land, land improvements and artwork are not depreciable assets. 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. All maintenance costs are expensed in the period incurred.

Capital assets are depreciated using the straight-line method over the assigned useful lives as follows:

<u>Assets</u>	<u>Years</u>
Buildings	40
Building improvements	30-40
Infrastructure-Roads	10
Infrastructure-Bridges	50
Equipment and automobiles	5-15
Furniture and Fixtures	10

**7. Compensated Absences**

Accrued vacation leave is payable upon layoff, resignation, retirement, or death. Amounts of vested or accumulated vacation leave are reported in the government-wide statements and not in the governmental fund statements as the liability is not expected to be paid from current resources. A liability for these amounts is reported in governmental funds only if they have matured as a result of employee resignations and retirements. At June 30, 2010 the accrued liability for annual and compensatory leave time was \$4,939,421.



**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

There is no limitation on accruing unused sick leave. Sick leave does not vest, and therefore, is not reported. Unused sick leave shall contribute toward retirement eligibility for vested employees, 20 days being equivalent to one month. The maximum allowable is 130 days, which would allow an additional year.

**8. Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities columns of the statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period.

**9. Fund Balance and Net Assets**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that cannot be appropriated for expenditure or are legally restricted for specific uses. Designations of fund balance represent tentative management plans that are subject to change.

The government-wide and the proprietary fund financial statements utilize a net asset presentation. Net assets are categorized as invested in capital assets (net of related debt), restricted, and unrestricted.

- Invested in Capital Assets, Net of Related Debt groups all capital assets into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- Restricted Net Assets reflects net assets that are subject to constraints either by externally imposed by creditors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.
- Unrestricted Net Assets represents the residual net assets of the County that are not restricted for any project or purpose.

At June 30, 2010, the government-wide net asset categories are comprised of the following components:

*Invested in Capital Assets, Net of Related Debt – Governmental Activities*

Capital Related Assets:	
Capital Assets	\$194,142,163
Accumulated Depreciation	<u>(88,092,560)</u>
Capital Related Assets	\$106,049,603
Capital Related Debt:	
Bonds-Outstanding Principal	\$72,320,000
Unamortized Bond Premiums	121,313
Leases payable (principal)	3,318,090
Portion of bonds not capital related	(44,049,570)
Unspent capital bond proceeds	<u>(11,785,510)</u>
Capital Related Debt	\$19,924,323
Net Assets Invested in Capital Assets, Net of Related Debt	<u>\$86,125,280</u>

**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

*Restricted Net Assets- Governmental Activities*

General Government	
Resale Property	\$4,654,453
Records preservation	777,959
Public Safety	8,636,316
Roads & Highways	10,205,757
Capital Improvements	5,427,475
Debt Service	7,126,015
Other Purposes	<u>462,656</u>
Total Restricted	<u>\$37,290,631</u>

*Unrestricted Net Assets* \$(64,052,900)

*Total Net Assets* \$ 59,363,011

The amount of negative Unrestricted Net Assets reported for governmental activities is primarily a result of the \$44,049,570 of outstanding bonds, whose proceeds were used to acquire a capital facility that was transferred to the federal government, in addition to the net OPEB obligation of \$25,680,997 that has no corresponding plan assets held in trust. In both of these cases, the County is obligated for long-term debt and obligations for which no corresponding asset is reported, thereby creating a negative amount reported for unrestricted net assets.

*Invested in Capital Assets, Net of Related Debt – Business-type Activities*

Capital Related Assets:

Capital Assets	\$19,822,010
Accumulated Depreciation	<u>(7,019,608)</u>
Capital Related Assets	\$12,802,402

Capital Related Debt:

Bonds-Outstanding Principal	\$16,020,000
Unamortized Bond discounts	(352,179)
Deferred amount of refunding	<u>(238,384)</u>
Capital Related Debt	\$15,429,437

Net Assets Invested in Capital Assets,  
Net of Related Debt \$(2,627,035)

*Restricted Net Assets- Business-type Activities*

Debt Service	<u>\$ 4,077,912</u>
Total Restricted	<u>\$ 4,077,912</u>

*Unrestricted Net Assets* \$ -

*Total Net Assets* \$ 1,450,877

**10. Pending Accounting and Financial Reporting Pronouncements**

For the upcoming fiscal year ending June 30, 2011, the County plans to implement the accounting and financial reporting provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. As a result of this implementation, certain changes will be made beginning with the 2010-2011 fiscal year in the manner in which fund balance of governmental funds is classified and displayed. In addition, certain funds previously reported as special revenue funds may no longer meet revised



**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

definition of special revenue funds and would therefore be consolidated with the General Fund for financial reporting purposes.

**Note II. Stewardship, Compliance, and Accountability**

**A. Budgetary Information**

Guidelines for the County Budget Act are set out in Title 19 Section 1401 of Oklahoma Statutes. At least thirty (30) days prior to the beginning of each fiscal year, a budget for each fund of the county for which a budget is required shall be completed by the county Budget Board. Each budget shall provide a complete financial plan for the budget year. The budget format shall be as prescribed by the Oklahoma State Auditor and Inspector. The format shall contain at least the following in tabular form for each fund, itemized by department and account within each fund:

1. Actual revenues and expenditures for the immediate prior fiscal year;
2. Estimated actual revenues and expenditures for the current fiscal year; and
3. Estimated revenues and proposed expenditures for the budget year.

The Budget Board of Oklahoma County complies with the purpose of the Budget Act, which is:

1. Establish uniform and sound fiscal procedures for the preparation, adoption, execution and control of budgets.
2. Enable counties to make financial plans for both current and capital expenditures and to ensure that their executive staffs administer their respective functions in accordance with adopted budgets.
3. Make available to the public and investors sufficient information as to the financial conditions, requirements and expectations of the county government.
4. Assist county governments to improve and implement generally accepted accounting principles as applied to governmental accounting, auditing and financial reporting, and standards of governmental finance management.

Each fund's appropriated budget is prepared on a detailed line-item basis. Revenues are budgeted by source. Expenditures are budgeted by department and character (salaries and wages, fringe benefits, travel, operation, capital and debt service), which constitutes the legal level of control. Expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to authorization by the department head and approval by the Budget Board. All budget revisions are subject to final review by the County Budget Board. Revisions to the budget were made throughout the year.

The legal level of control is that expenditures budgeted in each fund may not exceed budgeted revenues, including fund balance, for the fund. Once approved, the County Budget Board may amend the legally adopted budget when unexpected modifications are required in estimated revenues and appropriations.

**B. Legal and Contractual Obligations**

Under Oklahoma Law, the County may not obligate funds that require income and revenue from future fiscal years without voter approval, such as with the issuance of general obligation bonds. All lease and lease-purchase agreements, whether or not they are capitalized, must be re-approved at the beginning of each fiscal year. Federal and State grant revenues and expenditures are accounted for in accordance with applicable contract provisions. General obligation bonds, judgments and related interest are levied for and paid in accordance with appropriate State laws.



**OKLAHOMA COUNTY, OKLAHOMA**  
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**C. Continuous Inventory**

According to guidelines established by Title 19 Section 178.1 of Oklahoma statutes, the County maintains a continuous asset inventory of all assets purchased with a cost of \$500 or more.

**Note III. Detailed Notes on All Funds**

**A. Deposits and Investments**

The County uses a pooled cash concept for deposits and investments except for the pension trust, and certain agency funds. Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County. All cash is pooled for operating and investment purposes and each fund has equity in the pooled amount. For reporting purposes, cash and investments have been allocated to each fund based on that fund's equity in the pooled amount.

*Deposits*

*Custodial credit risk* for deposits is the risk that in the event of a bank failure, the County may not be able to recover its deposits. The County's policy requires uninsured deposits with banks to be 110 percent secured by collateral valued at market value. As of June 30, 2010, the County's bank balance of \$54,879,969 and its blended component unit bank balance of \$3,806,391 are fully insured or collateralized with securities held by the County or its blended component unit, or their agents in their respective names.

*Investments*

As of June 30, 2010, the County had the following investments:

<b>Primary Government</b>		Weighted Average	Credit
<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity (Years)</u>	<u>Ratings(1)</u>
Certificates of deposit	\$7,876,048	.74	N/A
Total investments	<u>\$7,876,048</u>		
Portfolio weighted average maturity		.74	
<b>Fiduciary Funds:</b>		Weighted Average	Credit
<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity (Years)</u>	<u>Ratings(1)</u>
Certificate of deposits	2,000,000	0.75	N/A
Judgments	<u>2,736,419</u>	3.00	N/A
Total investments	<u>\$4,736,419</u>		
Portfolio weighted average maturity		2.05	

*Interest rate risk* is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the adopted investment policy, the County manages its exposure to declines in fair values by following three benchmarks in investing funds; safety, liquidity and rate of return. The investment maturities are set up to meet projected cash flow needs and money market investments are available for funds making frequent deposits and expenditures.

*Credit risk* is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. Investing is preformed in accordance with investment policies adopted by the County complying with Oklahoma State statutes. Investments are limited to the following: 1) Direct obligations of United States government, its agencies or instrumentalities to the payment of which the full faith and credit of the government of the United states is pledged, or obligations to the payment of which the full faith and credit of the State of Oklahoma is pledged; 2)

**OKLAHOMA COUNTY, OKLAHOMA**  
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Obligations of the Government National Mortgage Association, Federal National Mortgage Association, or Federal Home Loan Mortgage Corporation, or any Federal farm credit bank, Federal land bank, or Federal home loan bank notes or bonds; 3) Collateralized or insured certificates of deposit; 4) Repurchase agreements that have underlying collateral of direct obligations or obligations of the United States government, its agencies and instrumentalities; 5) Money market funds and repurchase agreements which investments consist of the authorized investments of United States government agency obligations with restrictions as specified in state law; 6) State and Local Government Series; and 7) County direct debt obligations for which an ad valorem tax may be levied, rendered against the county by a court of record.

*Custodial credit risk for investments* is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments. County investment policy provides that investment collateral is held by a third party custodian with whom the County has a current custodial agreement in the County's name or be held in the name of both the County and financial institution by the Federal Reserve Bank servicing Oklahoma.

**Discretely Presented Component Unit**

<u>Investment Type</u>	<u>Fair Value</u>	<u>Credit Ratings</u>
Certificates of deposit	\$598,035	N/A

*Interest rate risk.* The Authority's investment policy limits the duration of certificates of deposit or other fixed-income securities to a maximum maturity from the date of purchase to six months.

*Credit risk.* Fixed-income securities are subject to credit risk. The Authority invests in certificates of deposit of local financial institutions, and that all deposits and investments in excess of amounts covered by federal deposit insurance be fully collateralized, with a pledge of the U.S. Treasury obligations, by the entity holding the deposit or investments. At June 30, 2010, all the Authority's investments are in certificates of deposit.

*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 it. The Authority's deposit policy for custodial credit risk is that all deposits shall either be insured by Federal Deposit Insurance or collateralized by securities held by the cognizant Federal Reserve Bank, or invested in U.S. Government obligations, in the Authority's name.

**B. Property Taxes Receivable**

The following is a summary of property and other tax amounts shown as receivable and amounts considered uncollectible by the taxing unit. In accordance with state statute, all tax liens on real and personal property are extinguished upon the expiration of seven (7) years. Therefore, the receivables date back to 2002, and the total outstanding represents less than 1% of the original tax levies for the same time period.

	<u>Total</u> <u>Outstanding at</u> <u>June 30, 2010</u>	<u>Amount</u> <u>Considered</u> <u>Uncollectible</u>	<u>Amount</u> <u>Shown as Net</u> <u>Receivable</u>
Governmental Funds	\$6,411,421	\$18,673	\$6,392,748
Fiduciary Funds:			
Health Department	1,065,212	5,326	1,059,886
Cities & Library	7,025,768	35,129	6,990,639
Schools	<u>32,217,542</u>	<u>161,088</u>	<u>32,056,455</u>
Fiduciary Funds Total	40,308,522	201,543	40,106,980
Total	<u>\$46,719,943</u>	<u>\$220,216</u>	<u>\$46,499,728</u>



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**C. Capital Assets**

Capital assets activity for the year ended June 30, 2010 was as follows:

	Balance June 30, 2009	Increases	Decreases	Balance June 30, 2010
<b>Primary Government</b>				
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$28,681,817	\$ 10,000	\$ -	\$26,991,817
Artwork	24,500	-	-	24,500
Construction in progress	<u>2,249,291</u>	<u>2,455,896</u>	<u>(165,550)</u>	<u>4,539,636</u>
Total capital assets, not being depreciated	<u>29,255,608</u>	<u>2,465,896</u>	<u>(165,550)</u>	<u>31,555,953</u>
Capital assets, being depreciated:				
Buildings and building improvements	84,079,201	311,739	-	84,390,940
Machinery and equipment	27,399,953	2,463,993	(670,800)	29,193,146
Infrastructure	<u>47,370,676</u>	<u>2,405,928</u>	<u>(774,480)</u>	<u>49,002,124</u>
Total capital assets being depreciated	158,849,829	5,181,660	(1,445,280)	162,586,210
Less accumulated depreciation for:				
Buildings and building improvements	(37,625,348)	(2,303,920)	-	(39,929,269)
Machinery and equipment	(19,915,117)	(2,043,665)	571,460	(21,387,322)
Infrastructure	<u>(24,510,481)</u>	<u>(2,904,362)</u>	<u>638,874</u>	<u>(26,775,969)</u>
Total accumulated depreciation	<u>(82,050,946)</u>	<u>(7,251,947)</u>	<u>1,210,334</u>	<u>(88,092,560)</u>
Total capital assets, being depreciated, net	<u>76,798,883</u>	<u>(2,070,288)</u>	<u>(234,945)</u>	<u>74,493,650</u>
Governmental activities capital assets, net	<u>\$106,054,491</u>	<u>\$395,608</u>	<u>\$(400,495)</u>	<u>\$106,049,603</u>
<b>Business-type activities:</b>				
Capital assets, not being depreciated:				
Land	\$2,275,936	\$ -	\$ -	\$2,275,936
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	<u>2,275,936</u>	<u>-</u>	<u>-</u>	<u>2,275,936</u>
Capital assets, being depreciated:				
Buildings & improvements	\$17,450,203	\$ 61,264	-	\$17,511,467
Machinery and equipment	<u>21,274</u>	<u>13,612</u>	<u>(279)</u>	<u>34,607</u>
Total capital assets being depreciated	17,471,477	74,876	(279)	17,546,074
Less accumulated depreciation for:				
Buildings & improvements	(6,313,018)	(684,731)	-	(6,997,749)
Machinery and equipment	<u>(21,166)</u>	<u>(972)</u>	<u>279</u>	<u>(21,859)</u>
Total accumulated depreciation	<u>(6,334,184)</u>	<u>(685,703)</u>	<u>279</u>	<u>(7,019,608)</u>
Total capital assets, being depreciated, net	<u>11,137,293</u>	<u>(610,827)</u>	<u>-</u>	<u>10,526,466</u>
Business-type activities capital assets, net	<u>\$13,413,229</u>	<u>\$ (610,827)</u>	<u>\$ -</u>	<u>\$12,802,402</u>



**OKLAHOMA COUNTY, OKLAHOMA**  
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<b>Discretely Presented Component Unit</b>	<u>Balance June 30, 2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2010</u>
Capital assets, being depreciated:				
Machinery and equipment	\$ 3,965	\$ -	\$3,965	\$ -
Less accumulated depreciation for:				
Machinery and equipment	<u>(3,724)</u>	<u>-</u>	<u>3,724</u>	<u>-</u>
Component unit capital assets, net	<u>\$ 241</u>	<u>\$ -</u>	<u>\$ 241</u>	<u>\$ -</u>

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

Governmental activities:		
General government		\$ 730,161
Public safety		2,798,236
Health and welfare		19,091
Education		2,754
Roads and highways		<u>3,701,706</u>
Total depreciation expense-governmental activities		<u>\$7,251,948</u>
Business-type activities:		
Public Building Authority		<u>\$685,703</u>
Total depreciation expense-business-type activities		<u>\$685,703</u>

**D. Interfund transfers**

Following is a schedule of interfund transfers:

	<u>Transfers In:</u>		
	<u>General Fund</u>	<u>Non-major Governmental</u>	<u>Total</u>
Transfers out:			
Non-major governmental funds	\$800,000	-	\$800,000
Proprietary funds	<u>-</u>	<u>29,250</u>	<u>29,250</u>
Total Transfers out	<u>\$800,000</u>	<u>\$29,950</u>	<u>\$829,250</u>

A transfer of \$700,000 was made from the resale property fund to the general fund to fulfill statutory requirements. A transfer of \$100,000 was made from the capital projects regular fund to the general fund to help fund the employee medical claims costs.

The Public Buildings Authority transferred \$29,250 to Oklahoma County during the year to fund the cost of the jail master plan study.

**E. Leases**

Operating Leases

Oklahoma County is committed under various leases for office equipment and road equipment. These leases are considered for accounting purposes to be operating leases. Oklahoma Statutes prohibit the County from entering into contracts of this nature beyond the end of the fiscal year. Operating lease expenditures for the year ended June 30, 2010 amounted to \$300,433.

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Capital Leases

Oklahoma County has entered into various agreements as lessee for financing the acquisition of highway equipment, the expansion of the Oklahoma County Juvenile Detention Center and an energy management project for county buildings which included heating and cooling upgrades, electrical improvements and other energy management improvements. Oklahoma law prohibits the County from entering into contracts of this nature longer than one year. However, it is the County's intent to exercise its right to purchase this property; accordingly, the lease-purchase agreements have been capitalized to conform to generally accepted accounting principles. The unpaid portion of these agreements have been reported as an other non-current liability in the Statement of Net Assets at an amount equal to the present value of all remaining payments to maturity.

During the year, the county determined that leased copiers should not be reported as a capital lease, since there is no intent to purchase the copiers at the end of the lease. The leased copiers are classified as operating leases. The county made the adjustment to correct the balance of capital leases.

Assuming that all capital leases are renewed each year by resolution of the Board of County Commissioners, minimum lease commitments under capitalized lease purchase agreements as of June 30, 2010 reported in the government-wide statements are as follows:

	<u>Capital Asset</u>	<u>Accumulated Depreciation</u>	<u>Total</u>
Leased Capital Assets:			
Building & Improvements	\$6,727,226	\$(2,436,841)	\$4,290,385
Equipment	540,098	(136,737)	403,361
Total	<u>\$7,267,324</u>	<u>\$(2,573,578)</u>	<u>\$4,693,746</u>

The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments reported in the government-wide statements.

<u>Fiscal year ending June 30,</u>	<u>Governmental Activities</u>
2011	\$875,997
2012	802,665
2013	758,271
2014	469,819
2015	464,331
2016-2017	<u>467,806</u>
Total minimum lease payments	3,838,889
Less: amount representing interest	<u>(520,799)</u>
Present value of future minimum lease payments	<u>\$3,318,090</u>

**F. Long-term Debt**

**1. Governmental Activities**

General Obligation Bonds

Oklahoma County issued \$10,000,000 General Obligation Limited Tax Bonds of 2002, Series A dated October 1, 2002. The bonds were issued for the purpose of acquiring property in the vicinity of Tinker Air Force Base in order to provide for the safety of those citizens of the County as well as provide for the continued assurance of the economic well being of Oklahoma County and its citizens. The bonds bear semi-annual interest (payable January 1, and July 1 of each year, commencing July 1, 2004). The Bonds will be paid from ad valorem taxes levied and assessed on behalf of the Issuer and deposited to its Sinking Fund.



**OKLAHOMA COUNTY, OKLAHOMA**  
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A summary of debt service requirements to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2011	\$ 765,000	\$ 218,915	\$983,915	3.65%
2012	765,000	190,228	955,228	3.75%
2013	765,000	161,158	926,158	3.80%
2014	765,000	131,323	896,323	3.90%
2015	765,000	100,723	865,723	4.00%
2016-2017	<u>1,585,000</u>	<u>105,053</u>	<u>1,690,053</u>	4.15%-4.40%
Total	<u>\$ 5,410,000</u>	<u>\$ 907,400</u>	<u>\$6,317,400</u>	

Oklahoma County issued \$10,000,000 General Obligation Limited Tax Bonds of 2003, Series A dated April 1, 2003. The bonds were issued for the purpose of acquiring property in the vicinity of Tinker Air Force Base in order to provide for the safety of those citizens of the County as well as provide for the continued assurance of the economic well being of Oklahoma County and its citizens. The bonds bear semi-annual interest (payable January 1, and July 1 of each year, commencing July 1, 2004). The Bonds will be paid from ad valorem taxes levied and assessed on behalf of the Issuer and deposited to its Sinking Fund. Summary of debt service requirements to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2011	\$ 765,000	\$ 197,849	\$ 962,849	3.00%
2012	765,000	172,604	937,604	3.30%
2013	765,000	145,829	910,829	3.50%
2014	765,000	119,054	884,054	3.50%
2015	765,000	91,322	856,322	3.63%
2016-2017	<u>1,585,000</u>	<u>95,435</u>	<u>1,680,435</u>	3.750%-4.00%
Total	<u>\$ 5,410,000</u>	<u>\$ 822,093</u>	<u>\$6,232,093</u>	

Oklahoma statutes require the County to levy an additional ad valorem tax in amounts sufficient to meet sinking fund requirements as the principal and interest payments become due. During the 2006-2007 fiscal year, the Board of County Commissioners voted to transfer \$2,092,116 of unspent bond proceeds to the County Debt Service Fund.

On August 1, 2008, the County issued \$61,500,000 of general obligation bonds to finance the purchase of the former General Motors Assembly Plant, to provide funds for the capital improvements for the Oklahoma County courthouse and annex buildings, and to improve and mitigate natural hazard damage and impact, including but not limited to flooding in East Central Oklahoma County in and around Crutcho Creek, and in Northwest Oklahoma County in and around Deer Creek area. The interest rate on the bonds range from 3.50-4.00 percent and the maturity is August 1, 2023. Bond principal payments are \$4,390,000 beginning on the 1st day of August 2010 in each of the years 2010 through 2022 with the final payment of \$4,430,000 due August 1, 2023. Interest shall be payable on the 1<sup>st</sup> day of February and August of each year, beginning on the 1<sup>st</sup> day of February 2010. Summary of debt service requirements to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2011	\$ 4,390,000	\$ 2,361,225	\$ 6,751,225	3.50%
2012	4,390,000	2,213,063	6,603,063	3.25%
2013	4,390,000	2,070,388	6,460,388	3.25%
2014	4,390,000	1,889,300	6,279,300	5.00%
2015	4,390,000	1,708,213	6,098,213	3.25%
2016-2023	<u>39,550,000</u>	<u>7,185,761</u>	<u>46,735,761</u>	5.00%-4.00%
Total	<u>\$ 61,500,000</u>	<u>\$ 17,427,950</u>	<u>\$78,927,950</u>	



**OKLAHOMA COUNTY, OKLAHOMA**  
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**2. Business-Type Activities**

Revenue Bonds

On October 1, 1997, Oklahoma County Public Buildings Authority issued Capital Improvement Revenue Bonds, Series 1997 in the amount of \$6,800,000 with interest rates that vary from 4% to 4.9%. The proceeds of the bond issue were used to purchase computer equipment, software, hardware, training facilities and related costs to computerize the Oklahoma County government and provide needed repairs and improvements to property of OCPBA. The bonds are secured by the OCPBA property and gross revenues and mature October 1, 2013. Additionally, OCPBA purchased an insurance policy guaranteeing payment of the bonds.

The Oklahoma Industries Authority issued \$20,560,000 of lease revenue bonds on July 28, 2003 with interest rates that vary from 2.25% to 5.85%. The bonds consist of \$7,230,000 Series 2003A and \$13,330,000 taxable series 2003B. Interest on both series is payable semi-annually July 1 and January 1, commencing January 1, 2003. Bonds will mature and pay interest at variable interest rates.

The principal of and the interest on the bonds is payable from the lease payments made by the OCPBA to the Oklahoma Industries Authority pursuant to terms of a Lease Purchase Agreement date as of July 1, 2003. The Bonds are limited obligation of the issuer, secured by a pledge of the Trust Estate. The Trust Estate consists of the Lease Payments, the Lease Agreement, Revenues, the Parking and Use Agreement, the parking agreements with the Corporate Users, and all funds and accounts established by the Indenture and the monies and investments therein, including any unexpended Bond Proceeds. The Bonds are special and limited obligations of the Issuer payable solely from the Lease Payments and other revenues pledged for payment thereof.

The Bonds were issued to provide funds for the OCPBA to (1) acquire, construct and equip a parking garage, (2) advance refund the Public Building Authority Capital Improvement Bonds, Series 1997, (3) make improvements to the Metro Parking Garage, (4) make other County improvements, (5) fund capitalized interest, (6) purchase Surety Bonds in lieu of funding a Debt Service Reserve Fund, and (7) pay certain costs of issuing the Bonds.

A summary of debt service requirements to maturity by year for Lease Revenue Bonds, Series 2003A is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>
2011	630,000	130,385	760,385
2012	650,000	109,738	759,738
2013	670,000	87,455	757,455
2014	695,000	63,388	758,388
2015	155,000	47,970	202,970
2016-2021	<u>1,085,000</u>	<u>143,600</u>	<u>1,228,600</u>
Total	<u>\$ 3,885,000</u>	<u>\$ 582,536</u>	<u>\$ 4,467,536</u>

A summary of debt service requirements to maturity by year for Taxable Lease Revenue Bonds, Series 2003B is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>
2011	265,000	670,316	935,316
2012	275,000	658,429	933,429
2013	290,000	645,285	935,285
2014	300,000	631,048	931,048
2015	315,000	615,508	930,508
2016-2020	<u>1,845,000</u>	<u>2,805,028</u>	<u>4,650,028</u>

**OKLAHOMA COUNTY, OKLAHOMA**

**Notes to the Financial Statements**

**June 30, 2010**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>
2021-2025	2,405,000	2,226,246	4,631,246
2026-2030	3,170,000	1,435,460	4,605,460
2031-2033	3,270,000	396,340	3,666,340
Total	<u>\$ 12,135,000</u>	<u>\$ 10,083,656</u>	<u>\$ 22,218,656</u>

**3. Discretely Presented Component Unit**

Conduit Debt Obligations

The activities of the Oklahoma County Finance Authority consist primarily of arranging financing to industrial, commercial and other various organizations in an effort to promote economic development which will benefit the county. Over time these transactions have taken on various forms, including notes and bonds. The OCFA loans the proceeds from the notes and bonds to the organizations, or the OCFA leases the facilities acquired with the proceeds to the organizations under financing lease arrangements providing for transfer of the property to such organizations at the end of the lease.

The notes and bonds issued by the OCFA are special and limited obligations of the OCFA, payable solely out of revenues derived from and in connection with the underlying loan agreements and the underlying security provided under the loan agreements. The OCFA, the County of Oklahoma, the State of Oklahoma, or any other political subdivision thereof are not obligated in any manner for repayment of the notes and bonds. Accordingly, the notes and bonds are not reported as liabilities in the accompanying financial statements nor are the related receivables and investments reported as assets.

As of June 30, the outstanding principal balances due on these bonds were as follows:

	<u>Date of Issuance</u>	<u>Original Balance</u>	<u>2010 Balance</u>
GNMA ARM Mortgage Back Securities 1995 Revenue Refunding Bonds (Epworth Villa Project) Series 1997A	11-01-95	\$13,000,000	\$1,369,915
OMNI Dome Project Revenue Refunding Bonds (Epworth Villa Project) Series 2000B	3-15-97	17,630,000	3,830,000
Housing Revenue Bonds Chapel Ridge of North Edmond Series 2003	05-26-99	1,531,500	408,400
Housing Revenue Bonds Chapel Ridge of Chapel Ridge of MWC Tinker Series 2004	12-1-00	3,000,000	3,000,000
Multifamily Housing Revenue Refunding Bonds Rockwell Villa Apartments Series 2004	05-01-03	8,250,000	8,005,518
Multifamily Housing Revenue Refunding Bonds London Square Villa Apartments Project Series 2004	06-01-04	7,800,000	7,622,359
Multi-family Housing Revenue Bonds (SAIL Assoc. LLC Project) Series 2004	12-15-04	2,500,000	1,530,072
Revenue Refunding Bonds (Epworth Villa Project) Series 2004A	12-17-04	9,000,000	6,997,937
Revenue Refunding Bonds (Epworth Villa Project) Series 2004B	12-17-04	6,900,000	6,630,000
Retirement Facility Revenue Bonds:	1-5-05	10,410,000	8,830,000
	1-5-05	5,040,000	4,445,000



**OKLAHOMA COUNTY, OKLAHOMA**

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	<u>Date of Issuance</u>	<u>Original Balance</u>	<u>2010 Balance</u>
Concordia Life Care Community Series 2005A	11-29-05	26,330,000	26,330,000
Concordia Life Care Community Series 2005B-1	11-29-05	3,500,000	3,500,000
Concordia Life Care Community Series 2005B-2	11-29-05	4,000,000	4,000,000
Revenue Refunding Bonds (Epworth Villa Project) Series 2005A	12-07-05	11,460,000	11,460,000
Revenue Refunding Bonds (Epworth Villa Project) Series 2005B	12-07-05	2,000,000	2,000,000
Educational Facilities Lease Revenue Bonds (Western Heights Schools Project) Series 2006	8-01-06	12,665,000	4,870,000
Multifamily Housing Revenue Refunding Bonds Village at Oakwood Project Series 2007	6-15-07	4,400,000	4,400,000
Educational Facilities Lease Revenue Bonds (Millwood Schools Project) Series 2007	8-01-07	5,460,000	5,050,000
Educational Facilities Lease Revenue Bonds (Jones Schools Project) Series 2008	9-01-08	9,825,000	9,825,000
Educational Facilities Lease Revenue Bonds (Western Heights Schools Project) Series 2009	6-01-09	43,840,000	43,480,000
Educational Facilities Lease Revenue Bonds (Crooked Oaks School Project) Series 2009	8-4-09	10,735,000	10,735,000
Educational Facilities Lease Revenue Bonds (Choctaw Public School Project) Series A	7-10-09	7,165,000	7,165,000
Educational Facilities Lease Revenue Bonds (Choctaw Public School Project) Series B	7-10-09	53,585,000	53,585,000
Educational Facilities Lease Revenue Bonds (Choctaw Public School Project) Series C	7-10-09	175,000	175,000
Industrial Development Revenue Notes (Southwest Electric Company Project) Series 2009	7-1-09	7,085,000	7,085,000
Educational Facilities Lease Revenue Bonds (Putnam City Schools Project) Series 2010	3-1-10	49,820,000	49,820,000
Educational Facilities Lease Revenue Bonds (Deer Creek Schools Project) Series 2010A	4-1-10	51,800,000	51,800,000
Educational Facilities Lease Revenue Bonds (Deer Creek Schools Project) Series 2010A	4-1-10	200,000	200,000
Total		<u>\$389,106,500</u>	<u>\$348,509,201</u>

The OCFA, as a conduit bond issuer, has had outstanding issues, which have been in default in the payment of principal and interest. Since the notes and bonds issued by the OCFA are only limited obligations of the OCFA, as discussed above, the OCFA has not incurred any losses as a result of these defaults.

**4. Judgments Payable**

Under Oklahoma law, judgments against the County are payable over a three year period and bear annual interest at four percentage points above the average United States Treasury Bill rate for the preceding year, not to exceed 10% per annum. Advalorem taxes to retire judgments are levied against all taxable property within the County and are accumulated and paid out of the Debt Service Fund over a three year period. During the year, the County paid \$2,212,906 in judgments and \$254,819 in related interest on these judgments. At June 30, 2010, the total amount of unpaid judgment principal of \$2,736,418 is reflected in the Statement of Net Assets.



**OKLAHOMA COUNTY, OKLAHOMA**  
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A summary of judgments payable to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2011	\$2,252,572	\$143,662	\$2,396,234	5.25%
2012	380,513	25,402	405,915	5.25%
2013	103,333	5,425	108,758	5.25%
Total	<u>\$2,736,418</u>	<u>\$174,489</u>	<u>\$2,910,907</u>	

The interest rate on judgments varies annually based on state law but the future debt service requirements for interest have been determined by using the rate applicable to the current year.

**5. Changes in long-term liabilities**

Long-term liability activity for the year ended June 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
<b>Governmental activities:</b>					
Bonds payable	\$75,380,000	\$ -	\$(3,060,000)	\$72,320,000	\$5,920,000
Capital leases	4,124,376	77,000	(883,286)	3,318,090	709,343
Judgments payable	4,639,324	310,000	(2,212,906)	2,736,418	2,252,572
Compensated absences	4,769,164	3,636,571	(3,466,313)	4,939,422	4,113,496
Governmental activity					
Long-term liabilities	<u>\$88,912,864</u>	<u>\$4,023,571</u>	<u>\$(9,622,505)</u>	<u>\$83,313,930</u>	<u>\$12,995,411</u>
<b>Business-type activities:</b>					
Bonds payable	\$16,890,000	\$ -	(870,000)	\$16,020,000	\$895,000
Long-term liabilities	<u>\$16,890,000</u>	<u>\$ -</u>	<u>\$(870,000)</u>	<u>\$16,020,000</u>	<u>\$895,000</u>

For governmental activities, bonds and judgments are liquidated by ad valorem taxes through the Debt Service Fund, while capital leases and compensated absences are primarily liquidated by General Fund, Highway Cash, and Sheriff Special Revenue.

For business-type activities, the bonds payable reflected in the statements are net of a bond discount of \$352,180 and amount deferred on refunding of \$238,384.

**G. Net Assets**

*Prior Period Adjustments:*

During the current year, the county made the following adjustments to correct the balance of capital assets reported at June 30, 2009. Adjustments to beginning net assets:

**OKLAHOMA COUNTY, OKLAHOMA**  
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	<b>Governmental Activities</b>
Beginning net assets, as previously reported	\$ 65,557,264
Correction of errors:	
Capital Assets	
Land	(1,700,000)
Buildings	1,700,000
Equipment	323,724
Accumulated Depreciation	189,351
Total adjustment to Net Assets	513,075
Beginning net assets, as restated	\$ 66,070,339

**Note IV. Other Information**

**A. Risk Management**

**Primary Government:**

Oklahoma County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or acts of God. Significant losses are covered by commercial insurance for buildings and personal property. There have been no significant reductions in insurance coverage, and settlement amounts have not exceeded insurance coverage for the current year or the three prior years. The County currently is self-insured for health and dental benefits, worker's compensation and tort liability coverage.

The Health and Dental Plan was established by Oklahoma County to provide benefits for its employees, their dependents, eligible retirees and their survivors, participants covered under continuation of coverage, and employees on leave of absence as set forth in Title 11 O.S. 2001, §23-108. The majority of the cost of coverage for employees is paid by the County, and all other costs are intended to be an expense of the insured. Certain limitations are placed upon these benefits as to the amount of coverage and who may be covered in specific areas. Mutual Assurance Administrators, Incorporated is employed by Oklahoma County to administer the program. The administrator receives and pays claims from county funds based upon contract limitations. The administrator is responsible for insuring that claims are legitimate, based on enrollment information provided by the County and claims submitted by or on behalf of the claimant. The administrator receives a monthly fee for the services. The administrator also receives medical and life insurance premiums that are in turn remitted to Pacific Life, the carrier of stop-loss and life insurance coverage for Oklahoma County employees, retirees and their survivors.

Workers' Compensation - In accordance with Title 85, of the Oklahoma State Statutes, employees are covered by the workers' compensation program at the expense of Oklahoma County at their date of employment. When an injury or work related illness occurs, an Occupational Injury Report is filed. There are three categories of compensation: (1) temporary total disability benefits equal to two-thirds of the employees' average weekly salary; and/or (2) one hundred percent (100%) of all medical bills paid; and/or (3) a permanent disability settlement. When an employee remains off work due to an occupational injury or illness, temporary total disability is paid until (a) the employee returns to full-time work with the employer; or (b) the employee requests a trial to determine permanent disability; or (c) the parties agree in writing that such payments may terminate; or (d) by court order. (Temporary total disability benefits may be terminated at any time without a court order in the case of an employee who has not filed a Form 3 or Form 3-b with the court.) The County employs Consolidated Benefit Resources as the administrator for the workers' compensation program at a monthly fee. In accordance with the contract, the administrator is responsible for opening the files, paying the medical bills and paying the time-loss claims and settlements incurred as a result of an accident or work-related illness.



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Tort Claims - Under the Oklahoma constitutional and related state law, losses resulting from tort claim judgments rendered by a court of competent jurisdiction are required to be paid, with interest on the unpaid balance, through a statutorily-required levy of ad valorem taxes levied against all taxable County property and payable over a three year period. Estimated liabilities from tort claims are recorded as claims liability, until they are converted to a court judgment, at which time they are reported as judgment liabilities for which property taxes will be levied and collections will be used for the retirement of this liability. Tort claims incurred but not reported (IBNR) are not considered material to the financial statement for the year ended June 30, 2010.

**Component Unit:**

OCPBA is exposed to various risks of losses related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. OCPBA manages this risk through the purchase of commercial insurance policies paid for by Oklahoma County and subject to the terms of a management contract with Oklahoma County that obligates Oklahoma County to defend and pay for any litigation expense or judgment against OCPBA or its property upon demand.

**Recognition and Measurement of Claims Loss Expenses and Liabilities**

Claims losses are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims expenses and liabilities, events that might create claims, but for which none have been reported, are also considered. For most claims self insured risks, liabilities for unpaid claims are estimates determined by independent actuaries using actuarial methods as follows: incurred loss development, paid loss development, frequency/severity, exposure/loss rate (incurred loss), and exposure/loss rate (paid loss).

Unpaid Claims Liabilities

The following represent the changes in approximate aggregate liabilities for the County from July 1, 2008 to June 30, 2010:

<u>Health Care</u>	<u>2010</u>	<u>2009</u>
Unpaid Claims, beginning of fiscal year	\$1,656,100	\$ 1,609,400
Claims and changes in estimates	15,789,927	11,451,723
Claim payments	<u>(15,313,343)</u>	<u>(11,405,023)</u>
Unpaid claims, end of fiscal year	<u>\$2,132,684</u>	<u>\$1,656,100</u>
<u>Workers Compensation</u>		
Unpaid Claims, beginning of fiscal year	\$3,048,000	\$3,076,000
Claims and changes in estimates	1,453,894	851,350
Claim payments	<u>(803,894)</u>	<u>(879,350)</u>
Unpaid claims, end of fiscal year	<u>\$3,698,000</u>	<u>\$3,048,000</u>
<u>Tort Claims</u>		
Unpaid Claims, beginning of fiscal year	\$ 0	\$5,500,000
Claims and changes in estimates	0	0
Conversion of claim to judgment	<u>0</u>	<u>(5,500,000)</u>
Unpaid claims, end of fiscal year	<u>\$ 0</u>	<u>\$ 0</u>
Total current claims liability, end of fiscal year	<u>\$5,830,684</u>	<u>\$4,704,100</u>
Current liabilities	5,830,684	4,704,100
Noncurrent liabilities	<u>0</u>	<u>0</u>
Total claims liability	<u>\$5,830,684</u>	<u>\$4,704,100</u>



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**B. Related Party Transactions**

Oklahoma County has entered into two capital lease agreements with the Oklahoma Industries Authority, as lessee, for the expansion and renovation of the Oklahoma County Juvenile Detention Center and for heating and cooling upgrades and electrical and plumbing renovations to County buildings (included in the discussion of leases in Note III.E.). The Oklahoma Industries Authority is a public trust created under applicable Oklahoma Statutes. It was created for the use and benefit of the Beneficiary, Oklahoma County, to finance, promote and aid in the development of industry and commerce as set forth in the trust indenture. The County has no significant influence over the management, budget or policies of the Oklahoma Industries Authority; therefore, it is not reported as a component unit. The lease for the Juvenile Center expansion is for 15 years with total principal payments of \$2,750,000. As of June 30, 2010, the County had made lease payments in the amount of \$3,378,473, of which \$2,000,000 represents principal expenditure and \$1,378,473 represents interest expense. The lease for the County buildings upgrades and renovations is for 15 years with total principal payments of \$4,765,000. As of June 30, 2010, the County had made lease payments in the amount of \$4,115,264, of which \$2,410,000 represents principal expenditure and \$1,705,264 represents interest expense.

**C. Commitments and Contingent Liabilities**

Federal Grants. The County receives financial assistance from the United States government in the form of grants. Amounts received or receivable from grantor 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 government expects such amounts, if any, to be immaterial.

Litigation. The County is contingently liable for lawsuits and other claims in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would require appropriation of revenues yet to be realized and would not materially affect the financial position of the County at June 30, 2010. The amount of possible tort claims liability at June 30, 2010, was approximately \$3,100,000, which is not accrued.

**D. Post Employment Benefits Other than Pensions**

Plan Description The County sponsors and administers a self-funded, single-employer defined benefit plan providing medical, dental and vision plans for all eligible active and retired County employees and their dependents. A life insurance plan is offered to employees hired prior to February 1, 1987. The program is intended to offer comprehensive coverage of most life, medical with prescription drugs, dental and vision benefits. The pre Medicare medical claims are administered by Mutual Assurance Administrators. The dental coverage is provided through Delta Dental and the vision coverage is provided through Vision Service Plan.

Funding Policy. The County funds the benefits on a pay-as-you-go basis. Eligible employees are required to pay set premiums for a portion of the cost, with the County subsidizing the remaining costs. Contribution requirements are established and amended as needed by the Oklahoma County Budget Board on an annual basis. The premium rates are set and amended by the Budget Board and approved by the Board of County Commissioners. The required monthly contribution rates of the plan members for 2010 range from \$88 to \$286 for active employees and retirees and \$508 to \$1,165 for COBRA participants.

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, and minus an adjustment to the

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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 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 retiree health plan:

	<u>2010</u>
Annual required contribution	\$14,142,127
Interest on prior year net OPEB obligation	635,390
Adjustment to annual required contribution	<u>(575,914)</u>
Annual OPEB cost	\$14,201,603
Employer contributions	<u>2,640,381</u>
Increase in net OPEB obligation	\$11,561,222
Beginning Net OPEB obligation	<u>14,119,775</u>
Ending Net OPEB obligation	<u>\$25,680,997</u>

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 year's are as follows:

Fiscal Year <u>Ended</u>	Annual <u>OPEB Cost</u>	Percentage of Annual OPEB <u>Cost Contributed</u>	Net OPEB <u>Obligation</u>
6/30/2010	\$14,201,603	18.6%	\$25,680,997
6/30/2009	\$8,607,242	20.2%	\$14,119,775
6/30/2008	\$8,576,713	15.5%	\$7,247,722

Funded Status and Funding Progress. The unfunded actuarial accrued liability is being amortized as a level of percentage of expected payroll on a closed basis over thirty years, beginning July 1, 2007. As of July 1, 2009 the funded status of the retiree health plan was as follows:

Actuarial accrued liability (AAL)	\$135,604,378
Actuarial value of plan assets	<u>-</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$135,604,378</u>
Funded ratio (actuarial value of plan assets/AAL)	0.0%
Annual covered payroll (active plan members)	\$50,336,973
UAAL as a percentage of annual covered payroll	269%

Because the County has elected a pay-as-you-go funding policy for these post employment benefits, there are no plan assets set aside for future benefits. As a result, the UAAL and the AAL are the same amounts.

The AAL as reported in the most recent actuarial report increased from \$75.8 million on July 1, 2007 to \$135.6 million on July 1, 2009 as a result of a number of changes in actuarial assumptions and estimates including changes in election percentages, demographic experience gains and losses, higher than expected claims, lower than expected premiums, and changes in the trend model. The latest actuarial valuation for the OPEB plan was as of July 1, 2009.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.



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Actuarial Methods and Assumptions. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contribution of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and actual value of assets, consistent with long-term perspective of the calculations.

In the actuarial valuation as of July 1, 2009, the projected unit credit actuarial cost method was used to measure accruing costs. Under the principles of the PUC method, the actuarial present value of the projected benefits of each individual included in the valuation is allocated pro-rata to each year of service between entry age and assumed exit. The portion of this actuarial present value allocated to a valuation year is called the normal cost. For actuarial purposes several significant assumptions affecting the valuation results including the medical claims costs assumptions, the medical trend assumptions and the discount rate. The 2009 ARC was based on a 4.5% discount rate, and 3.0% salary growth rate. The medical trend rate was changed this year from to the 2007 valuation to a trend using the Getzen Model with the trend rate beginning in 2009 at 9.0% pre and post-Medicare eligible, grading to 4.7% over 58 years. Dental and Vision Trend rate is assumed to be 5%. Retiree premiums are assumed to increase at the same trend as the respective expected claims cost. It was assumed that 90% of future retired participants would opt for retiree health care coverage, and 100% of current retired participants would continue coverage. It was also assumed that 45% of future retirees who opt for health care coverage would cover a spouse at retirement. Current retirees spousal coverage was based upon their current coverage status. It was also assumed that 35% of future retirees eligible for coverage in the life insurance plan will opt for coverage upon retirement.

No separate audited financial statements are prepared for the plan.

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

In the 98-99 fiscal year, the County implemented Governmental Accounting Standards Board Statement No. 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans". As a result, the County's 457 plan is no longer reflected in the agency fund of the county's financial statements since all assets are held in trust by a third party.

#### **E. Employees' Retirement Plans**

Retirement Plans. In accordance with Oklahoma Statutes, Oklahoma County maintains two single-employer public employee retirement plans. One plan, a defined benefit pension plan (the DB Plan) covers participants with retirement, death and disability benefits. Effective November 1, 1991, under House Bill 1226, County employees were given the option to join a defined contribution plan (the DC Plan). Both systems are administered by a nine-member Board of Trustees which includes the Chairman of the Board of County Commissioners, the County Treasurer, the County Clerk, two members appointed by the Board of County Commissioners, and four members elected from all eligible full-time employees. Fund policies, contribution requirements and plan provisions are determined by this board, although the Board of County Commissioners has overriding authority. The financial statements and description of these plans are presented below.



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	Defined Benefit Retirement Plan	Defined Contribution Retirement Plan	Total Pension Trust Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 7,294,147	\$ -	\$ 7,294,147
Interest receivable	8,275	-	8,275
Investments, at fair value			
Certificate of deposits	2,000,000	-	2,000,000
Judgments	2,736,419	-	2,736,419
Mutual funds	-	64,216,823	64,216,823
Loans to participants	-	7,834,451	7,834,451
Total investments	<u>4,736,419</u>	<u>72,051,274</u>	<u>76,787,693</u>
Total assets	<u>\$ 12,038,841</u>	<u>\$ 72,051,274</u>	<u>\$ 84,090,115</u>
<b>LIABILITIES</b>			
Accounts Payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>NET ASSETS</b>			
Assets held in trust for pension benefits and other purposes	<u>\$ 12,038,841</u>	<u>\$ 72,051,274</u>	<u>\$ 84,090,115</u>

**COMBINING STATEMENT OF CHANGES IN PENSION TRUST FUNDS NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2010**

	Defined Benefit Retirement Plan	Defined Contribution Retirement Plan	Total Pension Trust Funds
<b>ADDITIONS</b>			
Contributions:			
Employer	\$ 709,032	\$ 5,610,507	\$ 6,319,539
Investment earnings:			
Interest	369,075	349,584	718,659
Net increase (decrease) in the fair value of investments	<u>127,183</u>	<u>4,192,070</u>	<u>4,319,253</u>
Total investment earnings (loss)	496,258	4,541,654	5,037,912
Less investment expense	-	-	-
Net investment earnings (loss)	<u>496,258</u>	<u>4,541,654</u>	<u>5,037,912</u>
Total additions	<u>1,205,290</u>	<u>10,152,161</u>	<u>11,357,451</u>
<b>DEDUCTIONS</b>			
Benefits	2,375,328	4,462,205	6,837,533
Administrative expenses	<u>10,189</u>	<u>520,632</u>	<u>530,821</u>
Total deductions	<u>2,385,517</u>	<u>4,982,837</u>	<u>7,368,354</u>
Change in net assets	(1,180,227)	5,169,324	3,989,097
Net assets-beginning	<u>13,219,068</u>	<u>66,881,950</u>	<u>80,101,018</u>
Net assets-ending	<u>\$ 12,038,841</u>	<u>\$ 72,051,274</u>	<u>\$ 84,090,115</u>

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**1. Defined Benefit Retirement Plan**

Plan Description and Provisions

Benefits are fully vested at the end of eight years of participation.

As of June 30, 2010, employee membership data related to the Plan was as follows:

Retirees and beneficiaries currently receiving benefits	176
Terminated employees entitled to but not yet receiving benefits	27
Active plan participants	<u>5</u>
Total	<u>208</u>

Those persons eligible for retirement benefits are as follows:

- a. Employee shall have reached the age of sixty-two (62) years and shall have been employed for a period of at least eight (8) years with Oklahoma County, the last two (2) years of service shall have been consecutive immediately preceding such retirement, and service with the County shall have ceased.
- b. Any employee who shall have completed eight (8) years of service as a County employee, the last two (2) years of which were consecutive, and who at the time of completing such eight (8) years of service shall not have reached the age of sixty-two (62) years, may elect to retire, such retirement benefits to begin when County employee shall have attained the age of sixty-two (62) years, provided that such election shall be in writing upon such forms as the Board of Trustees shall direct.
- c. Any employee who shall have completed thirty (30) years of service as a County employee, the last two (2) years of which were consecutive and attained age of fifty-five (55).
- d. Any employee whose age and years of creditable service with the County equal eighty (80).
- e. Any employee of the County covered by this who shall have completed eight (8) years of employment with this County and who by reason of disability shall become disabled to such an extent as to be unable to perform his/her duties as an employee may be entitled to disability retirement, and to such benefits as the Board of Trustees shall determine; provided, however, that the Board of Trustees shall find that said disability is total and permanent.

Disability Benefits

(1) Any employee of the County making an application for disability benefits may be required to provide the Board of Trustees sworn affidavits of at least two (2) physicians selected by the applicant at his own expense and showing that, in the opinion of such physicians, such disability is total and permanent in its nature.

(2) The Board may, if it so desires, appoint two (2) licensed physicians of its own choosing to examine the employee and such employee shall consent to said examination, and after such examination, if the said four (4) physicians be equally divided in their opinion the Trustees shall appoint a fifth (5th) licensed physician, the employee consenting to such examination. The question of eligibility, by reason of total permanent disability, shall be decided by the Board of Trustees after evaluation of opinion of all examining physicians.

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An income average shall be used by calculating the average income of the highest three (3) years for said employee during participation in said retirement system. Upon completion of each of the following years the listed percentages shall apply:

Year	<u>8<sup>th</sup></u>	<u>9<sup>th</sup></u>	<u>10<sup>th</sup></u>	<u>11<sup>th</sup></u>	<u>12<sup>th</sup></u>	<u>13<sup>th</sup></u>	<u>14<sup>th</sup></u>	<u>15<sup>th</sup></u>
Percentages	21.31%	23.98%	26.65%	29.32%	31.99%	34.66%	37.33%	40.00%

Sixteen (16) through thirty (30) years - an additional two percent (2%) of highest three (3) years average income per year.

For all years service after thirty (30) years, an additional one percent (1%) for each year's service. The sum of all creditable service shall not exceed thirty-five (35) years.

Death Benefits

If a married employee has completed eight years service but dies before he reaches the age of retirement, the surviving spouse shall receive benefits equal to 66 2/3% of benefits to be received by the employee under the plan at the assumed date of retirement.

If an employee receiving or eligible to receive retirement benefits dies, the surviving spouse shall receive retirement benefits in the amount of 66 2/3% of benefits the deceased was receiving, or was entitled to receive, for the remainder of the natural life of the surviving spouse.

Administrative Cost

Plan administration costs are paid by the county.

Summary of Significant Accounting Policies

Accrual Method of Accounting

The Employees' Retirement System of Oklahoma County financial statements are prepared on the accrual basis of accounting. Employer contributions are recognized in the period in which contributions are due and the County has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investment income is recognized as earned. The net appreciation or depreciation in the fair value of investments is recorded to investment income based on the valuation of investments at fiscal year-end.

Investments

Investments are reported at fair value. At June 30, 2010, no investments in any one organization, excluding U.S. government securities, represents 5% or more of the net assets available for pension benefits. There are no investments in loans to or leases with related parties.

The Employees' Retirement System of Oklahoma County issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained from the Oklahoma County Clerk's Office.

Funding Policy. Contributions are actuarially determined, and the plan is funded at the annual required contribution level as determined by the actuary.

As specified by the Plan, Oklahoma County contributes an amount equal to 12% of the annual compensation of its participating active employees' salary to the Plan. If an employee terminates employment with less than 8 years



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of service, he or she is entitled to receive only their actual contributions. In 1981, the Plan was amended to allow participating employees who were fifty-five years old or over and had fifteen years service to freeze their benefits at the level in effect at that time. No further employee contributions are required. During the fiscal year ended June 30, 2010, County contributions were \$709,032. Total payroll for employees covered by the plan was \$235,296.

Actuarial Present Value of Accumulated Plan Benefits

Accumulated plan benefits as of the end of the year are those future periodic payments that are attributable under the Plan's provisions to the service employees have rendered and include benefits expected to be paid to (a) retired employees, (b) beneficiaries of employees who have died, and (c) present employees or their beneficiaries.

Benefits under the Plan are based on the average of the employees' three highest years' compensation. The accumulated plan benefits for active employees are based on current compensation. Benefits payable under all circumstances - retirement, death, and disability - are included to the extent they are deemed attributable to employee service rendered to the end of the year.

The actuarial present value of accumulated plan benefits was determined by Milliman Consultants and Actuaries. The actuarial assumptions used in the valuation are intended to estimate future experience affecting projected benefit flow and investment earnings. The required contribution was determined by the actuarial valuation as of June 30, 2010 using the entry age normal actuarial cost method. Under this cost method, the actuarial present value of the projected benefits of each individual included in the valuation is allocated on a level basis over the earnings of the individual between entry age and assumed exit age. The portion of this actuarial present value allocated to a valuation year is called the Normal Cost. The portion of the actuarial present value not provided for at the valuation date by future Normal Costs is called the Actuarial Liability. The actuarial assumptions included (a) 6.0 percent investment rate of return and (b) projected salary increases due to inflation of 5 percent per year. The actuarial value of assets was determined by market value. The unfunded actuarial accrued liability is being amortized over 30 years and an open amortization period was utilized.

Annual Pension Cost and Net Pension Asset. The County's annual pension cost and net pension asset for the current year and the prior year are as follows:

	2010	2009
Annual required contribution	\$701,105	\$771,560
Interest on net pension asset	(220,731)	(217,999)
Adjustments to annual required contribution	267,264	263,956
Annual pension cost	747,638	817,517
Contributions made	709,032	863,045
Increase (decrease) in net pension asset	(38,606)	45,528
Net pension asset beginning of year	3,678,843	3,633,315
Net pension asset end of year	\$3,640,237	\$3,678,843

The annual required contribution for the current year was determined as part of the June 30, 2010 actuarial valuation using the assumptions cited above.

Three Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2008	\$706,788	104.7%	\$3,633,315
2009	\$817,517	105.6%	\$3,678,843
2010	\$747,638	94.8%	\$3,640,237

**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

Funded Status and Funding Progress. The unfunded actuarial accrued liability is being amortized under the entry age normal cost method over a period of thirty years. As of July 1, 2010 the funded status of the retirement plan was as follows:

	<u>2010</u>
Actuarial accrued liability (AAL)	\$22,633,034
Actuarial value of plan assets (AVA)	(\$12,038,841)
Unfunded actuarial accrued liability (UAAL)	\$10,594,193
Funded ratio (actuarial value of plan assets/AAL)	53%
Annual covered payroll (active plan members)	\$235,296
UAAL as a percentage of annual covered payroll	4,502.5%

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

A copy of the Defined Benefit Plan audit report can be obtained from the Finance Department of the Oklahoma County Clerk, 320 Robert S. Kerr, Room 203, Oklahoma City, OK 73102.

**2. Defined Contribution Retirement Plan**

Plan Description and Provisions. The Defined Contribution Plan is administered by Investrust. The County is responsible for making contributions as determined by written action of the County.

Eligibility for the Defined Contribution Plan. A full time employee shall be eligible to participate in the Plan, if actively employed after June 30, 1991, or on a leave of absence authorized by the Employer on that date. For purposes of determining eligibility, consecutive service prior to Retirement is not required.

Benefits of the Defined Contribution Plan are as follows:

- a. A Participant shall be entitled to receive the amount of their account, subject to vesting restrictions when their age plus years of service at least totals sixty (60), or if a participant's employment is terminated at an earlier age as the result of a Total and Permanent Disability.
- b. If a participant shall continue in active employment following their Normal Retirement Date, they shall continue to participate in the Plan. Upon actual retirement, such participant shall be entitled to receive the entire amount of their contribution account as of their actual retirement date.
- c. Upon the death of a vested participant, their beneficiary shall be entitled to receive the entire amount of the participant's vested contribution account.



**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

- d. If a participant's employment with the employer is terminated before their Normal Retirement Date for any reason other than Total and Permanent Disability or death, they shall be entitled to an amount equal to the "vested percentage" of their contribution account as set out in the Cash Out Policy.

A participant shall have vested and nonforfeitable rights in all or part of his Account represented by Employer Contributions. Beginning November 1, 2005, per Title 19 Chapter 25 § 956.2, any Participant hired prior to November 1, 2005, will receive contributions as set forth by the percentages in the applicable table here after set forth:

The Defined Contribution Plan allows for partial vesting as provided in the following schedule:

1. Twenty percent (20%) vesting upon the completion of two (2) years of service;
2. Forty percent (40%) vesting upon the completion of three (3) years of service;
3. Sixty percent (60%) vesting upon the completion of four (4) years of service;
4. Eighty percent (80%) vesting upon the completion of five (5) years of service;
5. One hundred percent (100%) vesting upon the completion of (6) years of service.

If partially vested upon termination, the vested portion is retained in the individual's account, while the non-vested portion will be forfeited upon the expiration of a six (6) month break in service. A plan participant whose employment terminates prior to approval from the Retirement Board to receive retirement benefits or who is no longer eligible to receive retirement benefits due to a change in employment may, after twelve (12) months from termination or change in status date, elect to withdraw one hundred percent (100%) of the employee's vested interest in the Retirement Plan.

- e. After the expiration of the twelve (12) month break in service, the amounts forfeited shall be used to offset prospective Employer contributions or to pay expenses associated with the Retirement Plan.

Any Participant hired on or after November 1, 2005, will be fully vested after five (5) years of service. The percentages in the applicable table hereafter set forth:

Years of Credited Service	Percentage of Employer Contributions Vested
0-5	0%
5	100%

Distribution of benefits under the Defined Contribution Plan to or for the benefit of the Participant shall be made by one of the following methods:

1. A lump sum distribution of the entire Account Balance, payable immediately.
2. An installment distribution consisting of approximately equal installations for a term not extending beyond the joint life expectancy (as calculated in accordance with Internal Revenue Service's Regulations on the Initial Distribution Date) of the Participant and their spouse.
3. Immediate Life Annuity – Certain with monthly payments guaranteed for lifetime, or a specified amount of months, if longer.
4. Immediate Annuity – Certain with a choice of monthly payments guaranteed.
5. Immediate Joint and Survivor-Life Annuity with monthly payments guaranteed for participants lifetime and that of the contingent annuitant following death. Payments made to contingent annuitant will be equal to a percentage of the monthly payment received by participant.



**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to the Financial Statements**  
**June 30, 2010**

6. Immediate Joint and Survivor-Life Annuity with monthly payments guaranteed for the lifetime of participant and that of the contingent annuitant following participant death, or for certain amount of months chosen, if longer.
7. Systematic payments of specified amounts until account is exhausted.
8. A single lump sum, of a specified amount, payable immediately, and systematic payments of specified amounts until account is exhausted.
9. An installment distribution consisting of approximately equal installments for a term not extending beyond the life expectancy (as calculated in accordance with Internal Revenue Service's Regulations) on the Initial Distribution Date of the participant and their spouse.

Summary of Significant Accounting Policies

Accrual Method of Accounting

The Employees' Retirement System of Oklahoma County financial statements are prepared on the accrual basis of accounting. Contributions are recognized as revenue in the period in which the employees provide services. Investment income is recognized as earned. The net appreciation or depreciation in the fair value of investments is recorded to investment income based on the valuation of investments at fiscal year-end.

Investments

Investments are reported at fair value. At June 30, 2010, no investments in any one organization, excluding U.S. government securities, represents 5% or more of the net assets available for pension benefits. There are no investments in loans to or leases with related parties.

Loans to Participants. During the 1998-99 fiscal year the Plan was amended to include a participant Loan Policy which states that each Plan Participant with a fully or partially vested account balance is eligible to participate. The maximum loan amount is the lesser of \$25,000 or 50% of the Participant's vested account balance. The minimum loan amount is \$1,000. The interest rate charged is the National Prime Rate of Interest and will be fixed for the life of the loan. During the current fiscal year a total of \$4,259,293 was loaned to participants, making total outstanding loans to participants at June 30, 2010 \$7,834,451.

Contribution Requirements and Contributions Made. As specified by the Plan, Oklahoma County contributes an amount equal to 12% of the annual compensation of its participating employees' salary to the Plan. During the fiscal year ending June 30, 2010, County contributions were \$5,610,507. The forfeiture account is a trust fund maintained by the Plan Administration and contains amounts previously contributed by the County but forfeited by terminated employees who had not become fully vested, or eligible to receive the total amount contributed by the County. Retirement benefits due to employees and beneficiaries at June 30, 2010 were \$72,051,277 at fair value, and are accounted for in a pension trust fund.

*Required  
Supplementary  
Information*







**OKLAHOMA COUNTY, OKLAHOMA  
EMPLOYEES' DEFINED BENEFIT RETIREMENT PLAN  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2010**

**SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	Net Assets Available for Benefits	Actuarial Accrued Liability	Unfunded Actuarial Liability	Funded Ratio	Annual Covered Payroll	Unfunded Actuarial Liability as a percentage of Covered Payroll
6/30/10	\$ 12,038,841	\$ 22,633,034	\$ 10,594,193	53.2%	\$ 235,296	4502.5%
6/30/09	13,219,068	22,408,204	9,189,136	59.0%	340,692	2697.2%
6/30/08	14,141,109	23,956,305	9,815,196	59.0%	605,412	1621.2%
6/30/07	14,872,761	22,827,035	7,954,274	65.2%	609,853	1304.3%
6/30/06	14,755,902	24,833,235	10,077,333	59.4%	659,989	1526.9%
6/30/05	16,501,770	24,508,409	8,006,639	67.3%	665,661	1202.8%

**SCHEDULE OF EMPLOYER CONTRIBUTIONS**

Fiscal Year Ending	Annual Required Contribution	Actual Contribution	Percentage Recognized
6/30/10	\$ 701,105	\$ 709,032	101.1%
6/30/09	771,560	863,045	111.9%
6/30/08	665,111	740,281	111.3%
6/30/07	833,669	1,543,091	185.1%
6/30/06	697,165	903,750	129.6%
6/30/05	750,879	1,180,212	157.2%

**OKLAHOMA COUNTY, OKLAHOMA  
OTHER POST EMPLOYMENT BENEFITS  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2010**

**SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAL as a percentage of Covered Payroll
7/1/2007	\$0	\$75,814,322	\$75,814,322	0.0%	N/A	N/A
7/1/2009	\$0	\$135,604,378	\$135,604,378	0.0%	\$ 50,336,973	269%

7-1-2007 was the first year of implementation.

**NOTES TO THE SCHEDULE OF FUNDING PROGRESS**

Unfunded Actuarial Accrued Liability (UAAL), July 1, 2007	\$75,814,322
Expected UAAL, July 1, 2009	90,420,067
Changes:	
Demographic (gain)/loss	(3,200,344)
Change in election percentage from 95% to 90%	(2,896,609)
Higher claims than expected	37,152,515
Premiums lower than expected	8,065,480
Change to Getzen trend model	6,063,269
Total Changes	<u>\$ 45,184,311</u>
UAAL, July 1, 2009	<u><u>\$ 135,604,378</u></u>

The AAL and UAAL as of the July 1, 2009 actuarial valuation changed significantly from the previous valuation as explained below.

There was a gain of \$3,200,344 due to demographic experience different than expected, including higher than expected turnover. In addition, the election percentage was changed from 95% to 90% due to plan experience, producing a gain of \$2,896,609.

The most significant cause of the increase in the UAAL is the higher than expected claims costs and the discovery that the 2007 data did not include prescription claims, which produced a loss of \$37,152,515. There was also a lower than expected increase in the retiree premiums resulting in a loss of \$8,065,480. The medical trend assumption was also changed to utilize the Getzen trend model which resulted in a total loss of \$6,063,269.

OKLAHOMA COUNTY, OKLAHOMA  
GENERAL FUND  
BUDGET TO ACTUAL COMPARISON SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual Amounts/ Budgetary Basis	Variance with Final Budget-
	Original	Final		Positive (Negative)
<b>REVENUES</b>				
<b>Property taxes</b>				
Advalorem Tax - Current	\$ 49,622,728	\$ 51,972,418	\$ 54,401,406	\$ 2,428,988
Advalorem Tax - Prior	1,117,893	1,023,337	1,423,611	400,274
Protest Tax Released	-	-	-	-
Misc Property Taxes	304,167	318,406	393,385	74,979
<b>Total Property taxes</b>	<b>51,044,788</b>	<b>53,314,161</b>	<b>56,218,402</b>	<b>2,904,241</b>
<b>Charges for services</b>				
County Clerk Fees	3,183,918	3,673,951	3,752,443	78,492
County Treasurer Fees	16,498	14,259	8,026	(6,233)
Public Records	8,978	8,026	7,762	(264)
Miscellaneous Charge for Services	1,034	809	753	(56)
<b>Total Charges for Services</b>	<b>3,210,428</b>	<b>3,697,045</b>	<b>3,768,984</b>	<b>71,939</b>
<b>Intergovernmental revenues</b>				
Motor Vehicle Stamps	246,023	243,936	251,717	7,781
Motor Vehicle Collections	895,917	903,704	1,004,116	100,412
Revaluation - Cities & Schools	2,654,803	2,579,355	2,579,357	2
Juvenile Detention-Lunches	134,699	126,236	128,201	1,965
Juvenile Detention Services	2,610,144	2,501,448	2,437,562	(63,886)
Juv. Justice - Maintenance	30,390	30,390	30,390	-
Juv. Justice - Alt Detention/Transportation	517,851	517,852	12,957	(504,895)
Juv. Justice - DHS Rent	14,990	14,967	517,852	502,885
Juvenile - Link	49,387	17,280	18,646	1,366
Sheriff-SCAAP Grant	-	-	201,347	201,347
D A Revolving	150,000	150,000	135,370	(14,630)
Election Board - Salary	74,498	74,498	74,477	(21)
Election Board - Expense	23,036	27,871	105,247	77,376
Election Board - Municipality Reimb	-	46,395	28,739	(17,656)
Court Fund Maintenance	600,000	600,000	600,000	-
Court Fund Payroll Reimb	350,780	289,191	281,329	(7,862)
Court Revolving Fund reimb	596,000	596,000	380,000	(216,000)
Pharmacy Reimb	193,000	193,000	178,441	(14,559)
<b>Total Intergovernmental revenues</b>	<b>9,141,518</b>	<b>8,912,123</b>	<b>8,965,748</b>	<b>53,625</b>
<b>Interest income</b>	<b>214,000</b>	<b>214,000</b>	<b>209,717</b>	<b>(4,283)</b>
<b>Miscellaneous revenue</b>				
Public Building Authority Admin Overhead	32,160	32,160	25,462	(6,698)
Public Building Authority Trigen Reimb	91,180	87,542	70,875	(16,667)
Royalty	149,773	125,483	94,150	(31,333)
Rental	87,977	87,978	83,188	(4,790)
Reimburse Resale Property Exp.	-	-	-	-
Retirement Reimb for Bailiffs	7,946	7,946	7,946	-
911 Assoc	8,273	8,287	7,063	(1,224)
Remington Park - Admission Fees	101,127	101,630	82,967	(18,663)
Miscellaneous Reimbursements	55,286	54,951	436,129	381,178
<b>Total Miscellaneous revenues</b>	<b>533,722</b>	<b>505,977</b>	<b>807,780</b>	<b>301,803</b>
<b>Total revenues</b>	<b>\$ 64,144,456</b>	<b>\$ 66,643,306</b>	<b>\$ 69,970,631</b>	<b>\$ 3,327,325</b>



OKLAHOMA COUNTY, OKLAHOMA  
GENERAL FUND  
BUDGET TO ACTUAL COMPARISON SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual Amounts/ Budgetary Basis	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>EXPENDITURES</b>				
Current:				
<b>General government</b>				
General government:				
Salary and Wages	1,200	1,200	1,200	-
Fringe Benefits	8,048	8,048	8,038	10
Travel	-	3,900	2,743	1,157
Operating Expenditures	5,791,040	5,374,874	5,308,301	66,573
Capital Outlay	-	-	-	-
County commissioners:				
Salary and Wages	371,144	212,850	208,424	4,426
Fringe Benefits	97,602	58,466	56,192	2,274
Travel	21,600	10,800	10,800	-
Operating Expenditures	5,699	4,929	4,186	743
Capital Outlay	-	-	-	-
Assessor regular:				
Salary and Wages	1,461,601	1,483,248	1,476,947	6,301
Fringe Benefits	520,809	539,162	536,441	2,721
Travel	15,652	15,652	14,390	1,262
Operating Expenditures	161,525	181,525	181,250	275
Capital Outlay	19,764	19,764	19,758	6
Assessor visual inspection:				
Salary and Wages	1,778,284	1,778,284	1,693,390	84,894
Fringe Benefits	666,377	666,377	631,126	35,251
Travel	91,550	91,550	69,277	22,273
Operating Expenditures	480,395	480,395	468,340	12,055
Capital Outlay	27,000	27,000	26,982	18
Treasurer:				
Salary and Wages	337,553	282,553	269,493	13,060
Fringe Benefits	119,371	104,371	92,304	12,067
Travel	4,800	4,800	4,800	-
Operating Expenditures	121,060	121,060	111,719	9,341
Capital Outlay	4,000	4,000	3,400	600
Court clerk:				
Salary and Wages	4,219,235	4,124,235	3,918,495	205,740
Fringe Benefits	1,489,167	1,614,167	1,602,523	11,644
Travel	10,000	10,000	7,406	2,594
Operating Expenditures	238,267	208,267	199,344	8,923
Capital Outlay	-	-	-	-
County clerk:				
Salary and Wages	1,796,224	1,795,224	1,789,392	5,832
Fringe Benefits	629,761	623,761	618,067	5,694
Travel	17,400	17,400	15,700	1,700
Operating Expenditures	180,494	190,494	188,908	1,587
Capital Outlay	60,580	57,580	56,418	1,162
Excise & equalization:				
Salary and Wages	23,699	20,999	14,550	6,449
Fringe Benefits	1,928	1,928	1,113	815
Travel	5,394	5,394	580	4,814
Operating Expenditures	11,880	11,880	7,360	4,520
Capital Outlay	6,932	9,632	4,689	4,943
County audit:				
Salary and Wages	459,277	520,327	400,000	120,327
Fringe Benefits	-	-	-	-
Travel	2,500	5,000	-	5,000
Operating Expenditures	26,936	55,695	25,413	30,282
Capital Outlay	3,000	4,572	1,428	3,144
District attorney - state:				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	-	-	-	-
Operating Expenditures	135,000	135,000	134,199	801
Capital Outlay	15,000	15,000	3,319	11,681

See the notes to these required supplementary information schedules.

OKLAHOMA COUNTY, OKLAHOMA  
GENERAL FUND  
BUDGET TO ACTUAL COMPARISON SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual Amounts/ Budgetary Basis	Variance with Final Budget- Positive (Negative)
	Original	Final		
District attorney - county:				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	-	-	-	-
Operating Expenditures	69,734	69,679	67,897	1,782
Capital Outlay	-	55	55	-
Public defender:				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	-	-	-	-
Operating Expenditures	44,000	45,002	45,002	-
Capital Outlay	8,000	6,998	6,998	-
Purchasing:				
Salary and Wages	172,793	173,643	173,483	160
Fringe Benefits	54,937	54,937	52,203	2,734
Travel	4,800	3,267	3,267	1
Operating Expenditures	11,730	11,843	11,693	150
Capital Outlay	3,200	3,771	3,771	-
Election board:				
Salary and Wages	759,054	685,471	665,276	20,195
Fringe Benefits	220,740	217,887	192,883	25,004
Travel	24,743	23,200	5,410	17,790
Operating Expenditures	193,989	156,022	149,423	6,599
Capital Outlay	-	4,340	3,758	582
BOCC HR/Environmental Health & Safety:				
Salary and Wages	323,803	317,703	292,439	25,264
Fringe Benefits	112,500	110,000	106,766	3,234
Travel	1,500	4,800	4,537	263
Operating Expenditures	17,500	22,500	21,746	754
Capital Outlay	3,000	3,300	2,614	686
MIS				
Salary and Wages	998,475	1,024,386	1,024,319	67
Fringe Benefits	342,568	338,768	338,185	583
Travel	30,300	8,300	8,228	72
Operating Expenditures	1,011,109	904,497	903,665	832
Capital Outlay	71,000	177,500	177,362	138
Facilities Management:				
Salary and Wages	765,040	632,040	631,620	420
Fringe Benefits	245,457	245,457	208,362	37,095
Travel	3,000	1,000	780	220
Operating Expenditures	229,363	285,363	284,580	783
Capital Outlay	16,000	80,000	74,382	5,618
Facilities Management-Custodial				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	-	-	-	-
Operating Expenditures	252,551	252,551	252,507	44
Capital Outlay	-	-	-	-
Planning Commission				
Salary and Wages	100,000	92,106	92,106	-
Fringe Benefits	28,545	35,268	35,268	-
Travel	-	-	-	-
Operating Expenditures	2,000	1,440	1,440	-
Capital Outlay	-	1,731	1,400	331
Court Services				
Salary and Wages	404,010	389,163	389,163	0
Fringe Benefits	162,313	162,313	150,283	12,030
Travel	-	-	-	-
Operating Expenditures	-	14,847	14,796	51
Capital Outlay	-	-	-	-

See the notes to these required supplementary information schedules.

OKLAHOMA COUNTY, OKLAHOMA  
GENERAL FUND  
BUDGET TO ACTUAL COMPARISON SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual Amounts/ Budgetary Basis	Variance with Final Budget- Positive (Negative)
	Original	Final		
Total General Governmental	28,126,502	27,462,511	26,586,070	876,441
<b>Public Safety</b>				
Sheriff:				
Salary and Wages	18,400,000	18,622,936	18,622,936	-
Fringe Benefits	6,308,206	7,029,273	7,029,273	-
Travel	-	-	-	-
Operating Expenditures	3,500,000	3,757,344	3,757,344	-
Capital Outlay	-	210,640	210,640	-
Juvenile Justice Center:				
Salary and Wages	4,324,284	4,147,094	4,127,145	19,949
Fringe Benefits	1,473,689	1,619,679	1,597,601	22,078
Travel	19,033	19,033	18,118	915
Operating Expenditures	654,488	840,988	795,671	45,317
Capital Outlay	45,000	78,700	78,396	304
Emergency Management:				
Salary and Wages	159,264	149,264	147,960	1,305
Fringe Benefits	61,379	61,379	51,199	10,180
Travel	5,000	5,000	4,077	923
Operating Expenditures	94,875	84,125	79,897	4,228
Capital Outlay	52,792	73,542	73,270	272
Total Public Safety	35,098,010	36,698,997	36,593,526	105,470
<b>Health &amp; Welfare</b>				
Social Services:				
Salary and Wages	559,584	489,084	486,467	2,617
Fringe Benefits	220,583	175,583	173,466	2,117
Travel	7,000	2,000	1,854	146
Operating Expenditures	1,044,341	964,841	960,887	3,954
Capital Outlay	8,000	8,000	7,998	2
Economic development:				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	-	-	-	-
Operating Expenditures	223,439	223,439	100,000	123,439
Capital Outlay	-	-	-	-
Total Health and Welfare	2,062,947	1,862,947	1,730,672	132,275
<b>Culture &amp; Recreation</b>				
Free Fair:				
Salary and Wages	8,200	7,887	7,887	-
Fringe Benefits	627	603	603	-
Travel	-	-	-	-
Operating Expenditures	54,481	54,818	54,763	55
Capital Outlay	-	-	-	-
Total Culture and Recreation	63,308	63,308	63,253	55
<b>Education</b>				
OSU Extension:				
Salary and Wages	18,265	18,265	18,165	100
Fringe Benefits	13,960	13,960	13,555	405
Travel	2,550	2,550	1,987	563
Operating Expenditures	452,410	469,410	440,103	29,307
Capital Outlay	7,375	10,375	8,404	1,971
Total Education	494,560	514,560	482,214	32,346
<b>Road &amp; Highway</b>				
District #1:				
Salary and Wages	151,870	133,370	132,202	1,168
Fringe Benefits	41,480	37,230	36,745	485
Travel	5,000	500	249	251
Operating Expenditures	80,294	109,544	109,431	113
Capital Outlay	2,000	-	-	-
District #2:				
Salary and Wages	129,171	129,171	129,090	81

See the notes to these required supplementary information schedules.



OKLAHOMA COUNTY, OKLAHOMA  
GENERAL FUND  
BUDGET TO ACTUAL COMPARISON SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual Amounts/ Budgetary Basis	Variance with Final Budget- Positive (Negative)
	Original	Final		
Fringe Benefits	42,600	42,600	33,976	8,624
Travel	3,000	3,000	1,028	1,972
Operating Expenditures	18,389	18,389	18,281	108
Capital Outlay	-	-	-	-
District #3:				
Salary and Wages	124,000	132,630	132,630	-
Fringe Benefits	42,000	35,241	35,241	-
Travel	6,000	2,629	2,629	-
Operating Expenditures	10,881	13,681	13,681	-
Capital Outlay	-	-	-	-
Engineer:				
Salary and Wages	331,444	331,444	331,444	-
Fringe Benefits	108,297	108,297	107,581	716
Travel	8,500	7,514	7,326	188
Operating Expenditures	30,068	31,131	31,123	8
Capital Outlay	2,300	2,223	2,223	-
Total Road and Highway	<u>1,137,294</u>	<u>1,138,594</u>	<u>1,124,878</u>	<u>13,715</u>
Total expenditures and encumbrances	<u>66,982,621</u>	<u>67,740,917</u>	<u>66,580,613</u>	<u>1,160,303</u>
Excess of revenues over/(under) expenditures	<u>(2,838,165)</u>	<u>(1,097,611)</u>	<u>3,390,017</u>	<u>4,487,628</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from other funds		-	-	-
Transfers to other funds	<u>(2,587,430)</u>	<u>(4,533,891)</u>	<u>(4,533,891)</u>	-
Total other financing sources (uses)	<u>(2,587,430)</u>	<u>(4,533,891)</u>	<u>(4,533,891)</u>	-
Net change in fund balances	<u>(5,425,595)</u>	<u>(5,631,502)</u>	<u>(1,143,874)</u>	<u>4,487,628</u>
Fund balances - beginning	<u>5,425,595</u>	<u>5,631,502</u>	<u>8,645,894</u>	<u>3,014,392</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,502,020</u>	<u>\$ 7,502,020</u>
<b>RECONCILIATION TO GAAP-BASIS FUND BALANCE</b>				
Property taxes receivable			4,597,479	
Accounts payable			(1,300,490)	
Accrued interest			17,489	
Accounts receivable			786,445	
Intergovernmental receivable			452,991	
Deferred revenue			(4,016,880)	
Current year encumbrances			2,876,104	
Adjustment to prior year reserve for encumbrances			(2,494,113)	
Reserve for inventory			304,683	
Self-insurance funds net activity (cash basis)			176,014	
Total Reconciling items			<u>1,399,722</u>	
Fund balance, June 30, 2010 (GAAP Basis)			<u>\$ 8,901,742</u>	

**OKLAHOMA COUNTY, OKLAHOMA**  
**Notes to Required Supplementary Information**  
**June 30, 2010**

**Note I. Budgetary Data**

Budgets are submitted annually in accordance with the budget act and are prepared on the cash basis. Revenues are budgeted in the year receipt is expected. Expenditures, which include encumbrances, are budgeted in the year that the applicable purchase orders are expected to be issued. The budget and actual financial schedules are reported on this basis. Unencumbered appropriations for annually budgeted funds lapse ninety days after fiscal year-end. Budgets are adopted on a basis consistent with State legal requirements. An annual appropriated budget is adopted for the general fund and debt service fund. Other funds do not have legally adopted annual budgets. Appropriations for these funds are made on a monthly basis, according to the funds available.

*Combining and  
Individual Fund  
Financial  
Statements and  
Schedules*







# NON-MAJOR GOVERNMENTAL FUNDS

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## ***Special Revenue Funds***

*Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted, usually by statute, to expenditure for specific purposes.*

***Resale Property*** – For the collection of interest and penalties on delinquent taxes and the expenditures incurred to sell abandoned properties.

***Treasurer's Mortgage Fee*** – For the collection of certification fees by the treasurer and restricted expenditures.

***County Clerk Lien Fee*** – For the collection of fees for mailing notices of mechanic liens and restricted expenditures.

***UCC Central Filing Fee*** – For the collection of fees and expenditures for filing Uniform Commercial Code financing statements.

***Records Management & Preservation*** – For the collection of fees and expenditures for the purpose of preserving, maintaining and archiving recorded instruments.

***Sheriff Service Fee*** – For the collection and processing of miscellaneous fees and the restricted expenditures.

***Making the Grade*** – For the collection and expenditures of public donations for a school-to-work transition program.

***Assessor's Revolving Fee*** – For the collection and expenditures of fees for furnishing copies of records and maps by the Assessor.

***Juvenile Probation Fee*** – For the collection and expenditures of probation fees of juveniles.

***Juvenile Grant Fund*** – For the collection and expenditures of numerous state and federal grants for various juvenile offender programs in accordance with the terms of the grant agreements.

***Planning Commission*** – For the collection and expenditures of permit fees and petitions for amendments to zoning regulations.

***Local Emergency Planning Commission*** – For the collection and expenditures of federal grant funds for hazardous materials emergency planning.

# **NON-MAJOR GOVERNMENTAL FUNDS**

*(Continued)*

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**Emergency Management** – For the collection and expenditures of federal grant funds for the general operation of the Emergency Management department.

**Community Service Fee Fund** – For the collection and expenditures of fees of persons sentenced by the court to perform community service.

**Community Sentencing** – For the collection and expenditures of Department of Corrections reimbursement.

**Drug Court** – For the collection and expenditures of state funding for the newly developed drug court program.

**Drug Court User Fee Fund** – For the collection and expenditures of user fees collected from offenders through the drug court program.

**Mental Health Court Fund** – For the collection and expenditures of state funding for the county mental health program which include drug testing and participant incentives.

## **Capital Project Funds**

Capital project funds are used to account for all major capital improvements, except those reported in proprietary funds.

**Capital Projects Regular** – Established to be used for various capital improvement projects. The funds major financial resource is transfers from General Fund.

**Capital Projects Districts** – For the remaining fund balance of funds for highway capital projects.

**Capital Projects Tinker I** – For the collection and expenditures of the remaining fund balance and interest earned from proceeds of a bond issue for the acquisition and clearing of land surrounding Tinker Air Force base.

**Capital Projects Tinker II** – Accounts for the proceeds of general obligation bonds for the purpose of acquiring property in the vicinity of Tinker Air Force Base in order to provide for the safety of those citizens of the County as well as provide for the continued assurance of the economic well being of Oklahoma County and its citizens.

**Jail Facility** – For the collection and expenditures of a temporary sales tax for the construction of the Oklahoma County jail.

**Sale of Property** – For the collection and expenditure of funds received from the sale of land, sites or structures.



OKLAHOMA COUNTY, OKLAHOMA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2010

	Special Revenue									
	Resale Property	Treasurer's Mortgage Fee	County Clerk's Lien Fee	UCC Central Filing	Records Management & Preservation	Sheriff Service Fee	Making the Grade	Assessor's Revolving Fee	Juvenile Probation Fee	
<b>ASSETS</b>										
Cash and cash equivalents	\$ 3,451,077	\$ 341,190	\$ 215,101	\$ 678,599	\$ 731,722	\$ 2,357,080	\$ -	\$ 96,352	\$ 135,512	
Investments	297,612	29,424	18,550	58,521	63,102	203,269	-	8,309	11,686	
Property taxes receivable	937,006	-	-	-	-	-	-	-	-	
Interest receivable	-	-	-	3	4	699	-	-	-	
Accounts receivable	-	-	-	-	-	264,745	-	4,125	-	
Intergovernmental receivable	-	-	-	-	-	-	-	-	-	
<b>Total Assets</b>	<b>\$ 4,685,695</b>	<b>\$ 370,614</b>	<b>\$ 233,651</b>	<b>\$ 737,123</b>	<b>\$ 794,828</b>	<b>\$ 2,825,793</b>	<b>\$ -</b>	<b>\$ 108,786</b>	<b>\$ 147,198</b>	
<b>LIABILITIES AND FUND BALANCES</b>										
Liabilities:										
Accounts payable	\$ 31,242	\$ 2,826	\$ 6,832	\$ 22,107	\$ 16,869	\$ 393,491	\$ -	\$ -	\$ 5,950	
Deferred revenue	-	-	-	-	-	-	-	-	-	
<b>Total Liabilities</b>	<b>31,242</b>	<b>2,826</b>	<b>6,832</b>	<b>22,107</b>	<b>16,869</b>	<b>393,491</b>	<b>-</b>	<b>-</b>	<b>5,950</b>	
Fund Balances:										
Reserved for encumbrances	46,479	4,570	7,670	-	10,295	313,832	-	-	7,200	
Unreserved, reported in:										
Special revenue funds	4,607,974	363,218	219,149	715,016	767,664	2,118,470	-	108,786	134,048	
Debt service	-	-	-	-	-	-	-	-	-	
Capital projects funds	-	-	-	-	-	-	-	-	-	
<b>Total fund balances</b>	<b>4,654,453</b>	<b>367,788</b>	<b>226,819</b>	<b>715,016</b>	<b>777,959</b>	<b>2,432,302</b>	<b>-</b>	<b>108,786</b>	<b>141,248</b>	
<b>Total liabilities and fund balances</b>	<b>\$ 4,685,695</b>	<b>\$ 370,614</b>	<b>\$ 233,651</b>	<b>\$ 737,123</b>	<b>\$ 794,828</b>	<b>\$ 2,825,793</b>	<b>\$ -</b>	<b>\$ 108,786</b>	<b>\$ 147,198</b>	

(continued)

OKLAHOMA COUNTY, OKLAHOMA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2010

	Special Revenue							Total	
	Juvenile Grant Fund	Local Emergency Planning Comm	Emergency Management	Community Service Fee	Community Sentencing	Drug Court	Drug Court User Fee		Mental Health Court Fund
<b>ASSETS</b>									
Cash and cash equivalents	\$ 795,699	\$ 36,026	\$ 128,186	\$ 120,881	\$ 822,226	\$ 359,621	\$ 100,147	\$ 31,941	\$ 10,412,517
Investments	68,619	3,107	11,055	10,424	70,907	31,013	8,636	2,755	897,951
Property taxes receivable	-	-	-	-	-	-	-	-	937,006
Interest receivable	-	-	-	-	-	-	-	-	706
Accounts receivable	-	2,050	-	-	-	-	-	-	270,920
Intergovernmental receivable	-	-	-	-	15,793	-	-	-	15,793
<b>Total Assets</b>	<b>\$ 864,318</b>	<b>\$ 41,183</b>	<b>\$ 139,241</b>	<b>\$ 131,305</b>	<b>\$ 908,926</b>	<b>\$ 390,634</b>	<b>\$ 108,783</b>	<b>\$ 34,696</b>	<b>\$ 12,534,893</b>
<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities:</b>									
Accounts payable	\$ 3,329	\$ 5,283	\$ -	\$ 9,523	\$ 6,606	\$ 70,100	\$ -	\$ 1,356	\$ 575,514
Deferred revenue	-	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>3,329</b>	<b>5,283</b>	<b>-</b>	<b>9,523</b>	<b>6,606</b>	<b>70,100</b>	<b>-</b>	<b>1,356</b>	<b>575,514</b>
<b>Fund Balances:</b>									
Reserved for encumbrances	12,254	2,075	-	2,093	11,505	1,169	-	956	420,098
Unreserved, reported in:									
Special revenue funds	848,735	33,825	139,241	119,689	890,815	319,365	108,783	32,384	11,539,281
Debt service	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>860,989</b>	<b>35,900</b>	<b>139,241</b>	<b>121,782</b>	<b>902,320</b>	<b>320,534</b>	<b>108,783</b>	<b>33,340</b>	<b>11,959,379</b>
<b>Total liabilities and fund balances</b>	<b>\$ 864,318</b>	<b>\$ 41,183</b>	<b>\$ 139,241</b>	<b>\$ 131,305</b>	<b>\$ 908,926</b>	<b>\$ 390,634</b>	<b>\$ 108,783</b>	<b>\$ 34,696</b>	<b>\$ 12,534,893</b>

(continued)

OKLAHOMA COUNTY, OKLAHOMA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2010

Capital Projects

	Capital Projects Regular	Capital Projects Districts	Capital Projects Tinker I	Jail Facility	Sale of Property	Tinker Clearing II	Total	Total Nonmajor Governmental Funds
<b>ASSETS</b>								
Cash and cash equivalents	\$ 364,152	\$ 436,819	\$ 9,343	\$ 10,437	\$ 6,972	\$ 2,582,926	\$ 3,410,649	\$ 13,823,166
Investments	31,404	37,670	806	900	601	222,745	294,126	1,192,077
Property taxes receivable	-	-	-	-	-	-	-	937,006
Interest receivable	2	-	-	-	-	563	565	1,271
Accounts receivable	-	-	-	-	-	-	-	270,920
Intergovernmental receivable	-	-	-	-	-	-	-	15,793
<b>Total Assets</b>	<b>\$ 395,558</b>	<b>\$ 474,489</b>	<b>\$ 10,149</b>	<b>\$ 11,337</b>	<b>\$ 7,573</b>	<b>\$ 2,806,234</b>	<b>\$ 3,705,340</b>	<b>\$ 16,240,233</b>

**LIABILITIES AND FUND BALANCES**

<b>Liabilities:</b>								
Accounts payable	\$ 29,839	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,839	\$ 605,353
Deferred revenue	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>29,839</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29,839</b>	<b>605,353</b>
<b>Fund Balances:</b>								
Reserved for encumbrances	17,200	10,000	-	-	-	-	27,200	447,298
Unreserved, reported in:								
Special revenue funds	-	-	-	-	-	-	-	11,539,281
Debt service	-	-	-	-	-	-	-	-
Capital projects funds	348,519	464,489	10,149	11,337	7,573	2,806,234	3,648,301	3,648,301
Total fund balances	365,719	474,489	10,149	11,337	7,573	2,806,234	3,675,501	15,634,880
<b>Total liabilities and fund balances</b>	<b>\$ 395,558</b>	<b>\$ 474,489</b>	<b>\$ 10,149</b>	<b>\$ 11,337</b>	<b>\$ 7,573</b>	<b>\$ 2,806,234</b>	<b>\$ 3,705,340</b>	<b>\$ 16,240,233</b>



**OKLAHOMA COUNTY, OKLAHOMA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	Special Revenue									
	Resale Property	Treasurer's Mortgage Fee	County Clerk's Lien Fee	UCC Central Filing	Records Management & Preservation	Sheriff Service Fee	Making the Grade	Assessor's Revolving Fee	Juvenile Probation Fee	
<b>REVENUES</b>										
Property taxes	\$ 4,241,606	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	146,560	95,966	771,496	807,290	3,098,160	-	30,052	42,866	-
Intergovernmental revenues	-	-	-	-	-	217,426	-	-	-	-
Investment income (loss)	-	-	-	370	325	9,356	-	-	-	-
Miscellaneous revenue	-	-	-	-	50	-	-	-	-	-
Total revenues	\$ 4,241,606	\$ 146,560	\$ 95,966	\$ 771,866	\$ 807,665	\$ 3,324,942	\$ -	\$ 30,052	\$ 42,866	\$ -
<b>EXPENDITURES</b>										
Current:										
General government	3,956,733	272,161	67,050	1,030,493	1,085,659	-	-	-	-	-
Public safety	-	-	-	-	-	2,370,973	-	-	22,820	-
Health and welfare	-	-	-	-	-	-	-	-	-	-
Roads and highways	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Capital outlay	9,254	16,356	190,522	485,096	59,124	448,371	-	10,347	-	-
Total expenditures	3,965,987	288,517	257,572	1,515,589	1,144,783	2,819,344	-	10,347	22,820	-
Excess(deficiency) of revenues over(under) expenditures	275,619	(141,957)	(161,606)	(743,723)	(337,118)	505,598	-	19,705	20,046	-
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers from other funds	-	-	-	-	-	-	-	-	-	-
Transfers to other funds	(700,000)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(700,000)	-	-	-	-	-	-	-	-	-
Net change in fund balances	(424,381)	(141,957)	(161,606)	(743,723)	(337,118)	505,598	-	19,705	20,046	-
Fund balances-beginning	5,078,834	509,745	388,425	1,458,739	1,115,077	1,926,704	-	89,081	121,202	-
Fund balances-ending	\$ 4,654,453	\$ 367,788	\$ 226,819	\$ 715,016	\$ 777,959	\$ 2,432,302	\$ -	\$ 108,786	\$ 141,248	\$ -

(continued)

**OKLAHOMA COUNTY, OKLAHOMA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	Special Revenue										Total
	Juvenile Grant Fund	Local Planning Commission	Emergency Planning Comm	Emergency Management	Community Service Fee	Community Sentencing	Drug Court User Fee	Drug Court User Fee	Mental Health Court Fund	Mental Health Court Fund	
<b>REVENUES</b>											
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,241,606
Charges for services	-	166,713	7,000	-	134,739	209,803	-	-	-	-	5,510,645
Intergovernmental revenues	362,237	-	-	46,637	-	814,900	581,300	74,917	12,500	-	2,109,917
Investment income (loss)	-	-	-	-	-	-	-	-	-	-	10,051
Miscellaneous revenue	-	-	-	-	-	-	-	-	-	-	50
Total revenues	\$ 362,237	\$ 166,713	\$ 7,000	\$ 46,637	\$ 134,739	\$ 1,024,703	\$ 581,300	\$ 74,917	\$ 12,500	\$ -	\$ 11,872,269
<b>EXPENDITURES</b>											
Current:											
General government	-	197,455	-	-	140,458	-	371,129	38,712	8,580	-	7,168,430
Public safety	302,090	-	5,000	5,300	-	1,074,764	-	-	-	-	3,780,947
Health and welfare	-	-	-	-	-	-	-	-	-	-	-
Roads and highways	-	-	-	-	-	-	-	-	-	-	-
Debt service:											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	21,831	-	-	38,186	2,205	30,993	144	-	-	-	1,312,429
Total expenditures	323,921	197,455	5,000	43,486	142,663	1,105,757	371,273	38,712	8,580	-	12,261,806
Excess(deficiency) of revenues over(under) expenditures	38,316	(30,742)	2,000	3,151	(7,924)	(81,054)	210,027	36,205	3,920	-	(389,537)
<b>OTHER FINANCING SOURCES (USES)</b>											
Transfers from other funds	-	-	-	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-	-	-	(700,000)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	(700,000)
Net change in fund balances	38,316	(30,742)	2,000	3,151	(7,924)	(81,054)	210,027	36,205	3,920	-	(1,089,537)
Fund balances-beginning	822,673	66,642	10,119	136,090	129,706	983,374	110,507	72,578	29,420	-	13,048,916
Fund balances-ending	\$ 860,989	\$ 35,900	\$ 12,119	\$ 139,241	\$ 121,782	\$ 902,320	\$ 320,534	\$ 108,783	\$ 33,340	\$ -	\$ 11,959,379

(continued)

**OKLAHOMA COUNTY, OKLAHOMA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

**Capital Projects**

	Capital Projects Regular	Capital Projects Districts	Capital Projects Tinker I	Jail Facility	Sale of Property	Tinker Clearing II	Total	Total Nonmajor Governmental Funds
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,241,606
Charges for services	-	-	-	6	-	-	6	5,510,651
Intergovernmental revenues	78,000	1,500,000	-	-	-	-	1,578,000	3,687,917
Investment income (loss)	190	-	2	-	2	6,894	7,088	17,139
Miscellaneous revenue	-	-	-	-	-	-	-	50
Total revenues	\$ 78,190	\$ 1,500,000	\$ 2	\$ 6	\$ 2	\$ 6,894	\$ 1,585,094	\$ 13,457,363
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	55,416	-	-	55,416	7,223,846
Public safety	-	-	-	-	-	-	-	3,780,947
Health and welfare	-	-	-	-	-	-	-	-
Roads and highways	-	-	-	-	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Capital outlay	217,554	2,625,840	-	35,074	-	23,700	2,902,168	4,214,597
Total expenditures	217,554	2,625,840	-	90,490	-	23,700	2,957,584	15,219,390
Excess(deficiency) of revenues over(under) expenditures	(139,364)	(1,125,840)	2	(90,484)	2	(16,806)	(1,372,490)	(1,762,027)
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers from other funds	-	-	-	29,250	-	-	29,250	29,250
Transfers to other funds	(100,000)	-	-	-	-	-	(100,000)	(800,000)
Total other financing sources (uses)	(100,000)	-	-	29,250	-	-	(70,750)	(770,750)
Net change in fund balances	(239,364)	(1,125,840)	2	(61,234)	2	(16,806)	(1,443,240)	(2,532,777)
Fund balances-beginning	605,083	1,600,329	10,147	72,571	7,571	2,823,040	5,118,741	18,167,657
Fund balances-ending	\$ 365,719	\$ 474,489	\$ 10,149	\$ 11,337	\$ 7,573	\$ 2,806,234	\$ 3,675,501	\$ 15,634,880



**OKLAHOMA COUNTY, OKLAHOMA**  
**DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	<u>Original Budget</u>	<u>Revisions</u>	<u>Revised Budget</u>	<u>Total Actual</u>	<u>Variance</u>
<b>REVENUES</b>					
Property taxes	\$ 13,785,921	\$ -	\$ 13,785,921	\$ 13,266,733	\$ (519,188)
Investment income	-	-	-	1,528	1,528
Total revenues	<u>13,785,921</u>	<u>-</u>	<u>13,785,921</u>	<u>13,268,261</u>	<u>(517,660)</u>
<b>EXPENDITURES</b>					
Redemption of debt	10,774,189	-	10,774,189	5,272,905	5,501,284
Interest	5,404,899	-	5,404,899	4,636,681	768,218
Total expenditures	<u>16,179,088</u>	<u>-</u>	<u>16,179,088</u>	<u>9,909,586</u>	<u>6,269,502</u>
Excess(deficiency) of revenues over(under) expenditures	<u>(2,393,167)</u>	<u>-</u>	<u>(2,393,167)</u>	<u>3,358,675</u>	<u>5,751,842</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers from other funds	-	-	-	-	-
Net change in fund balances	<u>(2,393,167)</u>	<u>-</u>	<u>(2,393,167)</u>	<u>3,358,675</u>	<u>5,751,842</u>
Fund balance-beginning (Non-GAAP budgetary basis)	3,646,433	-	3,646,433	3,646,433	-
Fund balance-ending (Non-GAAP budgetary basis)	<u>\$ 1,253,266</u>	<u>\$ -</u>	<u>\$ 1,253,266</u>	<u>\$ 7,005,108</u>	<u>\$ 5,751,842</u>
<b>ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES</b>					
Property tax receivable				858,263	
Interest receivable				53	
Deferred revenue				<u>(737,409)</u>	
<b>Fund balance-ending (GAAP basis)</b>				<u>\$ 7,126,015</u>	

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# ***FIDUCIARY FUNDS***

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*Fiduciary funds are used to report assets held in a trustee or agency capacity for others and cannot be used to support the County's programs.*

***Agency Funds*** – *Used to report resources held by the County in a purely custodial capacity (assets equal liabilities). Agency funds involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, or other governments.*





**OKLAHOMA COUNTY, OKLAHOMA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**Fiscal Year Ended June 30, 2010**

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<b>SCHOOLS</b>				
<u>Assets:</u>				
Cash and investments	\$ 6,169,180	\$ 475,041,789	\$ 474,808,028	\$ 6,402,941
Ad valorem taxes receivable	25,011,089	32,056,455	25,011,089	32,056,455
Due from other governments	903,890	507,883	903,890	507,883
Total Assets	<u>\$ 32,084,159</u>	<u>\$ 507,606,127</u>	<u>\$ 500,723,007</u>	<u>\$ 38,967,279</u>
<u>Liabilities:</u>				
Warrants payable	1,921,393	1,496,406	1,921,393	1,496,406
Due to other taxing units	30,162,766	506,109,721	498,801,614	37,470,873
Total Liabilities	<u>\$ 32,084,159</u>	<u>\$ 507,606,127</u>	<u>\$ 500,723,007</u>	<u>\$ 38,967,279</u>
<b>CITIES AND TOWNS</b>				
<u>Assets:</u>				
Cash and investments	\$ 204,799	\$ 95,837,866	\$ 95,059,278	\$ 983,387
Ad valorem taxes receivable	5,598,418	6,990,639	5,598,418	6,990,639
Due from other governments	752,937	1,108,462	752,937	1,108,462
Total Assets	<u>\$ 6,556,154</u>	<u>\$ 103,936,967</u>	<u>\$ 101,410,633</u>	<u>\$ 9,082,488</u>
<u>Liabilities:</u>				
Due to other taxing units	6,556,154	103,936,967	101,410,633	9,082,488
Total Liabilities	<u>\$ 6,556,154</u>	<u>\$ 103,936,967</u>	<u>\$ 101,410,633</u>	<u>\$ 9,082,488</u>
<b>OFFICIAL DEPOSITORY</b>				
<u>Assets:</u>				
Cash and investments	\$ 22,459,306	\$ 137,384,081	\$ 130,843,058	\$ 29,000,329
Total Assets	<u>\$ 22,459,306</u>	<u>\$ 137,384,081</u>	<u>\$ 130,843,058</u>	<u>\$ 29,000,329</u>
<u>Liabilities:</u>				
Accounts payable	-	-	-	-
Due to others	22,459,306	137,384,081	130,843,058	29,000,329
Total Liabilities	<u>\$ 22,459,306</u>	<u>\$ 137,384,081</u>	<u>\$ 130,843,058</u>	<u>\$ 29,000,329</u>

(Continued)

**OKLAHOMA COUNTY, OKLAHOMA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**Fiscal Year Ended June 30, 2010**

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<b>UNAPPORTIONED TAXES</b>				
<u>Assets:</u>				
Cash and investments	\$ 360,931	\$ 31,723,141	\$ 31,963,189	\$ 120,883
Total Assets	<u>\$ 360,931</u>	<u>\$ 31,723,141</u>	<u>\$ 31,963,189</u>	<u>\$ 120,883</u>
<u>Liabilities:</u>				
Due to other taxing units	360,931	31,723,141	31,963,189	120,883
Total Liabilities	<u>\$ 360,931</u>	<u>\$ 31,723,141</u>	<u>\$ 31,963,189</u>	<u>\$ 120,883</u>
<b>ALL OTHERS</b>				
<u>Assets:</u>				
Cash and investments	\$ 6,086,533	\$ 35,175,534	\$ 35,003,156	\$ 6,258,911
Ad valorem taxes receivable	444,802	1,059,886	444,802	1,059,886
Total Assets	<u>\$ 6,531,335</u>	<u>\$ 36,235,420</u>	<u>\$ 35,447,958</u>	<u>\$ 7,318,797</u>
<u>Liabilities:</u>				
Due to other taxing units	4,413,805	33,458,720	33,330,428	4,542,097
Due to others	2,117,530	2,776,700	2,117,530	2,776,700
Total Liabilities	<u>\$ 6,531,335</u>	<u>\$ 36,235,420</u>	<u>\$ 35,447,958</u>	<u>\$ 7,318,797</u>
<b>TOTALS - ALL AGENCY FUNDS</b>				
<u>Assets:</u>				
Cash and investments	\$ 35,280,749	\$ 775,162,411	\$ 767,676,709	\$ 42,766,451
Ad valorem taxes receivable	31,054,309	40,106,980	31,054,309	40,106,980
Due from other governments	1,656,827	1,616,345	1,656,827	1,616,345
Total Assets	<u>\$ 67,991,884</u>	<u>\$ 816,885,736</u>	<u>\$ 800,387,844</u>	<u>\$ 84,489,776</u>
<u>Liabilities:</u>				
Warrants payable	1,921,393	1,496,406	1,921,393	1,496,406
Due to other taxing units	41,493,655	675,228,549	665,505,864	51,216,341
Due to others	24,576,836	140,160,781	132,960,588	31,777,029
Total Liabilities	<u>\$ 67,991,884</u>	<u>\$ 816,885,736</u>	<u>\$ 800,387,844</u>	<u>\$ 84,489,776</u>



**III - Statistical Section**





# *Statistical Section*

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*This part of Oklahoma County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.*

***Financial Trends*** – *These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.*

***Revenue Capacity*** – *These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax trend information to help the reader understand how the government's financial performance and well-being have changed over time.*

***Debt Capacity*** – *These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the government's ability to issue additional debt in the future.*

***Demographic and Economic Information*** – *These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.*

***Operating Information*** – *These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.*

*Sources: Unless otherwise noted, the information in these schedules is derived from the County's comprehensive annual financial report for the relevant year. The County implemented the new financial reporting model in the fiscal year ended June 30, 2003. Schedules presenting government-wide information include information beginning that year.*



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OKLAHOMA COUNTY, OKLAHOMA  
NET ASSETS BY COMPONENT  
LAST EIGHT FISCAL YEARS  
(accrual basis of accounting)  
(Unaudited)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
<b>Governmental activities</b>								
Invested in capital assets, net of related debt	\$88,458,294	\$90,230,514	\$84,985,981	\$86,825,420	\$85,593,856	87,587,580	\$84,857,959	\$86,125,280
Restricted	21,182,661	23,522,870	30,638,054	31,868,465	33,119,444	29,742,397	37,181,933	37,290,632
Unrestricted	3,108,966	4,151,946	6,411,647	11,281,998	15,841,626	147,993	(56,482,628)	(64,052,900)
Total governmental activities net assets	\$112,749,921	\$117,905,330	\$122,035,682	\$129,975,883	\$134,554,926	\$117,477,969	65,557,264	59,363,011
<b>Business-type activities</b>								
Invested in capital assets, net of related debt	\$2,705,618	\$620,052	(\$56,342)	(\$1,145,608)	(\$3,272,337)	(3,175,999)	(2,915,551)	(2,627,035)
Restricted	1,015,135	503,444	802,350	1,911,663	3,317,831	3,815,997	3,779,001	4,077,912
Unrestricted	(2,732,961)							
Total business-type activities net assets	\$987,792	\$1,123,496	\$746,008	\$766,055	\$45,494	\$639,998	\$863,450	\$1,450,877
<b>Primary government</b>								
Invested in capital assets, net of related debt	\$91,163,912	\$90,850,566	\$84,929,639	\$85,679,812	\$82,321,519	84,411,581	\$81,942,408	\$83,498,245
Restricted	22,197,796	24,026,314	31,440,404	33,780,128	36,437,275	33,558,394	40,960,934	41,368,544
Unrestricted	376,005	4,151,946	6,411,647	11,281,998	15,841,626	147,993	(56,482,628)	(64,052,900)
Total primary government net assets	\$113,737,713	\$119,028,826	\$122,781,690	\$130,741,938	\$134,600,420	\$118,117,967	\$66,420,714	\$60,813,889

OKLAHOMA COUNTY, OKLAHOMA  
 CHANGES IN NET ASSETS  
 LAST EIGHT FISCAL YEARS  
 (accrual basis of accounting)  
 (Unaudited)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
<b>Expenses</b>								
<b>Governmental activities:</b>								
General government	\$38,634,271	\$37,893,855	\$34,058,417	\$ 34,246,560	\$ 35,160,374	\$ 39,928,638	\$42,098,305	\$ 43,403,066
Public safety	35,175,101	39,185,165	42,813,630	46,295,300	50,039,027	62,700,354	57,725,981	64,849,863
Health and welfare	3,425,528	3,035,114	3,498,484	3,374,982	3,896,513	3,948,433	2,598,846	1,779,424
Culture and recreation	51,030	45,671	48,457	47,774	48,967	48,504	64,352	63,253
Education	368,391	344,730	375,503	447,938	439,609	472,786	517,341	499,395
Roads and highways	11,955,096	13,469,882	15,218,410	14,774,649	14,643,189	14,643,189	16,287,910	15,393,193
Economic development	580,004	106,064	130,898	245,966	307,465	1,789,576	678,327	3,132,130
Interest on long term debt		1,207,082	1,238,461	1,084,693	1,024,368	926,593	3,458,033	3,262,711
Total governmental activities expenses	90,189,421	95,287,563	97,382,260	100,517,863	105,366,599	\$ 124,458,073	\$123,429,095	\$132,383,035
<b>Business-type activities:</b>								
Public Buildings Authority	602,574	236,003	1,485,261	2,451,523	2,652,389	2,611,712	2,688,836	2,626,200
Total business-type activities expenses	602,574	236,003	1,485,261	2,451,523	2,652,389	2,611,712	2,688,836	2,626,200
Total primary government expenses	\$90,791,995	\$95,523,566	\$98,867,521	\$102,969,386	\$108,018,988	\$127,069,785	\$126,117,931	\$135,009,235
<b>Program Revenues</b>								
<b>Governmental activities:</b>								
Charges for services:								
General government	12,456,911	13,037,701	12,874,450	13,081,782	12,897,993	12,208,568	11,165,132	10,952,500
Public safety	14,265,277	19,341,662	19,333,419	19,075,601	21,320,760	18,972,644	19,435,176	18,603,741
Other activities	194,881	116,221	198,910	250,043	42,923	327,907	185,270	60,475
Operating grants and contributions	5,428,202	5,063,061	4,877,310	5,298,624	16,704,541	16,662,647	15,982,729	15,073,208
Capital grants and contributions	12,013,065	11,648,773	12,766,678	13,710,668	1,591,477	3,380,775	5,157,852	4,802,292
Total governmental activities program revenues	44,358,336	49,207,418	50,050,767	51,416,718	52,557,694	51,552,541	51,926,159	49,492,216
Business-type activities:								
Charges for services:								
Public Buildings Authority	1,354,250	1,446,150	1,684,614	3,158,155	3,089,276	3,099,552	3,058,461	3,242,709
Total business-type activities program revenues	1,354,250	1,446,150	1,684,614	3,158,155	3,089,276	3,099,552	3,058,461	3,242,709
Total primary government program revenues	\$45,712,586	\$50,653,568	\$51,735,381	\$54,574,873	\$55,646,970	\$54,652,093	\$54,984,620	\$52,734,925

Data presented since the County implemented the new financial reporting model in 2003.



OKLAHOMA COUNTY, OKLAHOMA  
 CHANGES IN NET ASSETS  
 LAST EIGHT FISCAL YEARS  
 (accrual basis of accounting)  
 (Unaudited)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Net (expense)/revenue								
Governmental activities	(\$45,831,085)	(\$46,080,145)	(\$47,331,493)	(\$49,101,144)	(\$52,808,905)	(\$72,905,532)	(\$71,502,937)	(\$82,890,819)
Business-type activities	751,676	1,210,147	199,353	706,632	436,887	487,840	369,625	616,509
Total primary government net expense	(\$45,079,409)	(\$44,869,998)	(\$47,132,140)	(\$48,394,512)	(\$52,372,018)	(\$72,417,692)	(\$71,133,312)	(\$82,274,310)
<b>General Revenues and Other Changes in Net Assets</b>								
Governmental activities:								
Taxes								
Property taxes	\$40,477,304	\$46,142,745	\$46,753,701	49,288,680	53,204,275	54,757,528	62,161,819	75,632,425
Investment earnings	2,128,226	1,359,793	1,315,158	1,882,094	2,583,612	2,592,880	1,024,023	375,896
Miscellaneous	287,668	293,190	231,116	329,235	347,468	341,572	270,990	145,920
Special and extraordinary items						(1,849,513)	(44,049,570)	-
Transfers	684,195	657,118	698,855	769,769	1,252,592	(13,892)	174,970	29,250
Total governmental activities	43,577,393	48,452,846	48,998,830	52,269,778	57,387,948	55,828,575	19,582,232	76,183,491
Business-type activities								
Investment earnings	55,664	(417,324)	117,014	83,184	95,144	92,772	28,797	168
Miscellaneous			5,000					
Transfers	(684,195)	(657,118)	(698,855)	(769,769)	(1,252,592)	13,892	(174,970)	(29,250)
Total business-type activities	(628,531)	(1,074,442)	(576,841)	(686,585)	(1,157,448)	106,664	(146,173)	(29,082)
Total primary government	\$42,948,862	\$47,378,404	\$48,421,989	\$51,583,193	\$56,230,500	\$55,935,239	\$19,436,059	\$76,154,410
<b>Change in Net Assets</b>								
Governmental activities	(\$2,253,692)	\$2,372,701	\$1,667,337	\$3,168,634	\$4,579,042	(\$17,076,957)	(\$51,920,705)	(\$6,707,328)
Business-type activities	123,145	135,705	(377,488)	20,047	(720,561)	594,504	223,452	587,428
Total primary government	(\$2,130,547)	\$2,508,406	\$1,289,849	\$3,188,681	\$3,858,481	(\$16,482,453)	(\$51,697,253)	(\$6,119,900)

Data presented since the County implemented the new financial reporting model in 2003.

OKLAHOMA COUNTY, OKLAHOMA  
 FUND BALANCES OF GOVERNMENTAL FUNDS  
 LAST EIGHT FISCAL YEARS  
 (modified accrual basis of accounting)  
 (Unaudited)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
General Fund								
Reserved	\$1,357,631	\$785,539	\$659,623	\$629,635	\$1,153,600	\$1,468,963	872,301	745,465
Unreserved	7,226,487	9,204,349	9,011,294	9,755,780	11,955,593	8,773,423	8,066,981	8,156,277
Total general fund	\$8,584,118	\$9,989,888	\$9,670,917	\$10,385,415	\$13,109,193	\$10,242,386	\$8,939,282	\$8,901,742
All other governmental funds								
Reserved	\$2,314,842	\$6,444,774	\$2,500,097	4,311,182	\$2,566,546	3,269,353	6,104,117	2,699,584
Unreserved, reported in:								
Debt service			1,570,971	1,558,113	3,690,812	1,411,133	3,703,171	7,126,015
Special revenue funds	19,688,368	19,810,434	25,052,188	22,861,229	24,974,734	26,060,481	26,622,211	23,256,977
Capital projects funds	12,925,503	7,906,971	8,465,578	8,032,710	5,053,615	4,613,407	18,779,048	17,821,167
Total all other governmental funds	\$34,928,713	\$34,162,179	\$37,588,834	\$36,763,234	\$36,285,707	\$35,354,374	\$55,208,547	\$50,903,743

County implemented the new financial reporting model in 2003.

**OKLAHOMA COUNTY, OKLAHOMA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST EIGHT FISCAL YEARS**  
 (accrual basis of accounting)  
 (Unaudited)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
<b>Revenues</b>								
Property taxes	\$40,477,124	\$46,140,045	\$46,748,301	\$ 49,286,880	\$ 54,326,475	\$ 54,503,499	\$ 61,710,763	\$ 73,650,254
Charges for services	10,156,739	10,967,945	10,689,682	10,727,552	13,306,846	12,264,442	11,024,727	10,786,707
Intergovernmental revenues	30,956,220	35,170,430	35,134,697	35,596,952	34,779,561	36,614,321	36,280,130	33,885,542
Interest income	2,162,133	1,410,766	1,733,886	2,574,149	3,398,722	3,429,535	1,330,720	352,173
Miscellaneous revenue	3,098,733	3,536,956	4,099,201	4,356,076	3,496,017	2,786,809	4,576,297	4,327,499
<b>Total revenues</b>	<b>86,850,949</b>	<b>97,226,142</b>	<b>98,405,767</b>	<b>102,541,409</b>	<b>109,307,621</b>	<b>109,598,606</b>	<b>114,922,637</b>	<b>123,002,174</b>
<b>Expenditures</b>								
General government	\$36,135,736	\$35,816,213	\$31,119,465	32,364,706	33,791,588	35,618,168	35,309,715	36,992,245
Public safety	31,791,403	36,183,545	39,896,004	42,785,386	46,500,195	49,801,543	51,433,527	54,025,386
Health and welfare	3,351,464	2,964,375	3,328,502	3,279,821	3,787,258	3,634,676	2,446,114	1,657,075
Culture and recreation	51,030	45,671	48,457	47,774	48,967	48,504	64,352	63,253
Education	361,849	325,792	363,067	441,865	434,081	461,955	499,453	475,322
Roads and highways	11,348,397	11,727,708	13,845,414	10,966,772	10,612,993	10,112,200	11,451,960	10,788,048
Debt service								
Principal	168,514	402,870	2,926,850	2,720,905	2,689,542	2,676,156	2,940,055	6,156,191
Interest	45,130	1,207,082	1,238,461	1,104,050	1,035,735	938,567	876,563	4,833,176
Bond issuance costs	90,967							
Capital outlay	14,493,477	9,194,619	3,617,601	8,879,171	8,334,770	10,437,419	9,476,185	12,447,903
<b>Total expenditures</b>	<b>97,837,967</b>	<b>97,867,875</b>	<b>96,383,821</b>	<b>102,590,450</b>	<b>107,235,129</b>	<b>113,729,188</b>	<b>114,497,925</b>	<b>127,458,599</b>
Excess of revenues over (under) expenditures	(10,987,018)	(641,733)	2,021,946	(49,041)	2,072,492	(4,130,582)	424,712	(4,456,425)
<b>Other financing sources (uses)</b>								
Transfers from other funds	3,012,541	2,183,465	2,377,892	1,207,031	2,992,116	1,268,527	1,139,327	829,250
Transfers to other funds	(2,328,347)	(1,526,347)	(1,679,037)	(1,207,031)	(2,992,116)	(1,268,527)	(964,357)	(800,000)
Bonds issued	20,015,256						61,500,000	0
Premiums on bonds							458,083	77,000
Capital leases	826,133	559,615	28,336		105,156	332,442	0	0
Sale of capital assets					79,253	0	42,877	7,828
<b>Total other financing sources (uses)</b>	<b>21,525,583</b>	<b>1,216,733</b>	<b>727,191</b>	<b>0</b>	<b>184,409</b>	<b>332,442</b>	<b>62,175,930</b>	<b>114,078</b>
Special items							(44,049,570)	0
<b>Net change in fund balances</b>	<b>\$10,538,565</b>	<b>\$575,000</b>	<b>\$2,749,137</b>	<b>(\$49,041)</b>	<b>\$2,256,901</b>	<b>(\$3,798,140)</b>	<b>\$18,551,072</b>	<b>(\$4,342,347)</b>
Debt service as a percentage of noncapital expenditures	0.4%	1.8%	4.5%	4.0%	3.7%	3.4%	3.5%	9.2%

Data presented since the County implemented the new financial reporting model in 2003.



**OKLAHOMA COUNTY, OKLAHOMA**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

Fiscal Year Ended June 30	Personal		Public Service		Real Estate		Less: Homestead Exemption		Total Taxable Assessed Value		Total Direct Tax Rate		Estimated Fair Market Value	
		\$		\$		\$		\$		\$				\$
99	(2)	548,355,507	272,446,662	1,934,616,756	126,729,737	2,628,689,188	10.39	\$ 21,282,408,660						
00	(2)	559,391,821	263,032,612	2,044,908,350	129,457,166	2,737,875,617	10.42	23,451,426,655						
01	(2)	568,833,168	304,158,103	2,188,716,442	128,710,566	2,932,997,147	10.38	25,408,278,347						
02	(2)	609,685,689	318,026,002	2,341,357,421	129,322,641	3,139,746,471	10.36	27,443,276,491						
03	(2)	627,131,835	384,453,928	2,499,983,759	129,997,665	3,381,571,857	10.42	27,851,182,353						
04	(1)	713,597,382	377,520,561	2,823,329,944	133,464,433	3,780,983,454	11.22	31,202,615,742						
05	(1)	728,006,330	385,340,830	3,039,937,336	132,381,580	4,020,902,916	11.06	33,318,763,398						
06	(1)	746,717,630	492,680,863	3,295,697,764	132,630,728	4,402,465,529	10.97	36,245,004,802						
07	(1)	768,997,958	464,014,119	3,625,312,282	147,052,858	4,711,271,501	10.88	39,243,949,003						
08	(1)	795,279,333	400,529,628	3,937,136,936	150,215,255	4,982,730,642	10.36	41,963,275,324						
09	(1)	825,796,573	378,859,225	4,231,912,893	152,193,840	5,284,374,851	11.25	44,694,504,267						
10	(1)	869,238,323	436,404,632	4,437,891,015	154,362,175	5,589,171,795	12.86	47,190,168,123						

(1) The assessed valuation of real estate is approximately 11%; and the valuation rates for personal property and for utility assets are approximately 14% and 22.85%, respectively.

(2) The assessed valuation of real estate is approximately 11%; and the valuation rates for personal property and for utility assets are approximately 15% and 22.85%, respectively.

Source: Assessed Valuations and Rates Oklahoma County Assessor

OKLAHOMA COUNTY, OKLAHOMA  
PROPERTY TAX RATES (per \$1,000 of assessed value)  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS  
(Unaudited)

	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>	<u>2003-04</u>	<u>2002-03</u>	<u>2001-02</u>	<u>2000-01</u>
<b>County</b>										
County General Fund	10.35	10.35	10.35	10.35	10.35	10.35	10.35	10.35	10.35	10.35
County Sinking Fund	2.51	0.90	0.01	0.53	0.62	0.71	0.87	0.07	0.01	0.03
County Wide School Levy	4.14	4.14	4.14	4.14	4.14	4.14	4.14	4.14	4.14	4.14
City-County Health Dept	2.59	2.59	2.59	2.59	2.59	2.59	2.59	2.59	2.59	2.59
Metro Library Commission	5.20	5.20	5.20	5.20	5.20	5.20	5.20	5.20	5.20	5.20
<b>Total County-Wide Levies</b>	<b>24.79</b>	<b>23.18</b>	<b>22.29</b>	<b>22.81</b>	<b>22.90</b>	<b>22.99</b>	<b>23.15</b>	<b>22.35</b>	<b>22.29</b>	<b>22.31</b>
<b>Cities and Towns</b>										
Bethany	0.00	0.00	0.00	0.00	0.00	0.00	5.95	6.15	6.98	7.76
Choctaw	5.21	1.80	2.09	2.41	2.56	2.93	3.33	3.68	4.45	5.38
Del City	9.21	10.48	8.69	10.08	10.06	10.06	11.82	8.56	12.60	11.47
Edmond	0.00	0.00	0.14	0.18	0.20	0.00	0.00	0.00	0.00	0.00
Harrah	3.07	3.28	5.94	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Midwest City	7.24	7.29	8.32	9.25	8.79	9.82	11.45	14.20	1.43	1.48
Nichols Hills	26.99	23.81	26.97	30.75	30.80	32.82	28.62	26.25	28.75	31.90
Nicoma Park	0.20	1.08	6.60	5.96	5.20	0.00	0.00	0.00	0.00	0.00
Oklahoma City	14.77	14.97	15.95	14.48	12.53	14.73	15.55	15.89	15.34	15.37
Spencer	0.00	0.00	0.00	0.00	4.16	5.43	5.20	5.08	6.19	6.68
Warr Acres	0.00	0.00	0.00	0.63	1.47	1.62	0.00	0.00	0.00	0.00
<b>School Districts</b>										
Oklahoma City 89	58.43	52.48	56.73	57.07	58.02	57.84	54.44	59.64	47.91	52.67
Putnam City 1	61.52	60.72	56.90	55.96	55.14	55.71	56.09	56.29	56.68	60.97
Luther 3	55.46	56.19	57.55	44.08	44.58	46.70	46.28	59.95	60.60	67.24
Choctaw 4	68.50	66.66	63.11	62.60	62.33	61.33	63.85	60.58	64.34	66.38
Deer Creek 6	77.67	76.08	73.05	74.19	75.92	74.75	76.37	76.31	76.51	77.79
Harrah 7	61.11	57.60	58.56	56.07	57.08	58.36	59.74	59.45	60.74	68.58
Jones 9	60.50	64.30	52.11	58.15	59.90	55.40	58.20	60.19	62.65	63.29
Edmond 12	66.66	66.23	66.35	65.86	65.95	66.51	66.23	66.87	66.67	71.17
Oakdale 29	67.22	59.52	61.52	59.96	60.07	62.93	67.20	64.12	54.26	71.73
Millwood 37	58.81	59.55	55.18	57.54	56.79	55.59	63.82	65.92	69.83	75.24
Western Heights 41	63.53	57.92	60.48	59.52	59.98	60.12	58.01	60.49	58.21	57.54
Midwest City 52	65.83	65.05	64.31	62.79	59.96	61.11	61.83	60.00	62.63	66.49
Crooked Oak 53	67.40	57.90	64.17	65.37	66.73	66.85	66.41	54.91	56.42	57.38
Crutchco 74	46.96	48.18	48.14	47.56	48.60	46.68	49.47	51.96	52.91	56.34
Bethany 88	73.22	67.58	70.24	73.77	76.42	64.90	71.88	66.95	65.39	77.66
<b>Vocational-Technical Schools</b>										
Rose State College	17.40	17.30	17.67	18.29	16.35	16.50	16.62	16.66	16.78	16.90
Okla City Comm College	5.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08
Francis Tuttle Career Tech 21	15.69	15.69	15.69	15.69	15.69	15.69	14.96	14.96	15.69	15.69
Metro Tech Career Tech 22	15.45	15.45	15.45	15.45	15.45	15.45	15.45	15.45	15.45	15.45
Eastern Ok Co Area C T 23	16.09	16.24	16.30	16.41	16.43	16.53	16.50	16.95	17.21	17.85
Canadian 22 - Piedmont	73.98	74.51	75.48	70.72	62.26	63.98	65.65	66.14	67.28	65.74
Canadian 69 - Mustang	67.93	68.42	68.26	68.80	60.04	65.86	67.10	67.14	67.53	69.54
Canadian Career Tech 6	15.72	15.72	15.72	15.72	15.72	15.72	15.72	15.72	15.72	15.72
Cleveland 2 - Moore	68.16	67.41	68.49	60.82	61.13	58.02	58.36	58.66	56.98	59.34
Cleveland Career Tech 17	14.58	14.58	14.58	14.58	14.58	14.58	14.58	14.58	14.58	13.54
Pottawatomie 1 - McCloud	52.75	50.93	50.62	51.56	52.50	53.94	54.56	55.99	56.84	58.56
Pottawatomie Career Tech 5	15.47	15.47	15.47	15.47	15.47	15.57	15.57	15.57	15.57	14.47

Source: Certified Levies-Oklahoma County Clerk's office

**OKLAHOMA COUNTY, OKLAHOMA  
PRINCIPAL PROPERTY TAXPAYERS  
JUNE 30, 2010  
(Unaudited)**

<u>Taxpayer</u>	<u>2010</u>			<u>2001</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>
Oklahoma Gas & Electric Company	\$170,846,637	1	2.98%	\$96,408,305	2	2.85%
Southwestern Bell Telephone Company	73,001,574	2	1.27%	111,846,346	1	3.31%
AT&T Mobility, LLC	56,977,309	3	0.99%			
Oklahoma Natural Gas/DIV ONEOK	35,585,372	4	0.62%	27,251,836	4	0.81%
Cox Oklahoma Telecom LLC	22,058,418	5	0.39%	17,140,770	6	0.51%
Hobby Lobby Stores Inc.	17,149,877	6	0.30%			
Chesapeake Land Company, LLC	16,488,787	7	0.29%			
Cox Com Inc	16,128,445	8	0.28%	9,954,072	10	0.29%
OU Medical Center	13,839,488	9	0.24%			
Quad Graphics Inc.	10,619,532	10	0.19%			
AT&T Communications Enterprise				18,828,209	5	0.56%
General Motors Corporation				65,418,619	3	1.93%
OKC SMSA Southwestern Bell Wireless				14,219,159	7	0.42%
Midwest Cellular Telephone				12,572,123	8	0.37%
The Hertz Corporation				10,349,548	9	0.31%
	<u>\$432,695,439</u>		<u>7.56%</u>	<u>\$383,988,987</u>		<u>11.36%</u>

Source: Oklahoma County Assessor



**OKLAHOMA COUNTY, OKLAHOMA**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
(unaudited)

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years		Total Collections to Date	
		Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
2001	32,590,569	31,444,234	96.5%	965,337		32,409,571	99.4%
2002	35,033,297	33,487,253	95.6%	1,317,349		34,804,602	99.3%
2003	36,906,787	34,425,761	93.3%	2,166,400		36,592,162	99.1%
2004	42,114,409	38,788,377	92.1%	3,108,455		41,896,832	99.5%
2005	44,075,796	40,682,262	92.3%	3,207,265		43,889,527	99.6%
2006	47,869,749	43,372,649	90.6%	2,644,336		46,016,985	96.1%
2007	50,679,386	46,489,646	91.7%	1,812,128		48,301,774	95.3%
2008	51,110,593	48,540,135	95.0%	1,229,667		49,769,803	97.4%
2009	54,016,090	51,868,591	96.0%	n/a		51,868,591	96.0%
2010	57,433,733	54,401,406	94.7%	n/a		54,401,406	94.7%

<sup>1</sup> This schedule is prepared on a cash basis and is, therefore, not necessarily comparable to GAAP-basis financial statements.

**OKLAHOMA COUNTY, OKLAHOMA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

Fiscal Year Ended June 30	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Airport Hazard Bonds	Capital Leases	Judgments	Revenue Bonds						
2001	-	-	9,344,929	76,667	5,795,000			15,216,596	0.07%	\$23	
2002	-	-	8,836,510	479,167	5,470,000			14,785,677	0.07%	\$22	
2003	20,000,000	-	8,527,521	1,226,761	5,130,000			34,884,282	0.16%	\$52	
2004	20,000,000	-	8,123,859	1,033,941	20,560,000			49,717,800	0.22%	\$73	
2005	18,470,000	-	6,881,164	646,872	20,135,000			46,133,036	0.19%	\$67	
2006	16,940,000	-	6,127,449	933,167	19,355,000			43,355,616	0.17%	\$63	
2007	15,410,000	-	5,453,746	733,483	18,555,000			40,152,229	0.16%	\$58	
2008	13,880,000	-	5,019,338	485,510	17,730,000			37,114,848	0.15%	\$54	
2009	75,380,000	-	4,124,376	4,639,324	16,890,000			101,033,700	0.40%	\$146	
2010	72,320,000	-	3,318,090	2,736,419	16,020,000			94,394,508	0.37%	\$136	

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.  
: See the Schedule of Demographic and Economic Statistics for personal income and population data.

**OKLAHOMA COUNTY**  
**RATIO OF GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of		Per Capita
				Estimated Actual Taxable Value <sup>1</sup> of Property	Property	
2001	-	37,488	(37,488)	0.00%		(\$0)
2002	-	6,912	(6,912)	0.00%		(\$0)
2003	20,000,000	46,926	19,953,074	0.53%		\$29
2004	20,000,000	1,572,241	18,427,759	0.46%		\$27
2005	18,470,000	1,570,971	16,899,029	0.38%		\$25
2006	16,940,000	1,558,113	15,381,887	0.33%		\$22
2007	15,410,000	3,690,812	11,719,188	0.22%		\$17
2008	13,880,000	1,411,133	12,468,867	0.24%		\$18
2009	75,380,000	3,703,171	71,676,829	1.28%		\$101
2010	72,320,000	7,126,014	65,193,986	1.17%		\$92

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

<sup>1</sup>See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 102 for property value data.

<sup>2</sup>Population data can be found in the Schedule of Demographic and Economic Statistics on page 111.



**OKLAHOMA COUNTY, OKLAHOMA**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**JUNE 30, 2010**  
(Unaudited)

	Net General Obligation Bond Debt Outstanding	Percent Applicable to Oklahoma County	Amount Applicable to Oklahoma County
<b>Oklahoma County</b>	\$72,320,000	100.0%	\$72,320,000
<b><u>Overlapping Districts</u></b>			
<b>CITIES</b>			
Choctaw	1,785,000	100.0%	1,785,000
Del City	1,325,000	100.0%	1,325,000
Midwest City	11,100,000	100.0%	11,100,000
Nichols Hills	17,950,000	100.0%	17,950,000
Oklahoma City	561,740,000	83.4%	468,434,986
<b>SCHOOL DISTRICTS</b>			
Oklahoma City	193,855,000	100.00%	193,855,000
Putnam City	52,090,000	100.0%	52,090,000
Luther	4,080,000	94.4%	3,851,520
Choctaw-Nicoma Park	18,555,000	100.0%	18,555,000
Deer Creek	23,400,000	89.7%	20,994,480
Harrah	3,595,000	91.4%	3,285,111
Jones	1,555,000	100.0%	1,555,000
Edmond	111,175,000	95.9%	106,594,590
Oakdale	4,505,000	100.0%	4,505,000
Millwood	1,150,000	100.0%	1,150,000
Western Heights	15,180,000	100.0%	15,180,000
Midwest City-Del City	36,840,000	97.4%	35,874,792
Crooked Oak	2,905,000	100.0%	2,905,000
Crutcho	1,150,000	100.0%	1,150,000
Bethany	775,000	100.0%	775,000
Eastern Oklahoma County Votech #23	220,000	96.5%	212,322
Rose State College	6,800,000	97.9%	6,653,800
Piedmont (Canadian County)*	3,165,000	25.4%	803,910
Mustang (Canadian County)*	27,260,000	3.1%	850,512
Moore (Cleveland County)	93,450,000	8.6%	8,036,700
McCloud (Pottawatomic County)	870,000	18.6%	161,733
<b>Subtotal Overlapping Districts</b>	1,196,475,000	<b>81.9%</b>	979,634,456
<b>TOTAL</b>	<b>\$1,268,795,000</b>		<b>\$1,051,954,456</b>

Source: Estimate of Needs from each City, School, or Joint School District

(continued)

**OKLAHOMA COUNTY, OKLAHOMA**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**JUNE 30, 2010**  
(Unaudited)

<b>Governmental Unit</b>	<b>Debt Outstanding</b>	<b>Estimated Percentage Applicable<sup>1</sup></b>	<b>Estimated Share of Overlapping Debt</b>
Overlapping debt repaid with property taxes: County	\$1,196,475,000	81.9%	\$979,634,456
Oklahoma County direct debt	\$72,320,000	100.0%	<u>72,320,000</u>
Total direct and overlapping debt			<u><u>\$1,051,954,456</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the County Board of Equalization and Assessment. Debt outstanding data provided by the county.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Oklahoma County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, over each overlapping government.

<sup>1</sup>The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

OKLAHOMA COUNTY  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$156,987,324	\$169,078,593	\$189,049,173	\$201,045,146	\$220,123,276	\$236,389,427	\$249,136,532	\$264,218,743	\$274,552,566	281,035,596
Total net debt applicable to limit	39,179	472,255	21,179,835	19,461,700	17,545,901	17,550,618	12,452,671	12,954,377	76,106,248	65,193,985
Legal debt margin	\$156,948,145	\$168,606,338	\$167,869,338	\$181,583,446	\$202,577,375	\$218,838,809	\$218,838,809	\$251,264,366	\$198,446,318	215,841,611
Total net debt applicable to the limit as a percentage of debt limit	0.02%	0.28%	11.20%	9.68%	7.97%	7.42%	5.00%	4.90%	27.72%	23.20%

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed value	\$5,778,720,431
Less: exempt real property	(158,008,514)
Total assessed value	\$5,620,711,917
Debt limit (5% of total assessed value)	281,035,596
Debt applicable to limit:	
General obligation bonds	72,320,000
Less: Amount available in Debt Service fund	(7,126,015)
Total net debt applicable to limit	65,193,985
Legal debt margin	\$215,841,611

Note: Under state finance law, Oklahoma County's outstanding general obligation debt should not exceed 5% of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.



**OKLAHOMA COUNTY**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**  
(Unaudited)

Fiscal Year	Population <sup>1</sup>	Personal Income	Per Capita Personal Income <sup>2</sup>	Median Age <sup>3</sup>	Education Level in Years of Formal Schooling <sup>4,5</sup>		School Enrollment <sup>5</sup>	Unemployment Rate <sup>2</sup>
					Schooling <sup>4,5</sup>	Enrollment <sup>5</sup>		
2000	661,699	\$18,731,375,292	\$28,308	34.2	82.5%	107,207	2.7%	
2001	664,687	\$20,363,350,932	\$30,636	34.2	81.8%	106,765	2.6%	
2002	671,409	\$20,328,921,702	\$30,278	34.2	79.6%	107,255	4.1%	
2003	676,416	\$21,352,423,872	\$31,567	34.2	83.3%	108,217	5.9%	
2004	679,498	\$22,409,844,040	\$32,980	34.3	83.4%	108,184	4.5%	
2005	687,578	\$23,781,260,286	\$34,587	34.6	84.5%	109,256	4.4%	
2006	693,567	\$25,190,353,440	\$36,320	34.2		110,633	3.8%	
2007	691,266	\$24,334,636,998	\$35,203	34.3	83.5%	104,264	4.8%	
2008	701,807	\$27,354,331,439	\$38,977	34.9	83.4%	104,786	4.6%	
2009	706,617	\$30,995,048,088	\$43,864	35.0	86.5%	106,880	5.8%	
2010	716,704	\$29,478,752,224	\$41,131	33.8	85.3%	109,332	6.7%	

Data Sources

<sup>1</sup>Bureau of the Census/County Regional Planning Commission

<sup>2</sup>State Department of Labor

<sup>3</sup>State Department of Commerce

<sup>4</sup>This column shows the percentage of the County population 25 years and older who are high school graduates or higher.

<sup>5</sup>Data provided by State Department of Education.

Note: Population, median age, and education level information are based on surveys conducted during the last qtr of the calendar yr.

Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average.

School enrollment is based on the census at the start of the school year.

**OKLAHOMA COUNTY  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO  
(Unaudited)**

	2010			2001		
	<u>Employees</u>	<u>Rank</u>	<u>% of Total County Employment<sup>1</sup></u>	<u>Employees</u>	<u>Rank</u>	<u>% of Total County Employment<sup>2</sup></u>
Tinker AFB	24,200	1	5.90%	12,000	1	2.92%
Sonic Corp	6,500	2	1.58%			
Integrus Baptist Med	6,250	3	1.52%			
OKC School Dist	5,000	4	1.22%	5,600	4	1.36%
City of OKC	5,000	5	1.22%	4,500	7	1.10%
Braum's Inc	4,000	6	0.97%	3,400		0.83%
FAA	3,500	7	0.85%	3,000		0.73%
Chesapeake Energy	3,250	8	0.79%			
Edmond Public Sch	3,000	9	0.73%			
Hertz Corp	3,000	10	0.73%	4,000	9	0.97%
OGE Energy	3,000		0.73%	2,800		0.68%
OU Medical Ctr. AT&T	3,000		0.73%	2,400		0.58%
Hobby Lobby Stores						
Integrus Health				8,000	2	1.95%
SSM Healthcare				3,300		0.80%
Lucent Tech				4,800	5	1.17%
General Motors				3,800	10	0.93%
U. S. Postal Service				7,400	3	1.80%
S. W. Bell Telephone				4,600	6	1.12%
Homeland Stores				4,100	8	1.00%

<sup>1</sup>(410,436) per State Department of Commerce

<sup>2</sup>(410,660) per State Department of Commerce

OKLAHOMA COUNTY  
 FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION  
 LAST TEN FISCAL YEARS  
 (Unaudited)

<u>Function</u>	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government	553	581	574	572	557	573	546	556	539	508
Public Safety:	900	932	1,093	919	899	936	982	1015	1020	962
Health & Welfare	56	61	47	70	60	76	80	55	22	23
Education										
OSU Extension	14	14	14	1	1	1	1	1	1	1
Road & Highway	164	166	147	148	137	130	125	113	121	118
<b>Total</b>	<b>1,687</b>	<b>1,754</b>	<b>1,875</b>	<b>1,710</b>	<b>1,654</b>	<b>1,716</b>	<b>1,734</b>	<b>1,740</b>	<b>1,703</b>	<b>1,612</b>

Source: Oklahoma County Clerk Payroll Department



**OKLAHOMA COUNTY**  
**OPERATING INDICATORS BY FUNCTION**  
**LAST SEVEN FISCAL YEARS**  
**(Unaudited)**

<b>Function</b>	<b>03/04</b>	<b>04/05</b>	<b>05/06</b>	<b>06/07</b>	<b>07/08</b>	<b>08/09</b>	<b>09/10</b>
<b>Public Safety</b>							
<b>Sheriff</b>							
Inmates Booked/Released	90,122	91,007	88,898	85,831	89,349	76,337	75,509
Dispatch - Total calls for all agencies	54,673	61,258	63,237	66,121	63,856	82,317	80,615
Civil process served	14,858	15,075	14,885	11,598	11,509	10,568	11,963
Patrol - Calls for service	11,886	12,075	17,320	18,898	20,789	37,890	31,624
Patrol - Miles	1,063,601	1,077,250	967,418	1,046,647	935,191	886,983	915,152
Warrants served	2,211	2,475	16,334	17,785	19,069	17,965	18,149
<b>Juvenile Bureau</b>							
Clients referred to probation	632	582	464	500	546	301	395
Juveniles referred to intake	1,689	1,794	1,910	1,698	1,616	1,577	1,800
Probations closed successfully	397	318	322	358	284	123	200
Admissions to Detention	1,909	1,775	1,700	1,731	1,760	1,189	1,600
Average daily population	69	75	78	82	74	68	68
<b>Conditional Bond</b>							
Clients interviewed			1,098	1,098	2,954	3,129	3,000
Clients released			303	303	599	497	500
<b>OR Bond</b>							
Clients interviewed	5,931	7,822	7,067	7,067	8,858	8,598	9,000
Clients released	543	1,099	1,391	1,391	1,086	1,380	1,400
<b>Community Service</b>							
New cases worked	2,800	2,532	2,554	3,558	2,924	6,558	2,400
<b>Health &amp; Welfare</b>							
<b>Training &amp; General Assistance</b>							
Prescriptions filled	11,116	10,386	11,090	12,008	11,009	16,608	16,608
Burial/Cremations provided	155	201	222	192	168	163	121
<b>Culture &amp; Recreation</b>							
<b>Free Fair</b>							
County Fair & Livestock Show	12,750	10,000	10,000	10,000	14,000	14,000	13,000
<b>Education</b>							
<b>OSU Extension</b>							
Master Gardener Contacts	44,000	40,000	50,000	60,000	50,000	55,000	67,000
Horticulture Contacts	4,000	2,500	2,500	2,500	5,000	5,000	5,000
Family & Consumer Sciences Contacts	2,300	2,000	2,000	3,000	3,000	3,500	4,200
4H Contacts	14,500	12,000	12,000	20,000	21,000	21,000	22,000
Soil Samples & other tests	1,300	900	900	1,350	1,500	1,500	1,699
<b>Road &amp; Highway</b>							
<b>Dist. 1</b>							
Number of road miles constructed or rehabilitat	9.00	7.00	22.00	24.00	14.00	14.00	15
Number of bridges replaced or rehabilitated			5.0	3.0	5.0	4.0	5
<b>Dist. 2</b>							
Number of road miles constructed or rehabilitat	28.00	12.67	38.00	20.00	23.00	6.00	20
Number of bridges replaced or rehabilitated		1.0	1.0	5.0	6.0	0.0	0
<b>Dist. 3</b>							
Number of road miles constructed or rehabilitat	3.28	8.50	17.00	17.00	13.00	9.00	11
Number of bridges replaced or rehabilitated			-	1.0	0.0	2.0	1

Source: Oklahoma County Individual Departments

Data available for six years and will ultimately include ten years.

**OKLAHOMA COUNTY**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
**LAST SIX FISCAL YEARS**  
**(Unaudited)**

Function	Fiscal Year						
	03/04	04/05	05/06	06/07	07/08	08/09	09/10
<b>Public Safety</b>							
Sheriff							
Jail	1	1	1	1	1	1	1
Training Center	1	1	1	1	1	1	1
Sub-Station	1	1	1	1	1	1	1
Fleet-Patrol Units	194	191	231	223	263	172	180
Emergency Management							
Vehicles	28	42	38	42	50	43	39
Juvenile Bureau							
Vehicles	12	11	15	16	12	17	18
<b>Health &amp; Welfare</b>							
Training & General Assistance							
Vehicles	4	4	4	4	2	2	1
<b>Road &amp; Highway</b>							
Heavy Equipment	210	206	202	214	229	227	214
Other vehicles	79	70	73	75	81	78	86
County shops	3	3	3	3	3	3	3
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
Road miles (based on calendar year)	536	591	590	591	594	596	596

Source: Oklahoma County Oracle Inventory Program

Data available for four years and will ultimately include ten years

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