



**COUNTY OF KERN
STATE OF CALIFORNIA**

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

**For The Fiscal Year Ended
June 30, 2010**

**Ann K. Barnett
Auditor-Controller-County Clerk**

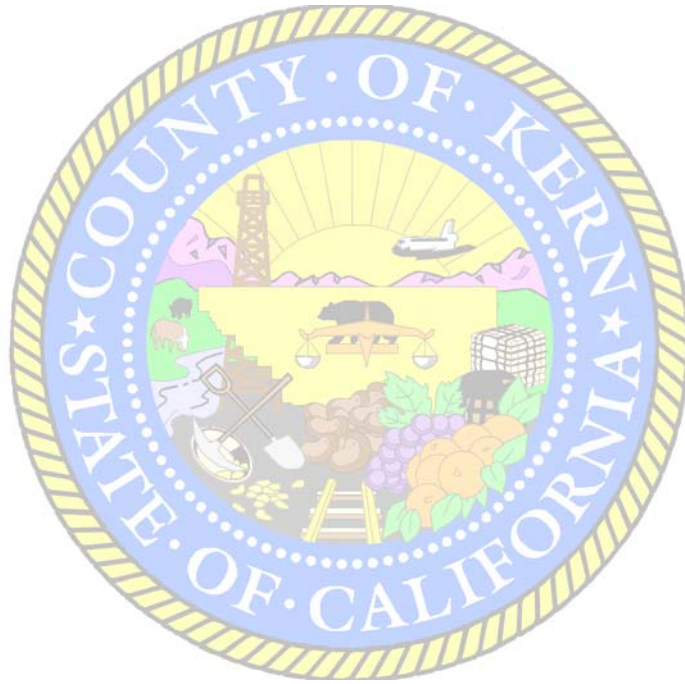
**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2010**



COUNTY OF KERN

Supervisor Jon McQuiston First District
Supervisor Don Maben..... Second District
Supervisor Mike Maggard Third District
Supervisor Ray Watson..... Fourth District
Supervisor Michael J. RubioFifth District
John Nilon – County Administrative Officer

Prepared by the Office of Ann K. Barnett, Auditor-Controller-County Clerk



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INTRODUCTORY SECTION

ANN K. BARNETT
Auditor-Controller-County Clerk



December 21, 2010

Honorable Board of Supervisors
County of Kern

Honorable Board Members:

The Comprehensive Annual Financial Report (CAFR) of the County of Kern (County) for the fiscal year ended June 30, 2010 is hereby submitted in compliance with Section 25253 of the Government Code of the State of California and Board of Supervisors' Resolution No. 69-58, dated January 28, 1969. The accompanying financial statements were prepared in accordance with generally accepted accounting principles in the United States of America (GAAP), and audited by a firm of certified public accountants in accordance with generally accepted auditing standards 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.

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

The County's financial statements have been audited by Brown Armstrong, a firm of certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2010 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended June 30, 2010 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

Profile of the Government

The County of Kern was organized April 2, 1866, from portions of Los Angeles and Tulare Counties, making it the southernmost county of California's San Joaquin Valley, and occupies 8,170 square miles. Kern County is organized as a general law county under California law, and is divided into five supervisorial districts. Approximately 40 percent of the residents live in the unincorporated area. There are eleven incorporated cities located within the County. Bakersfield, the County seat, has approximately 40 percent of the County's total population of 848,730 living within the greater metropolitan area.

Policymaking and legislative authority is vested in the County Board of Supervisors (Board), which consists of an elected supervisor from each of five districts. The Board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and appointing the County Administrative Officer and most non-elected department heads. Supervisors are elected to four-year staggered terms, with two supervisors being elected in even-year elections and three supervisors being elected in odd-year elections. The County has elected department heads responsible for the offices of the Assessor-Recorder, Auditor-Controller-County Clerk, District Attorney, Sheriff-Coroner, and Treasurer-Tax Collector. In addition, the department heads for the following departments are appointed by and report directly to the Director of the Development Services Agency: Planning & Community Development, Engineering, Survey and Permit Services, and Roads.

As depicted on the organizational chart on page 7, the County provides a full range of services in the following areas: general government; public protection; public ways and facilities; health and sanitation; public assistance; education; and culture and recreation.

The annual budget serves as the foundation for the County's financial planning and control. The County prepares and adopts a budget on or before August 30 each fiscal year in accordance with Government Code Sections 29000-29144. The County adopts budgets for all major funds and certain non-major governmental funds. The Auditor-Controller-County Clerk is responsible for controlling expenditures within budgeted appropriations. Expenditures are controlled at the object level for all budget units within the County. Encumbrance accounting is utilized to ensure effective budgetary control and accountability. Unencumbered appropriations lapse at year-end and encumbrances outstanding at that time are reported as reservations of fund balance for subsequent year expenditures. Transfers of appropriations between budget units must be approved by the Board of Supervisors. Necessary supplemental appropriations, normally financed by unanticipated revenues during the year, and transfers of appropriations between expenditure object classifications, must also be approved by the Board.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund and all budgeted major funds, comparisons are presented on pages 90 – 104 as part of the required supplementary information. For non-major governmental funds with appropriated annual budgets, these comparisons are presented in the combining and individual fund statements and schedules subsection of this report, which begin on page 156.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

Long-term financial planning

Long-term financial planning is currently difficult to forecast with the State's financial crisis and the overall economic issues. The County can reasonably expect that the State will continue to encounter budgetary problems in this and upcoming fiscal years. However, it is not clear what measures will be taken by the State to balance its budget, as required by law. Current financial planning for future major outlays is considered on a case-by-case basis by the Board of Supervisors and the County Administrative Office.

Since 1998-99, the Board of Supervisors in an effort to address on a long-term basis the fluctuations in County discretionary revenue from one fiscal year to the next has set aside funds in a Fiscal Stability Fund. The intent is for the County to set aside funds when available to help mitigate significant service reductions in fiscal years where the amount of property tax or other discretionary revenue is estimated to be severely impacted.

Local economy

Oil extraction, agricultural production, and government are driving forces in the County's economy. Kern County remains the largest oil-producing County in the State, containing an estimated 75% of all the State's oil reserves.

The Assessor's total net assessed valuation roll at June 30, 2010, with oil and gas representing approximately 33% of the total, reflected a 4.64% increase in value, which increases available property taxes to the County in fiscal year 2010-11. A downturn in the housing market significantly impacted the tax roll through numerous Proposition 8 roll corrections in 2009-10. Reductions of approximately \$3 million were processed resulting in property tax revenue shortfalls to taxing agencies within the County.

Agriculture continues to remain relatively stable, with the County being the fourth leading producer of agricultural products in the State. The unemployment rate increased from 14.0% in 2008-09 to 15.8% in 2009-10. The population of the County increased by 1.38% from 837,131 to 848,730. The County's major employers continue to be the public school system, Edwards Air Force Base, China Lake Naval Weapons Center and the County of Kern.

Debt administration

The County has instituted a cash management program for its General Fund through the issuance of tax and revenue anticipation notes. The notes provide cash flows to meet General Fund expenditures during the period prior to collection of property taxes. On July 22, 2009, the County issued \$180,000,000 in Tax and Revenue Anticipation Notes that matured on June 30, 2010. On October 22, 2010, the County issued \$180,000,000 in Tax and Revenue Anticipation Notes that will mature on June 30, 2011.

In 1995 the County of Kern issued Taxable Pension Obligation Bonds in the amount of \$227,818,439. In 2003, the County issued additional Taxable Pension Obligation Bonds in an amount of \$288,177,067. The courts and the Kern County Retirement Association were included in the original issuance of these bonds; although, they are no longer part of the County they do continue to participate in the retirement system. In 2008, the County refinanced 2003B Taxable Pension Obligation Bonds.

As of June 30, 2010, the County had outstanding certificates of participation in a principal amount of \$138,325,000. The proceeds of such certificates of participation are being used for the purchase of equipment, as well as the acquisition, construction and renovation of certain public facilities within the County.

A summary of the County's certificates of participation as of June 30, 2010 includes (in thousands):

<u>Description of Issue</u>	<u>Date</u>		<u>Principal</u>
	<u>Issued</u>	<u>Maturity</u>	<u>Outstanding</u>
Rosamond Library Project	1994	2015	\$ 730
1997 Fire Department	1997	2017	4,680
1999 Capital Improvement Projects- Communications portion	1999	2020	4,200
1999 Capital Improvement Projects- KMC portion	1999	2020	10,140
Solid Waste Systems Improvements	2002	2017	12,555
Airports Capital Improvements	2003	2024	10,610
2009 Capital Improvements Projects	2009	2035	95,410
		Total	<u>\$ 138,325</u>

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Kern for its comprehensive annual financial report for the fiscal year ended June 30, 2009. This was the thirteenth consecutive year that the County of Kern has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current 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.

I wish to express my appreciation to the staff of the Auditor-Controller-County Clerk's Office whose hard work, professionalism and dedication are responsible for the preparation of this report, and to the firm of Brown Armstrong, Certified Public Accountants for their professional assistance. Finally, I would like to thank the Board of Supervisors and the County Administrative Office for their continued efforts in planning and conducting the County's financial operations in a responsible and progressive manner.

Respectfully Submitted,



Ann K. Barnett
Auditor-Controller-County Clerk

**COUNTY OF KERN
DIRECTORY OF COUNTY OFFICIALS**

ELECTED

COUNTY SUPERVISOR, FIRST DISTRICT..... JON MCQUISTON
COUNTY SUPERVISOR, SECOND DISTRICT DON MABEN
COUNTY SUPERVISOR, THIRD DISTRICTMIKE MAGGARD
COUNTY SUPERVISOR, FOURTH DISTRICTRAYMOND A. WATSON
COUNTY SUPERVISOR, FIFTH DISTRICT.....MICHAEL J. RUBIO
ASSESSOR-RECORDER.....JAMES FITCH
AUDITOR-CONTROLLER-COUNTY CLERK ANN K. BARNETT
DISTRICT ATTORNEY EDWARD R. JAGELS
SHERIFF-CORONER-PUBLIC ADMINISTRATOR DONNY YOUNGBLOOD
TREASURER-TAX COLLECTORJACKIE DENNEY

COUNTY OF KERN
DIRECTORY OF COUNTY OFFICIALS
(CONTINUED)

APPOINTED

AGING AND ADULT SERVICES	KRISTINA GRASTY
AGRICULTURAL COMMISSIONER/SEALER.....	RUBEN ARROYO
AIRPORTS.....	JACK GOTCHER
BOARD OF TRADE	RICK DAVIS
CLERK OF THE BOARD	KATHLEEN KRAUSE
CHILD SUPPORT SERVICES	PHYLLIS NANCE
COMMUNITY AND ECONOMIC DEVELOPMENT	LORELEI OVIATT
COUNTY ADMINISTRATIVE OFFICER.....	JOHN NILON
GENERAL SERVICES	
GROUP HEALTH	
RETIREE GROUP HEALTH	
UNEMPLOYMENT	
INFORMATION TECHNOLOGY SERVICES	
COUNTY COUNSEL.....	THERESA GOLDNER
DEVELOPMENT SERVICES AGENCY	TED JAMES
EMERGENCY MEDICAL SERVICES.....	ROSS ELLIOTT
EMPLOYERS' TRAINING RESOURCE.....	VERNA LEWIS
ENGINEERING & SURVEY SERVICES	CHARLES LACKEY
FARM AND HOME ADVISOR.....	JOHN BORBA
FIRE DEPARTMENT	NICK DUNN
HUMAN SERVICES	PATRICIA CHEADLE
KERN MEDICAL CENTER.....	PAUL J. HENSLER
LIBRARY.....	DIANE R. DUQUETTE
MENTAL HEALTH	DR. JAMES WATERMAN
PARKS AND RECREATION.....	ROBERT LERUDE
PERSONNEL	MARK QUINN
PLANNING.....	LORELEI OVIATT
PROBATION	DAVID KUGE
PUBLIC DEFENDER	ARTHUR TITUS
PUBLIC HEALTH	MATTHEW CONSTANTINE
ROADS.....	CRAIG POPE
VETERANS' SERVICES	CHARLES BIKAKIS
WASTE MANAGEMENT	DOUG LANDON

ELECTORATE OF KERN COUNTY

BOARD OF SUPERVISORS

COUNTY ADMINISTRATIVE OFFICE

PUBLIC PROTECTION

- DISTRICT ATTORNEY
- SHERIFF-CORONER
- PROBATION DEPARTMENT
- GRAND JURY

PUBLIC ASSISTANCE

- HUMAN SERVICES
- EMPLOYERS' TRAINING RESOURCE
- VETERANS SERVICE
- AGING & ADULT SERVICES

HEALTH AND SANITATION

- KERN MEDICAL CENTER
- MENTAL HEALTH SERVICES
- WASTE MANAGEMENT
- PUBLIC HEALTH SERVICES
- ENVIRONMENTAL HEALTH
- EMERGENCY MEDICAL SERVICES
- ANIMAL CONTROL

CULTURE, EDUC. & RECREATION

- LIBRARY
- PARKS AND RECREATION
- FARM AND HOME ADVISOR

PUBLIC WAYS & FACILITIES

- ROADS
- AIRPORTS

GENERAL

- ASSESSOR-RECORDER
- AUDITOR-CONTROLLER-COUNTY CLERK
- ELECTIONS
- TREASURER-TAX COLLECTOR
- PERSONNEL
- CLERK OF THE BOARD
- INFORMATION TECHNOLOGY SERVICES
- GENERAL SERVICES
- ENGINEERING AND SURVEY SERVICES
- COUNTY COUNSEL
- BOARD OF TRADE

LEGEND

- FULL ACCOUNTABILITY TO BOARD OF SUPERVISORS
- FISCAL ACCOUNTABILITY TO BOARD OF SUPERVISORS
- ▶ ELECTIVE OFFICE

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Kern California

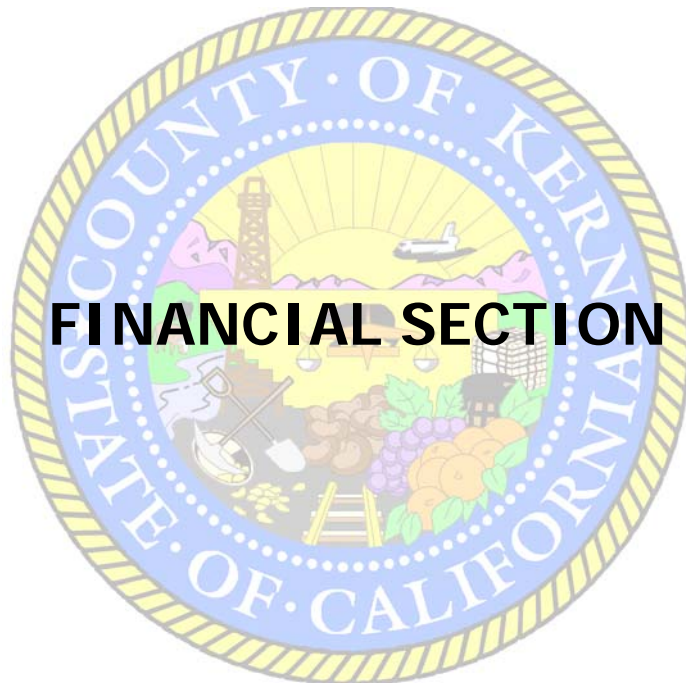
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

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.



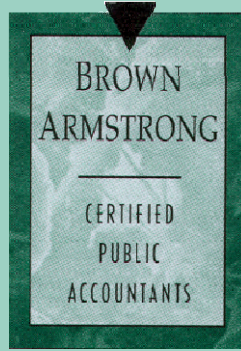
President

Executive Director



FINANCIAL SECTION

Peter C. Brown, CPA
Burton H. Armstrong, CPA, MST
Andrew J. Paulden, CPA
Steven R. Starbuck, CPA
Chris M. Thornburgh, CPA
Eric H. Xin, CPA, MBA
Richard L. Halle, CPA, MST
Aileen K. Keeter, CPA



■ **Main Office**
4200 Truxtun Ave., Suite 300
Bakersfield, California 93309
Tel 661.324.4971 Fax 661.324.4997
e-mail: info@bacpas.com

■ 560 Central Avenue
Shafter, California 93263
Tel 661.746.2145 Fax 661.746.1218

■ 8365 N. Fresno Street, Suite 440
Fresno, California 93720
Tel 559.476.3592 Fax 559.476.3593

INDEPENDENT AUDITOR'S REPORT

To the Honorable Board of Supervisors
of the County of Kern, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Kern, California (the County) 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 the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Kern, California, 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedules and related notes on pages 11 through 21 and 90 through 107, as well as schedules of funding progress on pages 108 through 110, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Kern, California's basic financial statements. The introductory section, combining and individual non-major fund financial statements and schedules, including the schedules of capital assets used in the operation of governmental funds, and statistical section identified in the table of contents, where applicable, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any opinions on them.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2010, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

BROWN ARMSTRONG
ACCOUNTANCY CORPORATION



Bakersfield, California
December 21, 2010



**MANAGEMENT'S
DISCUSSION AND ANALYSIS**

County of Kern
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

Management's discussion and analysis section of the County of Kern's (County) Comprehensive Annual Financial Report (CAFR) presents a narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2010. Users of these financial statements should read this section in conjunction with the transmittal letter at the front of the CAFR and the County's basic financial statements following this section. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

- At June 30, 2010, the County's total net assets were \$1,770,134. Of this total net asset amount, net of related debt, \$1,703,199 is attributed to capital assets and \$233,525 is restricted, which may be used for the County's ongoing obligations with external restrictions. (For detail on Restricted Net Assets see Note XI. C). The remaining balance of the total net assets is a deficit balance of \$166,590, representing the unrestricted net assets.
- During the current fiscal year, the County's net assets increased by \$105,067. The County's net assets increased by \$82,340 for governmental activities and \$22,727 for business-type activities.
- At June 30, 2010, the County's governmental funds reported total ending fund balances of \$475,952, an increase of 6.39% compared to prior year's total ending fund balance. Approximately \$263,509, or 58.90% is unreserved fund balance, which is available for spending. See further discussion in the Financial Analysis of the Government's Funds section on page 18.
- At June 30, 2010, the unreserved fund balance for the General Fund was \$112,674 or 22.02% of total General Fund expenditures.
- At June 30, 2010, the County's total governmental capital assets increased by \$1,063,049, due to the implementation of GASB 51.

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's discussion and analysis is intended to serve as an introduction to the County's basic financial statements. These statements are organized so that readers can understand the County of Kern as a financial whole or as an entire operating entity. The County's basic financial statements are comprised of three components: 1) Government-wide financial statements; 2) Fund financial statements and 3) Notes to the financial statements. In addition to the financial statements, the CAFR also contains other supplementary information.

1. Government-Wide Financial Statements

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

The Statement of Net Assets presents information on all of the County's assets and liabilities, with the difference between the reported assets and liabilities as net assets. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information illustrating how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event takes place regardless of when cash is received or paid. Thus, some revenues and expenses are reported in the CAFR for some items that will only result in cash inflows and outflows in future fiscal years.

Both the Statement of Net Assets and the Statement of Activities distinguish between activities that are primarily financed with taxes and intergovernmental revenues (governmental activities) and those that are intended to recover all or a significant portion of their costs through user fees and charges for services (business-type activities). The County's governmental activities include general government, public protection, public ways and facilities, health and sanitation, public assistance, education, and

culture and recreation. The County's business-type activities include the operation of seven airports, two sanitation districts, medical services (Kern Medical Center), public transportation, three golf courses, solid waste disposal, and activities associated with waste pick-up for the more densely populated unincorporated areas of Bakersfield and Taft. Although the Golf Courses, Sanitation Districts, Kern Asset Leasing Corporation, and County Service Areas are legally separate entities, in substance they are part of the County's operations and have been included as part of the County's governmental and business-type activities.

The government-wide financial statements are presented on pages 22 and 23 of the CAFR.

2. Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds, not the County as a whole. A fund is a fiscal and accounting entity designated to report information about groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations. All of the County's funds can be divided into three broad categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for activities that are similar in nature to the governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on future inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be used in evaluating Kern County's future financing requirements and available resources.

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. This will allow readers to get a better understanding of the long-term impact of the government's future financing decisions. Both the governmental fund's balance sheet and the governmental fund's statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County reports eight major individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for each of the major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements located in the *Combining and Individual Fund Statements and Schedules* section.

The County adopted an annual appropriated budget for all of its major governmental funds. Budgetary comparison schedules have been provided for these funds to demonstrate compliance with this budget and are included in the *Required Supplementary Information* section of the CAFR. Individual budgetary data for each of the budgeted non-major governmental funds is provided elsewhere in the CAFR.

The basic governmental fund financial statements are presented on pages 24 through 29 of the CAFR.

Proprietary funds are reported in two ways: enterprise funds and internal service funds. Enterprise funds are reported as business-type activities in the government-wide financial statements. The County has the following enterprise funds: Airports, County Sanitation Districts, Golf Course, Kern Medical Center, Public Transportation, Waste Management and Universal Collection. Internal service funds are used to accumulate and allocate costs internally among the County's various functions. The County uses the following internal service funds: General Liability, General Services - Garage, Group Health, Retiree Group Health, Unemployment Compensation, and Workers' Compensation. Because such functions predominantly benefit governmental rather than business-type activities, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds' financial statements provide separate information for Airports, Kern Medical Center, and Waste Management, all of which are considered to be major funds of the County. For presentation, all other enterprise funds are combined into a single, aggregated column as well as the internal service funds. Individual fund data for the non-major enterprise funds and the internal service funds is provided in the combining statements in the CAFR.

The proprietary funds' basic financial statements are presented on pages 30 through 33 of the CAFR.

Fiduciary funds are used to account for resources held for the benefit of parties outside the County government. Because fiduciary funds are presented separately, they do not appear in the government-wide financial statements. The resources of fiduciary funds are not available to support the County's own programs. Fiduciary funds are accounted for similar to proprietary funds.

The fiduciary fund basic financial statements are presented on pages 34 and 35 of the CAFR.

3. Notes to the Financial Statements

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

The notes to the financial statements are presented on pages 36 through 89 of the CAFR.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve as a useful indicator of a government's financial position over time. At June 30, 2010, the County's total net assets were \$1,770,134. See Table 1 on page 14 for details.

The County's largest portion of total net assets is the investment in capital assets, net of related debt, \$1,703,199. The investment in capital assets includes land, buildings and improvements, roads, flood control channels, machinery and equipment, intangibles and construction in progress, less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens, and, as a result, these assets are not available for future spending. Because the investment in capital assets is reported net of related debt, and since the capital assets themselves cannot be used to liquidate the debt liabilities, it should be noted that the resources needed to repay this debt must be provided from other sources.

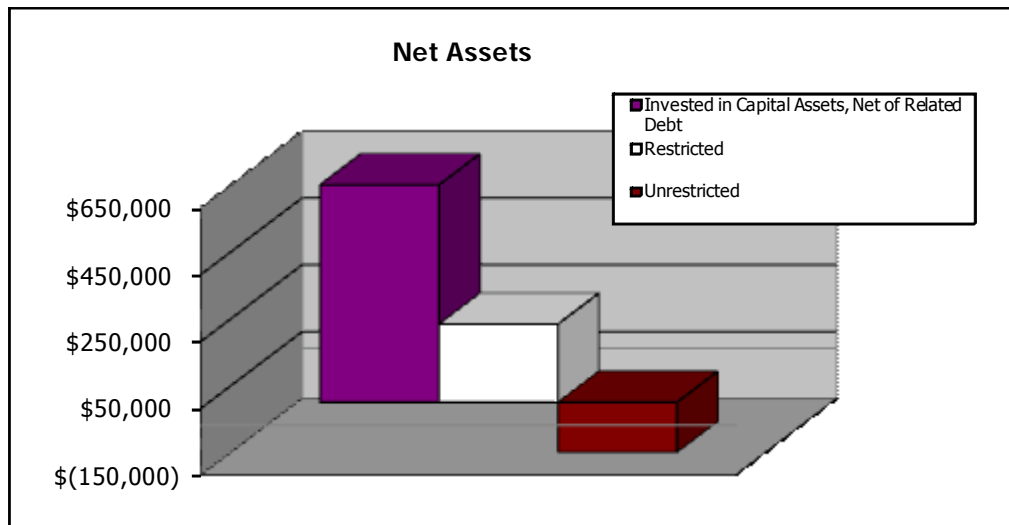
Of the County's total net assets, \$233,525 is restricted, which represents external restrictions on how these resources may be used. The major portion of the restricted net assets is reserved for capital projects and debt repayment. The remaining balance of the net assets represents the unrestricted net assets, which has a deficit balance of \$166,090. This deficit balance is primarily due to the inclusion of the debt associated with the Kern County Tobacco Funding Corporation (see Note XII. K), and the 1995 Pension Obligation Bonds used to pay the unfunded actuarial liability owed to the Kern County Employee Retirement Association.

At June 30, 2010, the County as a whole and its governmental and business-type activities reported positive balances in "Net Assets Invested in Capital Assets, Net of Related Debt" and "Restricted Net Assets." For both governmental and business-type activities, deficits were reported in unrestricted net assets. Per GASB directive, the governmental activities' unrestricted net assets deficit of \$122,364 is primarily due to the recognition of liabilities associated with the Kern County Tobacco Funding Corporation. The business-type activities reported a deficit in unrestricted net assets of \$44,226. The majority of this deficit is attributable to the negative unrestricted net assets for Kern Medical Center (KMC). KMC had higher expenses for salaries and benefits. In addition, Federal and State reimbursements for indigent care have continuously not matched the cost of providing such care.

Table 1 - County of Kern's Net Assets (In Thousands)

	Governmental Activities		Business - Type Activities		Total		Total Change
	2010	2009	2010	2009	2010	2009	
Current and Other Assets	\$ 855,158	\$ 807,298	\$ 180,449	\$ 156,838	\$ 1,035,607	\$ 964,136	\$ 71,471
Capital Assets	<u>1,710,908</u>	<u>1,684,021</u>	<u>194,128</u>	<u>187,478</u>	<u>1,905,036</u>	<u>1,871,499</u>	<u>33,537</u>
Total Assets	<u>\$ 2,566,066</u>	<u>\$ 2,491,319</u>	<u>\$ 374,577</u>	<u>\$ 344,316</u>	<u>\$ 2,940,643</u>	<u>\$ 2,835,635</u>	<u>\$ 105,008</u>
Current and Other Liabilities	157,861	148,414	64,356	44,790	222,217	193,204	29,013
Long - Term Liabilities	<u>758,725</u>	<u>775,765</u>	<u>189,567</u>	<u>201,599</u>	<u>948,292</u>	<u>977,364</u>	<u>(29,072)</u>
Total Liabilities	916,586	924,179	253,923	246,389	1,170,509	1,170,568	(59)
Net Assets							
Invested in Capital Assets, Net of Related Debt	1,542,559	1,510,059	160,640	155,826	1,703,199	1,665,885	37,314
Restricted	229,285	230,225	4,240	4,904	233,525	235,129	(1,604)
Unrestricted	<u>(122,364)</u>	<u>(173,144)</u>	<u>(44,226)</u>	<u>(62,803)</u>	<u>(166,590)</u>	<u>(235,947)</u>	<u>69,357</u>
Total Net Assets*	<u>1,649,480</u>	<u>1,567,140</u>	<u>120,654</u>	<u>97,927</u>	<u>1,770,134</u>	<u>1,665,067</u>	<u>105,067</u>
Total Liabilities & Net Assets	<u>\$ 2,566,066</u>	<u>\$ 2,491,319</u>	<u>\$ 374,577</u>	<u>\$ 344,316</u>	<u>\$ 2,940,643</u>	<u>\$ 2,835,635</u>	<u>\$ 105,008</u>

* As restated. See Note II. A.



As shown in Table 2, the County's total net assets increased by \$105,067, of which all is attributed to current year activity.

Table 2 - County of Kern's Changes in Net Assets (In Thousands)

	Governmental		Business - Type		Total		Total Change
	Activities		Activities				
	2010	2009	2010	2009	2010	2009	
Revenues							
Program Revenues							
Charges for Services	\$ 213,024	\$ 231,275	\$ 264,853	\$ 277,585	\$ 477,877	\$ 508,860	\$ (30,983)
Operating Grants & Contributions	724,772	656,815	34,579	6,109	759,351	662,924	96,427
Capital Grants & Contributions	19,123	22,800	4,300	2,131	23,423	24,931	(1,508)
General Revenues							
Property Taxes	226,528	227,163			226,528	227,163	(635)
Aircraft Taxes	201	232			201	232	(31)
Sales & Use Taxes	33,414	40,502			33,414	40,502	(7,088)
Transient Occupancy Tax	1,346	1,676			1,346	1,676	(330)
Special Assessments	3,375	3,093			3,375	3,093	282
Transfer Tax	2,423	2,407			2,423	2,407	16
Other Taxes	711	856			711	856	(145)
Vehicle License Taxes	85,897	91,737			85,897	91,737	(5,840)
Investment Earnings	18,976	25,681	1,386	3,062	20,362	28,743	(8,381)
Miscellaneous	14,260	9,802	426	4,568	14,686	14,370	316
Total Revenues	1,344,050	1,314,039	305,544	293,455	1,649,594	1,607,494	42,100
Expenses							
General Government	92,049	52,916			92,049	52,916	39,133
Public Protection	449,054	487,167			449,054	487,167	(38,113)
Public Ways & Facilities	60,510	44,648			60,510	44,648	15,862
Health & Sanitation	143,156	151,741			143,156	151,741	(8,585)
Public Assistance	421,154	411,388			421,154	411,388	9,766
Education	8,436	9,372			8,436	9,372	(936)
Culture & Recreation	12,747	14,440			12,747	14,440	(1,693)
Interest on Short & Long-Term Debt	42,013	44,354			42,013	44,354	(2,341)
Airports			7,301	7,626	7,301	7,626	(325)
County Sanitation Districts			3,593	3,319	3,593	3,319	274
Golf Course			302	412	302	412	(110)
Kern Medical Center			255,248	259,558	255,248	259,558	(4,310)
Public Transportation			6,892	6,787	6,892	6,787	105
Universal Collection			10,203	9,797	10,203	9,797	406
Waste Management			31,869	35,115	31,869	35,115	(3,246)
Total Expenses	1,229,119	1,216,026	315,408	322,614	1,544,527	1,538,640	5,887
Excess (Deficit) of Revenues Over Expenses							
Before Special Items and Transfers	114,931	98,013	(9,864)	(29,159)	105,067	68,854	36,213
Transfers	(32,591)	(51,809)	32,591	51,809			
Increase in Net Assets	82,340	46,204	22,727	22,650	105,067	68,854	36,213
Net Assets at Beginning of Year*	1,567,140	1,520,936	97,927	75,277	1,665,067	1,596,213	68,854
Net Assets at End of Year	\$ 1,649,480	\$ 1,567,140	\$ 120,654	\$ 97,927	\$ 1,770,134	\$ 1,665,067	\$ 105,067

* As restated. See Note II. A

Governmental Activities

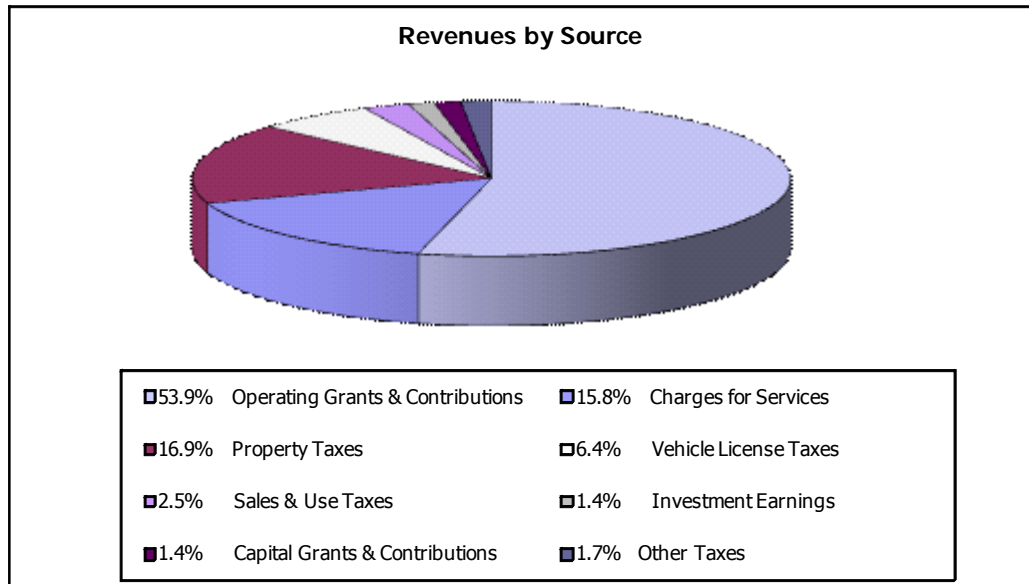
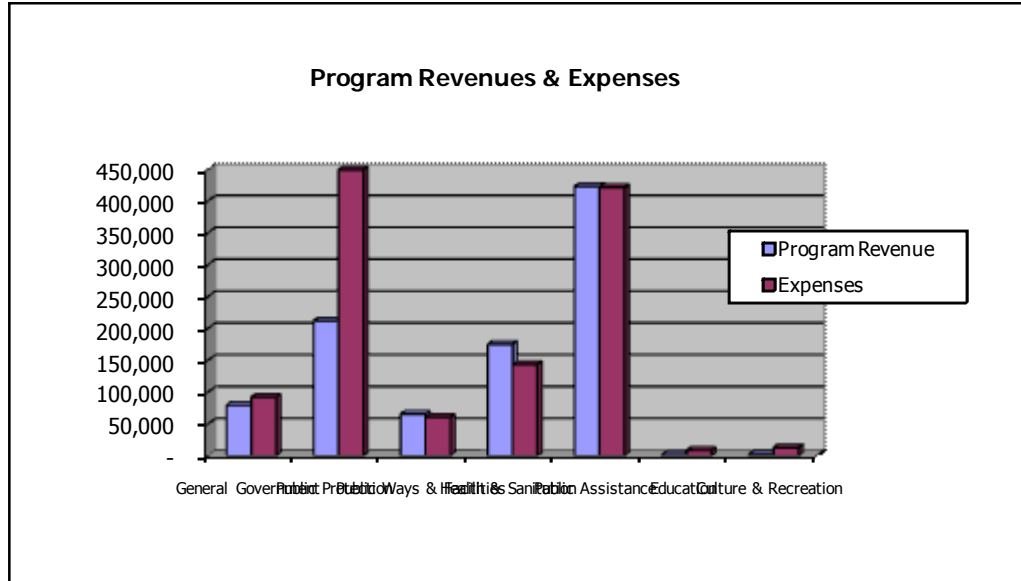
The Governmental activities increased the County's net assets by \$82,340 for the year ended June 30, 2010:

- Total revenue increased by \$30,011 or 2.3% from the prior year.
- As an arm of the State government, operating grants and contributions serve multiple programs, representing 76% of the County's program revenue for governmental activities, and are tied to the mandated services such as public assistance, public health, and mental health. These revenue sources funding levels remained virtually unchanged from the prior year.
- Taxes and investment earnings that are generated locally provide the Board of Supervisors (Board) with most of its discretionary spending power. The decrease in tax revenue is due primarily to the following:

Sales and Use Tax decreased by \$7,088 or 17.5% due to significantly lower local sales and use tax resulting from current economic conditions.

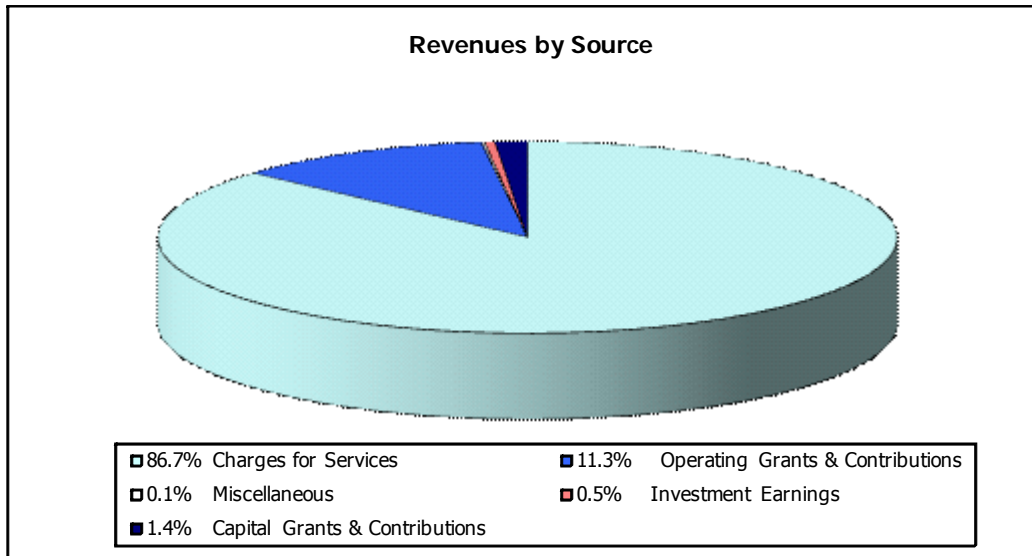
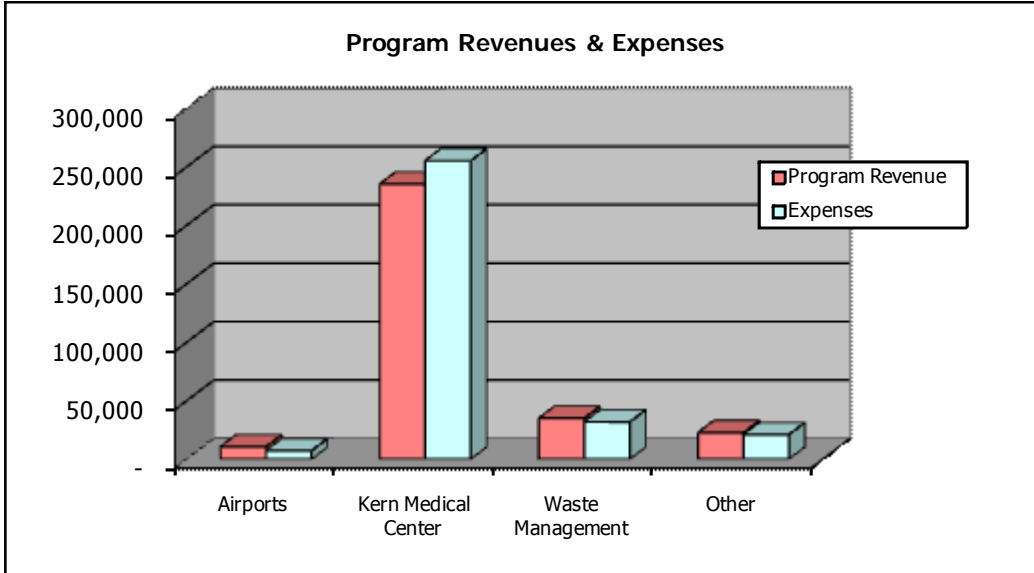
Vehicle License Taxes decreased by \$5,840 or 6.4% due to significantly lower vehicle license taxes resulting from current economic conditions.

- Total expenses increased by \$13,093 or 1.08%. General Government, Public Ways, and Public Assistance increased due primarily to one-time grant funding. Public Protection, Health and Sanitation, Education, Culture & Recreation all decreased in overall cost due to budget cuts.



Business-type Activities

Business-type activities' total net assets increased the County's net assets by \$22,727. Revenues received for charges for services decreased by \$12,732 due primarily to a reduction in service revenue at KMC. However, the decrease was offset by an increase to operating grants & contributions in the amount of \$28,470.



FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

The County uses fund accounting to ensure and to demonstrate compliance with financial-related legal requirements.

Governmental Funds

The focus of the County's governmental funds is to provide information on future inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. 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.

At June 30, 2010, the County's governmental funds reported total fund balances of \$475,952, an increase of 6.39% compared to prior year's total ending fund balance. Approximately \$263,509, or 58.90% of total fund balance is unreserved fund balance, which is available to meet the County's current and future needs. The remaining balance of fund balance is reserved. Reserved fund balance indicates that it is not available for new spending because it has been committed to 1) reserve for property tax assessment appeals, \$2,921; 2) reserve for debt service, \$91,977; 3) reserve for encumbrances, \$69,528; 4) a variety of other restricted purposes, \$48,017.

The County's management may also designate unreserved fund balance to a particular function, project or activity. Designated fund balance is available for appropriations at any time.

The General Fund is the chief operating fund of the County. At June 30, 2010, unreserved fund balance of the General Fund was \$112,674. As a measure of the General Fund's liquidity, it may be helpful to compare both unreserved fund balance and fund balance to total fund expenditures. Unreserved fund balance represents 22.02% of total General Fund expenditures, while total fund balance represents 27.40% of total General Fund expenditures.

The other governmental funds' fund balances decreased by \$13,993 or 7.67%. The following major governmental funds **increased** in fund balance:

- Child Support – Fund balance increased by \$8 from the prior year due to an increase in aid from other governmental agencies.
- Employers' Training Resource – Fund balance increased by \$1,385 from the prior year due to an increase in aid from other governmental agencies.
- Human Services – Fund balance increase increased by \$18,845 from the prior year due to an increase in aid from other governmental agencies.
- Mental Health – Fund balance increased by \$15,907 from the prior year due to an increase in aid from other governmental agencies.
- Roads – Fund balance increased by \$10,173 from the prior year due to an increase in aid from other governmental agencies.
- Structural Fire – Fund balance increased by \$580 from the prior year due to an increase in aid from other governmental agencies.
- Tobacco Securitization Proceeds – Fund balance increased by \$168 from the prior year as a result of earnings from the use of money and property in excess of budgeted expenditures.

Proprietary Funds

The proprietary funds provide similar information to the government-wide financial statements, but in more detail.

The enterprise funds total net assets increased by \$19,666. The net assets of Waste Management increased by \$4,557 primarily due to an increase in charges for services revenue and a decrease in service and supply expenses. The net assets of Kern Medical Center increased by \$9,817 as a result of one-time aid from other governmental agencies (State Hospital Fee). The net assets of Airports increased by \$3,496 due to an increase in revenue from aid from other governmental agencies and a decrease in salaries and benefits. Additionally, the combined net assets of the non-major enterprise funds increased by \$1,796.

The internal service funds had an increase in net assets of \$21,649 due to a decrease in claims incurred.

GENERAL FUND BUDGETARY VARIANCES

Differences between the County's final budget and the County's original budget resulted in a \$35,199 increase in supplemental appropriations that is briefly summarized as follows:

- The increase in supplemental appropriations is primarily due to the increase in total general government appropriations by \$13,326. \$10,036 of the increase is attributable to general service-major maintenance service and supplies and capital projects.
- There were two other major increases to appropriations, public protection \$7,735, from many different departments, and contingencies and reserves \$7,404, due primarily to the securitization of Proposition 1A revenues (see note XII N of the Notes to the Financial Statements)
- The remainder of the supplemental appropriation increase consists of small increases in appropriations for normal operations in the other budgetary units of the General Fund.

There was only one significant variance between the County's final budget and actual on budgetary basis and that produced an excess of discretionary revenue from taxes due to the Securitization of Prop 1A tax proceeds.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The County's total investment in capital assets, net of accumulated depreciation is \$1,905,036 at June 30, 2010. Investment in capital assets includes land, land acquisition in progress, construction in progress, infrastructure, structures and improvements and equipment and intangibles. The County's net capital assets are illustrated in Table 3.

Table 3 – The County's Capital Assets, Net of Accumulated Depreciation (In Thousands)

	Governmental Activities		Business - Type Activities		Total		Total Change
	2010	2009	2010	2009	2010	2009	
Land	\$ 25,203	\$ 24,230	\$ 25,972	\$ 25,773	\$ 51,175	\$ 50,003	\$ 1,172
Land Acquisition in Progress			91	148	91	148	(57)
Construction in Progress	55,409	41,212	13,688	6,971	69,097	48,183	20,914
Infrastructure	250,065	236,870	3,145	2,467	253,210	239,337	13,873
Structures and Improvermer	225,789	225,814	131,957	136,548	357,746	362,362	(4,616)
Equipment	68,977	72,203	19,085	3,997	88,062	76,200	11,862
Intangibles	1,085,465	1,084,303	190	145	1,085,655	1,084,448	1,207
Total	<u>\$ 1,710,908</u>	<u>\$ 1,684,632</u>	<u>\$ 194,128</u>	<u>\$ 176,049</u>	<u>\$ 1,905,036</u>	<u>\$ 1,860,681</u>	<u>\$ 44,355</u>

The major capital events during the current fiscal year includes the following:

- Major construction in progress includes two fire station replacements, ITS/EMS facility replacement, Frazier Park Library, Rexland Acre Sewer System, Seventh Standard Road project and the Wheeler Ridge Overpass project.
- The Roads Department had several infrastructure improvements and additions for the current fiscal year. The total for new roads was \$2,257, reconstructed roads was \$15,136, roads dedicated to the County by developers was \$5,624, and additions to existing roads was \$763.

Additional information regarding the County's capital assets is reported in Note VII. A of the Notes to the Financial Statements.

Long-Term Debt

At June 30, 2010, the County's total long-term debt is \$774,325. Of the total long-term debt, Certificates of Participation is \$138,325, which is secured by the County's lease rental payments, and Pension Obligation Bonds is \$430,567. The remaining long-term liabilities balance includes bonds payables, facilities and capital asset leases and a public health facility loan.

With the exception of the 1994 Rosamond Library Project Certificate of Participation, the County has no general obligation debt. All other Certificates of Participation and bonds are "AAA" insured. Certificates of Participation issued by the County continue to be in the "A" category from Standard and Poor's Corporation or Moody's.

Additional information regarding the County's long-term debt can be found in the Notes to the Financial Statements in Note IX. A of the CAFR.

Table 4 – The County's Outstanding Debt (In Thousands)

	Governmental Activities		Business - Type Activities		Total		Change
	2010	2009	2010	2009	2010	2009	
Lease Purchase Agreements	\$ 17,516	\$ 20,217	\$ 4,996	\$ 2,495	\$ 22,512	\$ 22,712	\$ (200)
Certificates of Participation	105,020	106,000	33,305	36,230	138,325	142,230	(3,905)
Loans Payable	10,876	12,887	640		11,516	12,887	(1,371)
Bonds Payable	413	417			413	417	(4)
Tobacco - Asset Backed Bonds	95,845	97,195			95,845	97,195	(1,350)
Pension Obligation Bonds	371,959	386,402	58,608	61,124	430,567	447,526	(16,959)
Landfill Closure Liability			42,742	41,332	42,742	41,332	1,410
Post Closure Liability			32,405	34,141	32,405	34,141	(1,736)
Total	\$ 601,629	\$ 623,118	\$ 172,696	\$ 175,322	\$ 774,325	\$ 798,440	\$ (24,115)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The State's budget remains the major determining factor in determining the County's budget for fiscal year 2010 – 2011 and beyond. The County is required to contribute \$84.9 million in property tax revenues to the State budget in 2010 – 2011.

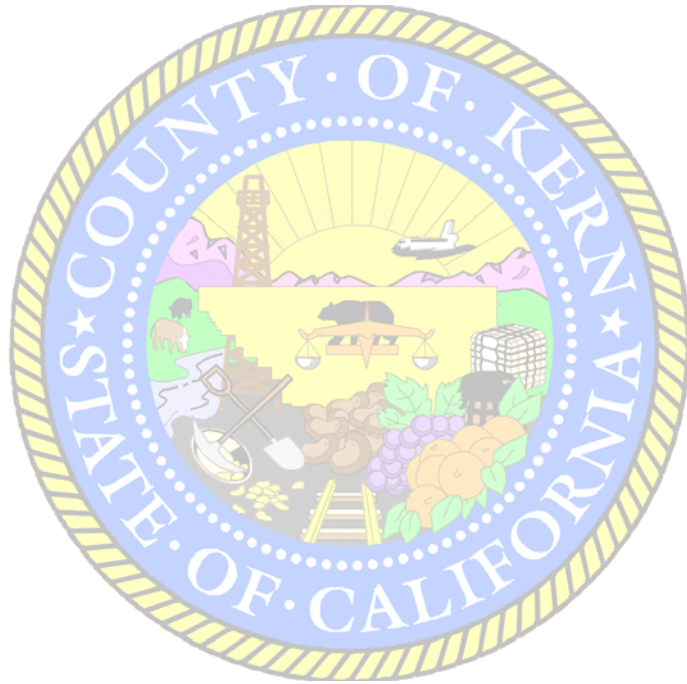
The recommended regular County budget for fiscal year 2010 – 2011 totals \$1.38 billion, which is \$91.8 million or 6.25% lower than total appropriations adopted last year.

Discretionary revenues will increase this year by \$16.4 million above last year's adopted revenue estimates. Although the 2010 – 2011 estimated discretionary revenues are scheduled to increase, they are offset by increased employee and operating cost and will require a 12% average reduction in most county departments' budgets.

REQUESTS FOR INFORMATION

The Comprehensive Annual Financial Report is designed to provide citizens, taxpayers, creditors, and investors with a general overview of the County's finances and to show the County's accountability of the funds it receives. If you have any questions about the CAFR or need additional financial information, contact Mrs. Ann K. Barnett, Kern County Auditor-Controller-County Clerk at 1115 Truxtun Avenue, Bakersfield, California 93301, (661) 868-3599 or visit the website at www.co.kern.ca.us.

The County presents three discrete component units in the government-wide financial statements, First 5 Kern, Tejon Ranch Public Facilities Financing Authority, and the Housing Authority of Kern County. The operations of these component units are not considered to be significant in relation to the overall operations of the primary government and have not been included in this Management Discussion & Analysis. Complete financial statements of the individual component units can be obtained from First 5 Kern located at 2724 L Street, Bakersfield, California 93301, Tejon Ranch Public Facilities Financing Authority located at P.O. Box 1000, Lebec, California, 93243 and the Housing Authority of Kern County located at 601 24th Street, Bakersfield, California 93301.





BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements

**COUNTY OF KERN
STATEMENT OF NET ASSETS
JUNE 30, 2010 (IN THOUSANDS)**

ASSETS	Primary Government			First 5 Kern
	Governmental Activities	Business-type Activities	Totals	
Cash and Investments	\$ 280,793	\$ 81,365	\$ 362,158	\$ 23,430
Restricted Cash and Investments	106,048	4,675	110,723	
Revolving Fund Cash	1,421	21	1,442	
Receivables, Net	204,579	123,834	328,413	2,431
Due from Other Agencies	9,655		9,655	
Inventories and Prepaid Expenses	9,042	9,025	18,067	
Deposits with Other	660		660	
Internal Balances	64,612	(64,612)		
Investment in Joint Venture		1,973	1,973	
Net Pension Asset	178,348	24,168	202,516	
Capital Assets:				
Nondepreciable	1,164,447	39,751	1,204,198	
Depreciable, Net	546,461	154,377	700,838	56
Total Assets	\$ 2,566,066	\$ 374,577	\$ 2,940,643	\$ 25,917
LIABILITIES				
Accounts Payable	\$ 18,987	\$ 22,686	\$ 41,673	\$ 2,410
Salaries and Employee Benefits Payable	19,324	5,198	24,522	33
Due to Other Agencies	1,649	2,499	4,148	
Accrued Interest Payable	8,261	1,438	9,699	
Unearned Revenue	19,935	2,093	22,028	
Long-Term Liabilities:				
Portion Due or Payable Within One Year:				
Long-Term Debt	19,436	6,032	25,468	
Capital Leases	5,108	1,386	6,494	
Compensated Absences	34,662	9,898	44,560	70
Landfill Closure/Postclosure Costs		13,126	13,126	
Liability for Self Insurance	30,499		30,499	
Portion Due or Payable After One Year:				
Professional Liabilities		6,425	6,425	
Certificates of Participation	103,985	30,365	134,350	
Bonds and Notes Payable	450,559	55,580	506,139	
Loans Payable	10,133	576	10,709	
Accrued Interest	92,302	16,319	108,621	
Capital Leases	12,408	3,610	16,018	
Compensated Absences	23,108	6,598	29,706	
Liability for Pollution Remediation	2,050	8,073	10,123	
Accrued Landfill Closure/Postclosure Costs		62,021	62,021	
Liability for Self Insurance	64,180		64,180	
Total Liabilities	916,586	253,923	1,170,509	2,513
NET ASSETS				
Invested in Capital Assets, Net of Related Debt Restricted (Note XI. C):	1,542,559	160,640	1,703,199	56
Debt Service	26,758	4,240	30,998	
Capital Projects	124,416		124,416	
General Government	3,743		3,743	
Public Protection	21,603		21,603	
Health and Sanitation	52,752		52,752	
Education	13		13	
Other Purposes				17,074
Unrestricted (Deficits)	(122,364)	(44,226)	(166,590)	6,274
Total Net Assets	\$ 1,649,480	\$ 120,654	\$ 1,770,134	\$ 23,404

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

**COUNTY OF KERN
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

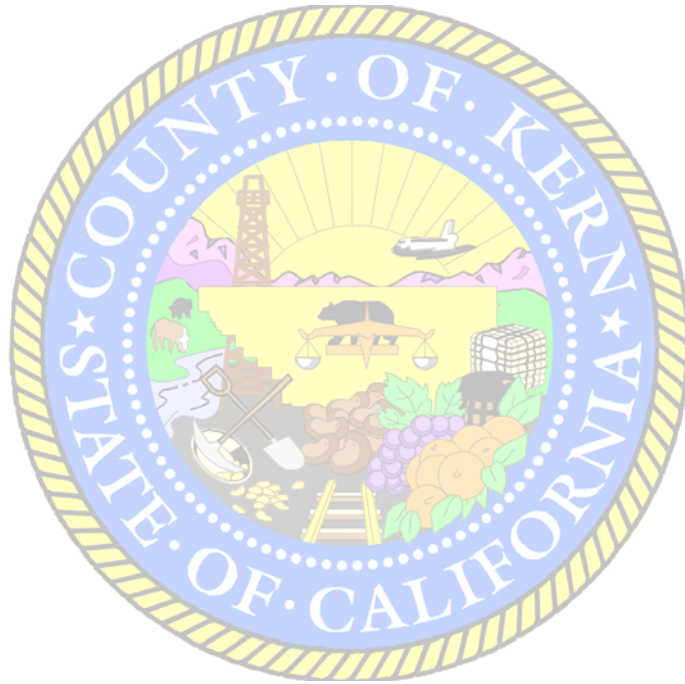
Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for	Capital	Governmental	Primary Government	First 5
		Services	Grants and Contributions			
Governmental Activities:						
General Government	\$ 92,049	\$ 65,670	\$ 13,486	\$ (12,893)	\$	\$ (12,893)
Public Protection	449,054	93,839	117,935	(237,280)		(237,280)
Public Ways and Facilities	60,510	4,527	48,399	4,760		4,760
Health and Sanitation	143,156	40,064	127,935	31,622		31,622
Public Assistance	421,154	6,299	416,704	1,849		1,849
Education	8,436	793	298	(7,345)		(7,345)
Culture and Recreation	12,747	1,832	15	(10,900)		(10,900)
Interest on Short and Long-term Debt	42,013			(42,013)		(42,013)
Total Governmental Activities	<u>1,229,119</u>	<u>213,024</u>	<u>724,772</u>	<u>(272,200)</u>		<u>(272,200)</u>
Business-type Activities:						
Airports	7,301	3,610	2,785	3,994	3,994	3,994
County Sanitation Districts	3,593	4,008		415	415	415
Golf Course	302	468		166	166	166
Kern Medical Center	255,248	206,106	29,172	(19,970)	(19,970)	(19,970)
Public Transportation	6,892	5,211	2,217	536	536	536
Universal Collection	10,203	10,815		612	612	612
Waste Management	31,869	34,635	405	3,171	3,171	3,171
Total Business-type Activities	<u>315,408</u>	<u>264,853</u>	<u>34,579</u>	<u>(11,676)</u>	<u>(11,676)</u>	<u>(11,676)</u>
Total Primary Government	<u>1,544,527</u>	<u>477,877</u>	<u>759,351</u>	<u>(272,200)</u>	<u>(11,676)</u>	<u>(283,876)</u>
Component Units:						
Children and Families Commission	\$ 12,087	\$	\$ 12,257			170
General revenues:						
Taxes:						
Property Taxes				226,528		226,528
Aircraft Taxes				201		201
Sales and Use Taxes				33,414		33,414
Transient Occupancy Tax				1,346		1,346
Special Assessments				3,375		3,375
Transfer Taxes				2,423		2,423
Other Taxes				711		711
Property Taxes in Lieu of Motor Vehicle License Fees				85,897		85,897
Grants and Contributions not Restricted to Specific Programs						
Unrestricted Investment Earnings				1,386	1,386	1,386
Miscellaneous				14,260	426	14,686
Transfers						
Total General revenues and Transfers				32,591	32,591	32,591
Change in Net Assets				82,340	34,403	388,943
Net Assets--beginning (As restated, Note II. A)				1,567,140	22,727	1,665,067
Net Assets--ending				1,649,480	97,927	1,770,134
						\$ 22,866
						\$ 23,404

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT



BASIC FINANCIAL STATEMENTS

Fund Financial Statements



**COUNTY OF KERN
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010 (IN THOUSANDS)**

	<u>GENERAL FUND</u>	<u>KERN CO. DEPT. OF CHILD SUPPORT</u>	<u>EMPLOYERS' TRAINING RESOURCE</u>	<u>HUMAN SERVICES</u>	<u>MENTAL HEALTH</u>
ASSETS					
Pooled Cash and Investments	\$ 10,057	\$ 883	\$ 1,102	\$ 3,913	\$ 31,665
Revolving Fund Cash	1,214	95		101	1
Cash and Investments Deposited with Trustee					
Interest Receivable	717	5	3	43	104
Taxes Receivable	62,129				
Accounts Receivable				17,880	623
Accrued Revenue	24,579	464	3,270	26,455	17,535
Due from Other Funds	7,904			2,772	2,731
Advances to Other Funds	60,776				
Due from Other Agencies	8,592				
Loans Receivable					
Deposits with Others	205				
Prepaid Items	7,200				
Inventory - Materials and Supplies					
Total Assets	\$ 183,373	\$ 1,447	\$ 4,375	\$ 51,164	\$ 52,659
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 3,972	\$ 477	\$ 2,933	\$ 512	\$ 181
Salaries and Employee Benefits Payable	10,631	441		3,276	1,309
Advances from Other Funds				4,888	
Due to Other Funds	7,086			1	1
Due to Other Agencies					1,649
Loans Payable					
Deferred Revenue	21,474			26,600	
Total Liabilities	43,163	918	2,933	35,277	3,140
Fund Balances:					
Reserved	27,536	95	1	1,221	18,038
Unreserved, reported in:					
General Fund	112,674				
Special Revenue Funds		434	1,441	14,666	31,481
Capital Project Funds					
Total Fund Balances	140,210	529	1,442	15,887	49,519
Total Liabilities and Fund Balances	\$ 183,373	\$ 1,447	\$ 4,375	\$ 51,164	\$ 52,659

<u>ROADS</u>	<u>STRUCTURAL FIRE</u>	<u>TOBACCO SECURITIZATION PROCEEDS</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL</u>
\$ 25,511	\$ 3,405	\$ 2,711	\$ 78,415	\$ 157,662
	2		8	1,421
		36,099	91,840	127,939
72	34	9	202	1,189
	6,035		1,739	69,903
8				18,511
3,533	8,621		28,645	113,102
	820		85	14,312
21,500		446	9,006	91,728
			1,063	9,655
			1,074	1,074
				205
				7,200
				1,762
<u>906</u>	<u>856</u>			
<u>\$ 51,530</u>	<u>\$ 19,773</u>	<u>\$ 39,265</u>	<u>\$ 212,077</u>	<u>\$ 615,663</u>

<u>ASSETS</u>
Pooled Cash and Investments
Revolving Fund Cash
Cash and Investments Deposited with Trustee
Interest Receivable
Taxes Receivable
Accounts Receivable
Accrued Revenue
Due from Other Funds
Advances to Other Funds
Due from Other Agencies
Loans Receivable
Deposits with Others
Prepaid Items
Inventory - Materials and Supplies
Total Assets

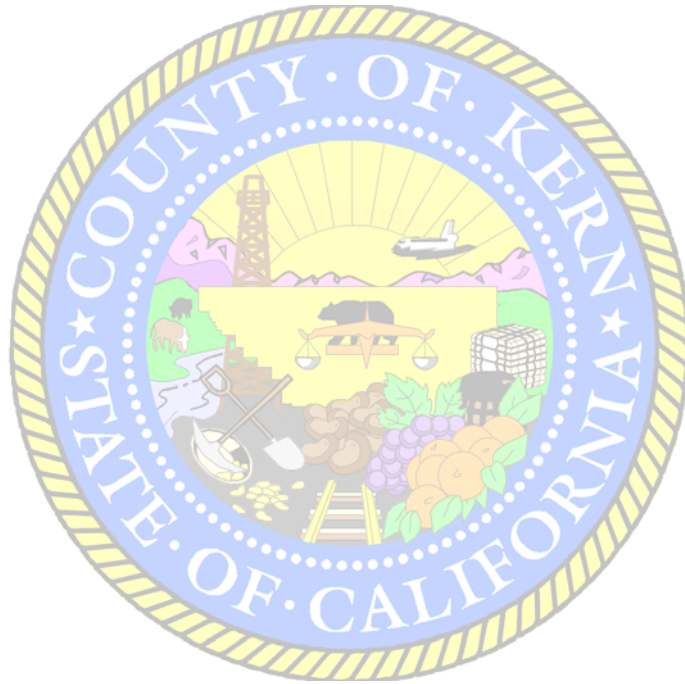
LIABILITIES AND FUND BALANCES

\$ 1,449	\$ 25	\$	\$ 8,358	\$ 17,907
491	2,816		331	19,295
	118		23,521	28,527
			8,529	15,617
				1,649
			160	160
	5,749		2,733	56,556
<u>1,940</u>	<u>8,708</u>		<u>43,632</u>	<u>139,711</u>
12,318	2,728	35,145	115,361	212,443
37,272	8,337		54,483	112,674
		4,120	(1,399)	148,114
<u>49,590</u>	<u>11,065</u>	<u>39,265</u>	<u>168,445</u>	<u>475,952</u>
<u>\$ 51,530</u>	<u>\$ 19,773</u>	<u>\$ 39,265</u>	<u>\$ 212,077</u>	<u>\$ 615,663</u>

Liabilities:
Accounts Payable
Salaries and Employee Benefits Payable
Advances from Other Funds
Due to Other Funds
Due to Other Agencies
Loans Payable
Deferred Revenue
Total Liabilities
Fund Balances:
Reserved
Unreserved, reported in:
General Fund
Special Revenue Funds
Capital Project Funds
Total Fund Balances
Total Liabilities and Fund Balances

**COUNTY OF KERN
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO
THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES
JUNE 30, 2010 (IN THOUSANDS)**

Fund Balances - Total Governmental Funds:	\$	475,952
Deferred charges in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		37,191
Capital assets used in governmental activities are not financial resources; therefore, the capital assets are not reported in the governmental funds.		1,705,233
Accrued interest revenue recognized as soon as earned, regardless of its availability.		13
Pollution remediation recoveries are recognized when realized, regardless of availability.		800
Negative Net Pension Obligation - Offset of Pension Obligation Bonds for Unfunded Actuarial Liability that does not represent a current financial resource.		178,202
Internal service funds are used by management to charge the costs of management of fleet maintenance, employee benefits, and personal injury, retiree health insurance benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net assets.		13,233
Long term interest payable does not require the use of current financial resources; therefore, is not accrued as a liability in the governmental funds.		(100,320)
Long-term liabilities applicable to the governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities both current and long-term are reported in the statement of net assets:		
Pension Obligation Bonds	\$	(371,400)
Bonds Payable		(96,258)
Certificates of Participation		(105,020)
Capital Leases		(17,516)
Loan Payable		(10,876)
Compensated Absences		(57,704)
Pollution Remediation		(2,050)
Net Assets of Governmental Activities	\$	<u>1,649,480</u>



COUNTY OF KERN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS)
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	<u>GENERAL FUND</u>	<u>KERN CO. DEPT. OF CHILD SUPPORT</u>	<u>EMPLOYERS' TRAINING RESOURCE</u>	<u>HUMAN SERVICES</u>	<u>MENTAL HEALTH</u>
REVENUES:					
Taxes	\$ 274,689	\$	\$	\$	\$
Licenses, Permits and Franchises	10,507				
Fines, Forfeitures and Penalties	16,228				
Revenues from Use of Money and Property	12,089	31	13	163	392
Aid from Other Governmental Agencies	133,146	21,569	14,603	338,459	64,142
Charges for Current Services	98,138	12	1,641	217	27,087
Other Revenues	3,928		58	2,659	147
Total Revenues	<u>548,725</u>	<u>21,612</u>	<u>16,315</u>	<u>341,498</u>	<u>91,768</u>
EXPENDITURES:					
Current:					
General Government	95,115				
Public Protection	325,255	21,604			
Health and Sanitation	45,882				98,138
Public Assistance	16,038		14,202	365,549	
Education	9,185				
Recreation and Cultural Services	13,184				
Public Ways and Facilities					
Capital Outlay	2,882				
Debt Service:					
Principal					
Interest	4,237				
Cost of Issuance					
Total Expenditures	<u>511,778</u>	<u>21,604</u>	<u>14,202</u>	<u>365,549</u>	<u>98,138</u>
Excess (Deficiency) of Revenues over Expenditures	<u>36,947</u>	<u>8</u>	<u>2,113</u>	<u>(24,051)</u>	<u>(6,370)</u>
OTHER FINANCING SOURCES (USES):					
Transfers In	86,918		12,669	44,600	22,284
Transfers Out	(130,828)		(13,397)	(1,704)	(7)
Inceptions of Capital Leases	2,882				
Total Other Financing Sources (Uses)	<u>(41,028)</u>		<u>(728)</u>	<u>42,896</u>	<u>22,277</u>
Net Changes in Fund Balances (Deficits)	(4,081)	8	1,385	18,845	15,907
Fund Balances (Deficits), July 1, 2009 (as previously reported)	144,291	915	57	(2,958)	33,612
Prior Period Adjustments		(394)			
Fund Balances, June 30, 2010	<u>\$ 140,210</u>	<u>\$ 529</u>	<u>\$ 1,442</u>	<u>\$ 15,887</u>	<u>\$ 49,519</u>

ROADS	STRUCTURAL FIRE	TOBACCO SECURITIZATION PROCEEDS	OTHER GOVERNMENTAL FUNDS	TOTAL	
\$	\$	\$	\$	\$	REVENUES:
	67,223		3,375	345,287	Taxes
1,810	239		3,381	15,937	Licenses, Permits and Franchises
	102		9,323	25,653	Fines, Forfeitures and Penalties
475	62	1,975	2,309	17,509	Revenues from Use of Money and Property
42,764	6,106		120,825	741,614	Aid from Other Governmental Agencies
4,645	26,100		4,155	161,995	Charges for Current Services
428	193		42,932	50,345	Other Revenues
<u>50,122</u>	<u>100,025</u>	<u>1,975</u>	<u>186,300</u>	<u>1,358,340</u>	Total Revenues
					EXPENDITURES:
			76	95,191	Current:
	119,438		4,740	471,037	General Government
			2,476	146,496	Public Protection
			30,404	426,193	Health and Sanitation
				9,185	Public Assistance
				13,184	Education
51,226			2,719	53,945	Recreation and Cultural Services
		57	31,982	34,921	Public Ways and Facilities
					Capital Outlay
			18,684	18,684	Debt Service:
			26,558	30,795	Principal
			7	7	Interest
					Cost of Issuance
<u>51,226</u>	<u>119,438</u>	<u>57</u>	<u>117,646</u>	<u>1,299,638</u>	Total Expenditures
<u>(1,104)</u>	<u>(19,413)</u>	<u>1,918</u>	<u>68,654</u>	<u>58,702</u>	Excess (Deficiency) of Revenues Over Expenditures
					OTHER FINANCING SOURCES (USES):
11,277	20,872		34,314	232,934	Transfers In
	(879)	(1,750)	(116,961)	(265,526)	Transfers Out
				2,882	Inceptions of Capital Leases
<u>11,277</u>	<u>19,993</u>	<u>(1,750)</u>	<u>(82,647)</u>	<u>(29,710)</u>	Total Other Financing Sources (Uses)
10,173	580	168	(13,993)	28,992	Net Changes in Fund Balances (Deficits)
39,417	10,485	39,097	182,438	447,354	Fund Balances (Deficits), July 1, 2009 (as previously reported)
				(394)	Prior Period Adjustments
<u>\$ 49,590</u>	<u>\$ 11,065</u>	<u>\$ 39,265</u>	<u>\$ 168,445</u>	<u>\$ 475,952</u>	Fund Balances, June 30, 2010

**COUNTY OF KERN
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE STATEMENT OF
ACTIVITIES - GOVERNMENTAL ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

Net Change in Fund Balance - Total Governmental Funds:	\$	28,992
Amounts reported for governmental activities in the statement of activities:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives and reported as depreciation expense.		
Expenditures for capital assets and other related capital asset adjustments	\$	44,139
Less: current year depreciation, net of asset disposals		<u>(25,972)</u>
Capital contribution of capital assets are not reported on governmental funds but recorded at fair value on the statement of net assets.		5,624
Governmental fund revenues deferred due to unavailability were booked in the statement of activities.		8,546
Governmental fund pollution remediation was booked in the statement of activities		(1,250)
Governmental fund revenues not recognized due to unavailability were booked in the statement of activities.		13
Repayment of debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets:		
Principal repayments:		
Pension Obligation Bonds	\$	14,443
Certificates of Participation		980
Capital Leases		5,583
Tobacco -Asset Backed Bonds		1,350
Bonds Payable		4
Loans Payable		<u>2,011</u>
Some expenses reported in the statement of activities do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds.		
Change in accrued interest payable	\$	(11,159)
Change in compensated absences		<u>170</u>
Adjustment to the Negative Net Pension Obligation is not reported in the governmental funds, but the adjustment reduces the Net Pension Obligation in the statement of net assets.		(9,722)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net expense of certain activities of the internal service funds is reported within governmental activities.		<u>18,588</u>
Change in Net Assets of Governmental Activities	\$	<u><u>82,340</u></u>

**COUNTY OF KERN
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2010 (IN THOUSANDS)**

	BUSINESS - TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES
	AIRPORTS	KERN MEDICAL CENTER	WASTE MANAGEMENT	NON-MAJOR ENTERPRISE FUNDS	TOTAL	INTERNAL SERVICE FUNDS
ASSETS						
Current Assets:						
Pooled Cash and Investments	\$ 1,223	\$ 497	\$ 61,587	\$ 17,766	\$ 81,073	\$ 101,240
Revolving Fund Cash		11	10		21	
Interest Receivable	7	36	194	55	292	322
Accounts Receivable, Net	78	113,019	859		113,956	750
Accrued Revenue	1,155		655	671	2,481	2
Due from Other Funds		1,438			1,438	81
Prepaid Items		6,199	92		6,291	
Net Pension Asset	354	21,333	2,369	112	24,168	146
Inventory - Materials and Supplies		2,734			2,734	80
Total Current Assets	<u>2,817</u>	<u>145,267</u>	<u>65,766</u>	<u>18,604</u>	<u>232,454</u>	<u>102,621</u>
Non-current Assets:						
Cash and Investments Deposited with Trustee	1,072	2,127	1,476		4,675	
Taxes Receivable			4,991	2,406	7,397	
Advances Receivable			2,500		2,500	
Deposits with Others						455
Investment in Joint Venture				1,973	1,973	
Capital Assets:						
Non-depreciable:						
Land	9,086	168	16,050	668	25,972	
Land Acquisition in Progress			91		91	
Construction in Progress	3,007	9,003	1,674	4	13,688	
Depreciable:						
Structures and Improvements	89,909	61,597	61,999	15,109	228,614	
Equipment	2,661	39,359	3,852	9,620	55,492	8,828
Intangible		11,476	238	48	11,762	37
Subsurface Lines				8,669	8,669	
Accumulated Depreciation and Amortization	(30,886)	(72,600)	(29,282)	(17,392)	(150,160)	(3,189)
Total Non-current Assets	<u>74,849</u>	<u>51,130</u>	<u>63,589</u>	<u>21,105</u>	<u>210,673</u>	<u>6,131</u>
Total Assets	<u>\$ 77,666</u>	<u>\$ 196,397</u>	<u>\$ 129,355</u>	<u>\$ 39,709</u>	<u>\$ 443,127</u>	<u>\$ 108,752</u>
LIABILITIES						
Current Liabilities:						
Accounts Payable	\$	\$ 19,771	\$ 1,915	\$ 1,000	\$ 22,686	\$ 1,080
Salaries and Employee Benefits Payable	43	4,785	320	50	5,198	29
Advances Payable		15,499			15,499	
Due to Other Funds		197	17		214	
Current Portion of Long Term Debt	621	3,587	1,813	206	6,227	39
Current Portion of Capital Leases		1,330	56		1,386	
Interest Payable - Current	206	937	292	20	1,455	9
Current Portion of Compensated Absences	77	9,121	692	8	9,988	40
Current Portion of Accrued Closure/Post Closure Liability			13,126		13,126	
Current Portion of Liability for Self-Insurance						30,499
Deferred Income				2,093	2,093	568
Total Current Liabilities	<u>947</u>	<u>55,227</u>	<u>18,231</u>	<u>3,377</u>	<u>77,782</u>	<u>32,264</u>
Non-current Liabilities:						
Loans Payable			576	879	1,455	
Advances Payable	8,334	39,368		2,500	50,202	
Estimate for Professional Liability Claims		6,425			6,425	
Compensated Absences Payable	52	6,080	461	5	6,598	27
Due to Other Agencies		2,499			2,499	
Long Term Debt - Self-Insurance						64,180
Long Term Debt - Capital Leases		3,610			3,610	
Long Term Debt - Certificates of Participation	10,040	9,340	10,985		30,365	
Long Term Debt - Pension Obligation Bonds	867	50,222	4,276	215	55,580	520
Long Term - Interest Payable - Pension Obligation Bonds	278	15,066	916	59	16,319	218
Pollution Remediation Obligation			8,073		8,073	
Accrued Closure Liability			29,910		29,910	
Accrued Postclosure Liability			32,111		32,111	
Total Non-current Liabilities	<u>19,571</u>	<u>132,610</u>	<u>87,308</u>	<u>3,658</u>	<u>243,147</u>	<u>64,945</u>
Total Liabilities	<u>20,518</u>	<u>187,837</u>	<u>105,539</u>	<u>7,035</u>	<u>320,929</u>	<u>97,209</u>
NET ASSETS						
Invested in Capital Assets, Net of Related Debt	63,168	39,810	42,010	15,652	160,640	5,676
Restricted for Debt Service (Note XI. C)	1,072	1,692	1,476		4,240	455
Unrestricted	(7,092)	(32,942)	(19,670)	17,022	(42,682)	5,412
Total Net Assets	<u>\$ 57,148</u>	<u>\$ 8,560</u>	<u>\$ 23,816</u>	<u>\$ 32,674</u>	<u>\$ 122,198</u>	<u>\$ 11,543</u>
Cumulative adjustment to reflect the consolidation of internal service funds activities related to enterprise funds.					(1,544)	
Net Assets of Business -Type Activities:					<u>\$ 120,654</u>	

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

**COUNTY OF KERN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS (DEFICITS)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	BUSINESS -TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES
	AIRPORTS	KERN MEDICAL CENTER	WASTE MANAGEMENT	NON-MAJOR ENTERPRISE FUNDS	TOTAL	INTERNAL SERVICE FUNDS
OPERATING REVENUES:						
Patient Services	\$	\$ 195,547	\$	\$	\$ 195,547	\$
Charges for Current Services	142	4,487	34,278	15,729	54,636	161,066
Revenues from Use of Property	2,542		15	134	2,691	
Other Operating Revenues	87	6,058	602		6,747	
Total Operating Revenues	2,771	206,092	34,895	15,863	259,621	161,066
OPERATING EXPENSES:						
Salaries and Employee Benefits	1,810	172,445	10,435	1,965	186,655	7,531
Services and Supplies	1,625	72,438	14,265	17,554	105,882	18,036
Claims Incurred						112,308
Other Charges	473	3,135	3,618	143	7,369	4,095
Depreciation	2,938	4,620	2,911	1,252	11,721	673
Total Operating Expenses	6,846	252,638	31,229	20,914	311,627	142,643
Operating Income (Loss)	(4,075)	(46,546)	3,666	(5,051)	(52,006)	18,423
NON-OPERATING REVENUES (EXPENSES):						
Taxes and Assessments	838			4,432	5,270	
Fines, Forfeitures and Penalties		14	341	209	564	
Licenses, Permits and Franchises				4	4	
Interest on Bank Deposits and Investments	35	94	997	251	1,377	1,479
Aid from Other Governmental Agencies	7,192	29,172	405	2,217	38,986	24
Interest Expense	(496)	(5,385)	(854)	(104)	(6,839)	(53)
Other Non-Operating Revenues		142		51	193	1,925
Gain (Loss) on Sale of Capital Assets	2	(489)	2	10	(475)	(59)
Total Non-Operating Revenues	7,571	23,548	891	7,070	39,080	3,316
Income (Loss) before Contributions and Transfers	3,496	(22,998)	4,557	2,019	(12,926)	21,739
Capital Contributions						
Transfers In		32,815			32,815	
Transfers Out				(223)	(223)	(90)
Changes in Net Assets	3,496	9,817	4,557	1,796	19,666	21,649
Net Assets (Deficits), July 1, 2009 (as previously reported)	51,856	(5,329)	16,055	30,878		(34,351)
Prior Period Adjustments	1,796	4,072	3,204			24,245
Net Assets (Deficits), June 30 , 2010	\$ 57,148	\$ 8,560	\$ 23,816	\$ 32,674		\$ 11,543
Adjustment to reflect the consolidation of internal service funds activities' related to enterprise funds.					3,061	
Change in Net Assets - Business - Type Activities					\$ 22,727	

**COUNTY OF KERN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

Page 1 of 2

	BUSINESS - TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES
	AIRPORTS	KERN MEDICAL CENTER	WASTE MANAGEMENT	NON-MAJOR ENTERPRISE FUNDS	TOTAL	INTERNAL SERVICE FUNDS
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash Received for Patient/Current Services	\$ 125	\$ 171,529	\$ 33,831	\$ 15,789	\$ 221,274	\$ 161,626
Cash Received for Use of Property	2,616		15	174	2,805	4
Cash Received for Other Operations	87	5,058	602		5,747	10
Cash Paid for Salaries and Benefits	(1,820)	(169,080)	(10,236)	(1,965)	(183,101)	(7,549)
Cash Paid for Services and Supplies	(1,626)	(46,406)	(14,268)	(17,338)	(79,638)	(17,001)
Cash Paid for Reported Claims						(116,538)
Cash Paid for Interfund Services and Supplies	(292)	(24,851)	(2,064)	(323)	(27,530)	
Cash Paid for Other Charges	(181)	(3,135)	(1,365)	(143)	(4,824)	(4,094)
Deposits with Others						(140)
Net Cash Provided (Used) by Operating Activities	(1,091)	(66,885)	6,515	(3,806)	(65,267)	16,318
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:						
Cash Received from Other Funds		32,830			32,830	2,405
Cash Received for Other Non-Operations				55	55	79
Cash Received as Fines, Forfeitures, and Penalties		14	341	159	514	
Taxes and Special Assessments	838			4,432	5,270	
Loans Paid				(187)	(187)	
Cash Received From Advances		184,508			184,508	
Cash Paid to Other Funds				(222)	(222)	(558)
Cash Paid for Advances	(1,899)	(169,010)			(170,909)	
Aid from Other Governmental Agencies	6,300	29,172	405	2,673	38,550	24
Payment of Long Term Debt - Pension Obligation Bond	(42)	(2,317)	(147)	(11)	(2,517)	(33)
Interest Paid	(48)	(1,726)	(190)	(101)	(2,065)	(30)
Net Cash Provided (Used) by Non-Capital Financing Activities	5,149	73,471	409	6,798	85,827	1,887
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Proceeds from Sale of Capital Assets			7	22	29	26
Acquisition or Construction of Capital Assets	(3,850)	(9,046)	(670)	(1,787)	(15,353)	(594)
Proceeds from Long-Term Loan			640		640	
Cash Paid For Capital Lease		(658)	(109)		(767)	
Principal Paid on Capital Debt	(550)	(765)	(1,610)	2	(2,923)	
Interest Paid on Capital Debt	(424)	(1,963)	(572)		(2,959)	
Net Cash Provided (Used) by Capital and Related Financing Activities	(4,824)	(12,432)	(2,314)	(1,763)	(21,333)	(568)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest on Bank Deposits and Investments	39	106	1,114	288	1,547	1,588
Net Cash Provided by Investing Activities	39	106	1,114	288	1,547	1,588
Net Increase (Decrease) in Cash and Cash Equivalents	(727)	(5,740)	5,724	1,517	774	19,225
Cash and Cash Equivalents, July 1, 2009	3,022	8,375	57,349	16,249	84,995	82,015
Cash and Cash Equivalents, June 30, 2010	\$ 2,295	\$ 2,635	\$ 63,073	\$ 17,766	\$ 85,769	\$ 101,240

**COUNTY OF KERN
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

Page 2 of 2

	BUSINESS - TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES
	AIRPORTS	KERN MEDICAL CENTER	WASTE MANAGEMENT	NON-MAJOR ENTERPRISE FUNDS	TOTAL	INTERNAL SERVICE FUNDS
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	\$ (4,075)	\$ (46,546)	\$ 3,666	\$ (5,051)	\$ (52,006)	\$ 18,423
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Depreciation	2,938	4,620	2,911	1,252	11,721	673
Changes in Assets and Liabilities:						
(Increase) Decrease in Accounts Receivable	71	(27,946)	(70)		(27,945)	
(Increase) Decrease in Inventory		(272)			(272)	(6)
(Increase) Decrease in Accrued Revenue			372	379	751	
(Increase) Decrease in Taxes Receivable			(750)	(320)	(1,070)	
(Increase) Decrease in Deposits with Others						(140)
(Increase) Decrease in Net Pension Asset	21	1,733	144	4	1,902	13
(Increase) Decrease in Prepaid Items		(5,149)			(5,149)	
Increase (Decrease) in Accounts Payable	(13)	(632)			(645)	
Increase (Decrease) in Accrued Expenses	(1)	8,694	(1,199)	(105)	7,389	1,046
Increase (Decrease) in Due to Others		(34)	(26)	(1)	(61)	
Increase (Decrease) in Due to Other Agencies		(525)			(525)	
Increase (Decrease) in Salaries & Benefits Payable	(8)	826	48	1	867	4
Increase (Decrease) in Compensated Absences Payable	(24)	806	7	(5)	784	(34)
Increase (Decrease) in Provision for Liability Claims		(1,459)			(1,459)	(4,229)
Increase (Decrease) in Pollution Remediation			(788)		(788)	
Increase (Decrease) in Closure/Post Closure Liability			2,200		2,200	
Increase (Decrease) in Deferred Income		(1,001)		40	(961)	568
Total Adjustments	2,984	(20,339)	2,849	1,245	(13,261)	(2,105)
Net Cash Provided (Used) by Operating Activities	\$ (1,091)	\$ (66,885)	\$ 6,515	\$ (3,806)	\$ (65,267)	\$ 16,318
NON-CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:						
Borrowing Under Capital Lease	\$	\$ 3,363	\$	\$	\$ 3,363	\$
Decrease in Fair Value of Investment		(517)		50	(467)	
Net Transfers of Capital Assets (To) From Other Funds						(90)
Total Non-cash Investing, Capital, and Financing Activities	\$	\$ 2,846	\$	\$ 50	\$ 2,896	\$ (90)

COUNTY OF KERN
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2010 (IN THOUSANDS)

<u>ASSETS</u>	<u>INVESTMENT TRUST FUNDS</u>	<u>AGENCY FUNDS</u>
Cash and Cash Equivalents	\$ 1,542,006	\$ 161,959
Total Cash and Cash Equivalents	<u>1,542,006</u>	<u>161,959</u>
Receivables:		
Accounts	101	1
Taxes		73,742
Interest and Dividends	<u>4,994</u>	<u>446</u>
Total Receivables	<u>5,095</u>	<u>74,189</u>
Due from Other Funds		
Due from Other Agencies		<u>7,766</u>
Total Due from Others		<u>7,766</u>
Capital Assets, Net of Accumulated Depreciation	<u>3</u>	
Total Assets	<u>\$ 1,547,104</u>	<u>\$ 243,914</u>
 <u>LIABILITIES AND FUND BALANCES</u>		
Warrants Payable	\$ 87,011	\$ 18,158
Accounts Payable	1,203	1,150
Matured Bonds & Interest Payable	139	
Due to Other Agencies	4,912	224,286
Unapportioned Installment Redemptions		<u>320</u>
Total Liabilities	<u>93,265</u>	<u>\$ 243,914</u>
Net Assets Held in Trust for Pool Participants	<u>1,453,839</u>	
Total Liabilities and Fund Balances	<u>\$ 1,547,104</u>	

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

**COUNTY OF KERN
STATEMENT OF CHANGES IN NET ASSETS
INVESTMENT TRUST FUND
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ADDITIONS:

Contributions on Pooled Investments	\$	5,588,169
Use of Money and Property		<u>31,872</u>
Total Additions		<u>5,620,041</u>

DEDUCTIONS:

Distributions from Pooled Investments		<u>5,808,515</u>
Net Decrease in Net Assets		(188,474)

Net Assets Held in Trust, July 1, 2009		<u>1,642,313</u>
Net Assets Held in Trust, June 30, 2010	\$	<u><u>1,453,839</u></u>

**NOTES TO THE FINANCIAL
STATEMENTS**



**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The County of Kern (the County) was established April 2, 1866, as a legal subdivision of the State of California charged with general governmental powers. The County is governed by an elected five member Board of Supervisors (Board).

As required by generally accepted accounting principles, these financial statements present the County as the primary government and its component units, entities for which the County is considered financially accountable. Although legally separate entities, blended component units are in substance part of the County's operations; therefore, data from these units is combined with data of the County.

B. BLENDED COMPONENT UNITS

Using the criteria of Governmental Accounting Standards Board (GASB) Statement No. 14 and No. 39, management has determined that the following component units should be blended:

County Service Areas (CSAs)

The County's Board of Supervisors serves as the governing body of the CSAs. Among the duties of the Board is to approve the CSAs' budgets, approve parcel fees and appoint the management. The CSAs' component unit is reported in the governmental activities as a non-major governmental fund.

Golf Courses and Sanitation Districts

The County's Board of Supervisors serves as the governing body of the Sanitation Districts and the Golf Courses. The Board of Supervisors approves the budget and appoints the management of these entities, which are reported as non-major enterprise funds.

County of Kern Asset Leasing Corporation

Although the County of Kern Asset Leasing Corporation has its own governing body, this component unit provides services exclusively to the County, and is reported as a non-major governmental fund in these statements. This nonprofit entity holds the capital assets constructed through the Certificates of Participation Program. Equipment and construction costs related to proprietary funds are recorded within each appropriate enterprise fund, and any cash related to the Certificates of Participation is designated as deposits with trustee. See Note IX. B.

Kern County Tobacco Funding Corporation (the Corporation)

The Kern County Tobacco Funding Corporation is a separate legal nonprofit public benefit corporation created under the California Nonprofit Public Benefit Corporation Law. This Corporation was established to purchase tobacco settlement payments allocated to the County from the State of California, pursuant to the Master Settlement Agreement concluded on November 23, 1998 between the major tobacco companies and 46 states, including California, the District of Columbia, and four U.S. Territories. For additional information regarding the sale by the County to the Corporation of all rights, title and interest of the County to such monies see Note XII. K. The Corporation is governed by the Board of Directors consisting of three members appointed by the County's Board of Supervisors.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. DISCRETELY PRESENTED COMPONENT UNIT

Using the criteria of Governmental Accounting Standards Board (GASB) Statement No. 14 and No. 39, management has determined that the following component units should be discretely presented:

First 5 Kern

First 5 Kern was established under the State of California's California Children and Families Act. The County's Board of Supervisors enacted Ordinance G-6565, which created the Kern County Children and Families Trust Fund (Commission), and established the membership and commission. The Board of Supervisors appoints the majority of the commission and has the authority to replace all members. The commission is responsible for allocating funds to local service providers for programs that promote, support and improve the early development of children from prenatal through age five, and promote children's readiness to enter school. Complete financial statements for First 5 Kern may be obtained from the office of First 5 Kern located at 2724 L Street, Bakersfield, California 93301.

Housing Authority of the County of Kern

The Housing Authority of the County of Kern (Housing Authority) was established by the Board of Supervisors under the Housing Authorities Law of the State of California. The Authority consists of seven members, one member nominated by appointment by each Supervisor and two members are tenants who are nominated by the Authority and appointed by the Board of Supervisors. The purpose of the Authority is to provide adequate housing for qualified low-income individuals in areas where a shortage of such housing exists. At time of publication, current financial statements were not available. If you have any questions about the report or need additional financial information, please contact the Housing Authority's Treasurer at 601 24th Street, Bakersfield, CA, 93301.

Tejon Ranch Public Facilities Financing Authority

The Tejon Ranch Public Facilities Financing Authority (Authority), a not-for-profit governmental entity, was established as a Joint Powers Agreement between the County of Kern and the Tejon-Castaic Water District under Articles 1-4 of Chapter 5, Division 7, and Title 1 of the Government Code of the State of California. The Authority is administered by a Board of Directors, of which three of the directors are appointed by the Board of the County, and two members of the Tejon-Castaic Water District. The purpose of the Agreement is for the issuance of special tax bonds to finance public improvements related to Tejon Ranch Company land based developments on behalf of the districts. At time of publication, current financial statements were not available. If you have any questions about the report or need additional financial information, please contact the Authority's Treasurer at P.O. Box 1000, Lebec, California, 93243.

D. BASIS OF PRESENTATION AND IMPLEMENTATION OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENTS (GASB)

GASB Statement No. 51

The GASB has issued Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*. This statement is effective for financial statements for periods beginning after June 15, 2009. This statement establishes accounting and financial reporting requirement for intangible assets including easements, water rights, timber rights, patents, trademarks, and computer software. The County has implemented GASB Statement No. 51 as of the date of these financial statements.

COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. BASIS OF PRESENTATION AND IMPLEMENTATION OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENTS (GASB) (CONTINUED)

GASB Statement No. 53

GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, was issued in June 2008 and is effective for financial statements for periods beginning after June 15, 2009. This statement "enhances the usefulness and comparability of derivative instrument information reported by states and local governments and provides a comprehensive framework for the measurement, recognition, and disclosure of derivative instrument transactions." The County has implemented GASB Statement No. 53 as of the date of these financial statements.

GASB Statement No. 54

In February 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The statement is effective for financial statements for periods beginning after June 15, 2010. The purpose of this statement is to clearly define components of a government's fund balance. In addition, it will provide a transparent explanation of the constraints placed on a government's fund balance. The County will not implement GASB Statement No. 54 early.

GASB Statement No. 58

In December 2009, the GASB issued Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies*. The statement is effective for financial statements for periods beginning after June 15, 2009. The objective of this statement is to provide accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. It requires governments to remeasure liabilities that are adjusted in bankruptcy when the bankruptcy court confirms (that is, approves) a new payment plan. The County has complied with the requirements of this statement.

Government Wide Financial Statements

Information relating to the primary government is displayed in the statement of net assets and statement of activities. These statements include information regarding the financial statements, excluding the fiduciary activities. These statements distinguish between governmental funds and business-type funds of the County. Governmental funds are primarily supported by taxes, and business-type funds strongly depend upon fees charged to external parties, each type is presented separately.

In the government-wide statements, eliminations have been made in order to minimize the double counting of internal activities. In the Statement of Net Assets, all internal balances have been eliminated, with the exception of those representing balances between the governmental activities and business-type activities, which are presented as internal balances and eliminated in the total government column. In the Statement of Activities, direct expenses such as services provided and used are not eliminated, but internal service fund activity has been eliminated.

A comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function of the County's governmental activities are presented in the statement of activities. Direct expenses are clearly identifiable to a particular function and are specifically associated with a program or function. Indirect expenses are allocated based on the County-wide Cost Allocation Plan, which allocates the cost of central service departments to service user departments. Program revenues include: 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that

COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. BASIS OF PRESENTATION AND IMPLEMENTATION OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENTS (GASB) (CONTINUED)

Government Wide Financial Statements (CONTINUED)

are restricted to meeting the operational or capital requirement of a particular program. Revenues not classified as program revenues, including all taxes, are presented as general revenue.

When both restricted and unrestricted net assets are available, it is County policy to use restricted net assets first, and then use the unrestricted net assets as they are needed.

Estimates

In compliance with generally accepted accounting principles, the preparation of basic financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Fund Financial Statements

The fund financial statements separately present three fund categories. The three fund categories that are presented are: governmental, proprietary, and fiduciary. The emphasis of presenting these categories is to identify the major governmental and enterprise funds. The major funds are reported separately and the remaining governmental and enterprise funds are reported aggregately and separately as non-major funds. Proprietary funds' operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. An exchange transaction is where two parties receive and give up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions. Proprietary funds' operating expenses, such as salaries and benefits or services and supplies, result from providing services and producing and delivering goods in relation to the proprietary funds' primary operations. Expenses that are not directly related to the proprietary funds' primary operations are reported as non-operating expenses.

The County reports the following major governmental funds:

The **General Fund** is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. Principal sources of revenue are: taxes; licenses, permits and franchises; fines, forfeitures and penalties; use of money and property; aid from other governmental agencies and charges for current services. Primary expenditures are for general government; public protection; health and sanitation; public assistance; education; recreation and cultural services; and capital leases.

Department of Human Services provides for direct financial assistance payments to eligible recipients. Public assistance programs administered by the Human Services Department are mandated by the State through the Welfare and Institution Code, as implementing legislation for the Federal Social Security Act.

Tobacco Securitization Proceeds accounts for the sale of rights to future tobacco settlement payments. For additional information regarding the sale by the County to the Kern County Tobacco Funding Corporation see Note XII. K. The proceeds from the sale have been used to finance certain capital projects and to set up an endowment fund.

COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. BASIS OF PRESENTATION AND IMPLEMENTATION OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENTS (GASB) (CONTINUED)

Fund Financial Statements (CONTINUED)

The County has opted to report the following funds as major funds:

Child Support Services accounts for the initial court actions necessary to establish financial responsibility for the support of minors, and for the enforcement and collection of child support payments from absent parents under the Social Security Act.

Employers' Training Resource (ETR) administers the Federal Workforce Investment Act and Welfare-to-Work funds received through the Department of Labor, State Employment Development Department, and the Kern County Department of Human Services. ETR accounts for job training and support services for workers of all economic classes.

Mental Health accounts for developing and maintaining Countywide, client-centered, culturally competent mental health services for people suffering from a mental illness consistent with the provision of the California Mental Health Services Law.

Roads accounts for planning, designing, constructing and maintaining public roads, bridges, streets, and traffic control devices in the unincorporated areas of the County, except for State-maintained highways and bridges.

Structural Fire accounts for fire prevention, protection and suppression services for structures and watershed areas; hazardous material control and incident response; emergency rescue and medical aid; and performs arson investigations.

The County reports the following major business-type funds:

Airports which is headquartered at Meadows Field Airport in Bakersfield, contains the financing requirements for administration, maintenance, and operation of the County's seven airports located in Bakersfield, Buttonwillow, Kern Valley, Lost Hills, Poso, Taft, and Wasco.

Kern Medical Center (KMC) (the Hospital) accounts for hospital services, offering emergency, outpatient and inpatient medical care to all classes of patients, including, Medi-cal and Medicare eligible; medically indigent persons; and inmates of County institutions and juvenile facilities.

Waste Management accounts for the operation, engineering, planning, and regulatory compliance activities associated with the County's Solid Waste Disposal System.

The County reports the following additional fund types:

Internal Service Funds account for services furnished to other County departments and are financed primarily by charges for such services. Internal service funds account for fleet services and self-insurance programs such as group health, retiree group health, unemployment compensation, workers' compensation, and personal injury and property damage.

The **Investment Trust Funds** are made up of funds for school districts, self-governed special districts, State trial court and other investment trusts. The County schools' operating and debt service funds are grouped under this entity. The County is responsible for numerous self-governed special districts. Cash and investments are administered by the County Treasurer, and

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. BASIS OF PRESENTATION AND IMPLEMENTATION OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENTS (GASB) (CONTINUED)

Fund Financial Statements (CONTINUED)

the Auditor-Controller-County Clerk makes disbursements upon the request of the responsible district officers.

Agency Funds are funds under the control of individual County officers who use them for the deposit of various types of receipts and to accumulate resources for specific purposes. Unapportioned funds are used for recording the collection and distribution of property taxes and interest on bank deposits. Disbursements are made from these funds by warrants issued by the County Auditor-Controller-County Clerk upon the requisition of the responsible officer.

E. BASIS OF ACCOUNTING

The government-wide and proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The fiduciary funds are recorded on the accrual basis of accounting and are custodial in nature and do not involve measurement of results of operations. Revenues are recorded when they are earned and expenditures are recorded when they are incurred, regardless of when the cash was collected. Non-exchange transactions occur when an entity gives or receives value without giving or receiving the same value in return. An example of a non-exchange transaction would be property and sales taxes, grants, entitlements and donations.

On an accrual basis, property tax revenue is recognized in the fiscal year the taxes are levied. Revenues from donations, entitlements, and grants are recognized in the fiscal year in which all eligible requirements have been fulfilled. Governmental funds are reported using the current financial resources measurement focus and on the modified accrual basis of accounting. Using this method, revenue is recorded when it is measurable and available. Property and sales taxes are considered available if collected within 60 days after the end of the accounting period. Interest, certain state and federal grants, and charges for services are accrued when their receipt occurs within 90 days after the end of the accounting period. All revenues must be both measurable and available. Under accrual accounting, expenditures are recorded when a liability is incurred. However, debt service expenditures, expenditures related to claims and judgments, and compensated absences are only recorded when payment is due. In governmental funds, general capital asset acquisitions are reported as expenditures. Proceeds from general long-term debt and capital leases are reported as other financing sources.

The County has elected under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements to its business-type activities and enterprise funds, as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles Board or any Accounting Research Bulletins issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements.

GASB Statement No. 34 has eliminated the presentation of account groups, but requires these records to be maintained and incorporated with the Governmental Activities column in the government-wide statement of net assets.

Internal service funds are used by management to charge the cost of certain activities, such as fleet management and the self-insurance programs. Both the assets and liabilities of the Internal service funds are included in the Statement of Governmental Activities and in the Statements of Net Assets.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. BASIS OF ACCOUNTING (CONTINUED)

The Internal Service Funds' profit or loss is allocated to the function or program that benefits from the Internal Service Funds' activity. The County does this by reviewing the usage and apportioning the cost and profit to the funds responsible.

F. ASSETS, LIABILITIES, AND NET ASSETS

Cash and Cash Equivalents

All amounts reported to be cash and cash equivalents represent cash or short term, highly liquid investments with an original maturity of three months or less.

Investments

In accordance with GASB Statement No. 31, investments in the County Treasurer's pooled investments are reported at fair value. Participating entities that are not part of the County's reporting entity prepare independent financial statements which may or may not include these changes in fair value. Interest earnings are distributed to all participating funds based on their average daily balance within the pool. The unrealized increase or decrease in the fair value of the investments have been recognized.

Receivables and Payables

Transactions between funds that are representative of lending or borrowing arrangements with outstanding balances at fiscal year end are referred to as either "loans receivable or loans payable," and "advances to or advances from other funds." An example of a lending arrangement is the current portion of inter-fund loans. An example of a borrowing arrangement is the non-current portion of inter-fund loans. All other outstanding balances between funds are reported as "due to" or "due from" other funds. See Notes VI. A, VI. B, VI. C, and VI. D for a detailed reconciliation. These internal balances have been eliminated in the government-wide statements.

Property Tax

All jurisdictions within California derive their taxing authority from the State Constitution and various legislative provisions contained in the Government Code and Revenue and Taxation Code. Property is assessed at 100% of full cash or market value (with some exceptions) pursuant to Article XIII of the California State Constitution and statutory provisions by the County Assessor and State Board of Equalization. The total 2009 - 2010 net assessed valuation of the County of Kern was \$81,822,876.

The property tax levy to support general operations of the various jurisdictions is limited to one percent (1%) of full cash value and is distributed in accordance with statutory formulas. Amounts needed to finance the annual requirements of voter-approved debt are excluded from this limitation and are calculated separately and levied each fiscal year. The rates are formally adopted by the Board after approval of city councils or the governing boards of special districts where applicable. Property taxes are levied on both real and personal property. Secured property taxes are levied on or before the first business day of September of each year, and become a lien on real property on March 1 preceding the fiscal year for which taxes are levied. These tax payments can be made in two equal installments; the first is due on November 1 and delinquent with penalties after December 10; the second is due on February 1 and delinquent with penalties after April 10.

Secured property taxes, which are delinquent if unpaid as of June 30, are declared to be tax defaulted and are subject to redemption penalties, costs, and interest when paid. If the

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. ASSETS, LIABILITIES, AND NET ASSETS (CONTINUED)

Property Tax (CONTINUED)

delinquent taxes are not paid at the end of five (5) years, the property may be sold at public auction. The proceeds are used to pay the delinquent amounts due, and any excess is remitted, if claimed, to the taxpayer. Unsecured personal property taxes are not a lien against real property. These taxes are due on March 1 and become delinquent if unpaid by August 31.

In 1983, the Governor signed Senate Bill 813, which requires County Assessors to appraise property and issue an assessment when new construction is completed or a change in ownership occurs. The supplemental assessment will reflect the change in value for the remainder of the property tax year. Tax bills for these new tax liens are issued throughout the fiscal year and contain various payments and delinquent dates, but are generally due within one year. If the new tax liens are lower, the taxpayer receives a tax refund rather than a tax bill.

Inventory - Materials and Supplies

Inventories in the Garage Internal Services Fund, the Roads Fund, the Structural Fire Fund and the Kern Medical Center Enterprise Fund consist of expendable supplies held for consumption. Kern Medical Center Enterprise Fund uses the "moving average" method for costing inventory. Roads and Structural Fire Funds value inventory at cost and the Garage Internal Service Fund uses the first-in, first-out (FIFO) method of costing inventory.

Although a component of net assets, reported inventories are equally offset by a fund balance reserve for governmental type funds indicating that they do not constitute "available spend-able resources." Other materials and supplies are recorded as expenditures upon acquisition.

Capital Assets

Capital assets, which include plant, property, and equipment and infrastructure assets (roads, street lighting, bridges, sidewalks, and similar items), are reported under the governmental or business-type activities in the government-wide financial statements. To be considered a County's capital asset, the capital asset must exceed \$5,000 for equipment; \$25,000 for intangibles; \$50,000 for structures and infrastructures and must have an estimated useful life of at least two years. Intangible assets are amortized based on estimated useful life and will vary by item. All purchased capital assets are valued at cost, where historical records are available, and donated capital assets are valued at their estimated fair market value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets. As projects are constructed, major capital outlays for capital assets and improvements are capitalized. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Capital assets are depreciated or amortized using the straight-line method over the estimated useful lives of the assets as follows:

Structures and Improvements	50 years
Airplanes and Temporary Buildings	25 years
Boats	20 years
Ground Equipment, Furniture, Office Equipment, and Fire Trucks or Engines	15 years
Kitchen Equipment	12 years
Construction, Communication, and Scientific Equipment and Vehicles	10 years
Computer Equipment	7 years

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. ASSETS, LIABILITIES, AND NET ASSETS (CONTINUED)

Capital Assets (CONTINUED)

Infrastructure (roads, sidewalks, drains, bike paths, other improvements) 5 - 50 years

The Garage Internal Service Fund, the Solid Waste Enterprise Fund, and the County Sanitation Districts depreciate vehicles on an estimated useful life based on miles driven for the type of vehicle.

Compensated Absences

The County's policy on compensated absences is to permit employees to accumulate earned but unused vacation and sick leave benefits. The liability is accrued for the balance of unpaid compensatory time off, sick leave, and vacation earned at year-end. The accumulated benefits will be liquidated as employees elect to use them. All payments of these accumulated benefits will be funded in the year in which they are to be paid. Several funds that contribute to the liquidation of compensated absences are General Fund, Kern County Department of Child Support Services, Structural Fire, Building Inspection, Roads, Mental Health, Aging and Adult Services, Department of Human Services, and Employers' Training Resource.

Long-Term Obligations

In the government-wide financial statements, and in the proprietary funds financial statements, long-term debt and other long-term obligations are reported as liabilities in the appropriate governmental activities or proprietary funds statement of net assets. Bond premiums and discounts as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable premium or discount.

Fund Equity

Reservation of fund balances represents amounts that are not able to be appropriated or are legally segregated for a specific purpose.

G. HOSPITAL AND OTHER PROGRAM REVENUES

Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payers, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payers. Gross patient services revenue for fiscal year 2009 – 2010 was \$698,458, the estimated adjustment was \$511,750 for a net patient service revenue of \$186,708. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined.

Medi-Cal and Medicare Programs

A substantial portion of the Hospital's revenue is derived from services provided to patients eligible for benefits under the Medi-Cal and Medicare programs. Medi-Cal inpatient services are reimbursed at a Medi-Cal Cost Report determined rate. Services to inpatient Medicare program beneficiaries are primarily paid under prospectively determined rates-per-discharge based upon diagnostic related groups.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. HOSPITAL AND OTHER PROGRAM REVENUES (CONTINUED)

Medi-Cal and Medicare Programs (CONTINUED)

Outpatient Medicare beneficiaries are reimbursed based on prospective determined rates on an Ambulatory Payment Classifications System, subject to certain limitations. Revenues from the Medi-Cal and Medicare programs represent approximately 24% and 13%, respectively, of the net patient care revenue for the year ended June 30, 2010.

The Hospital has various outstanding Medicare audit settlements. Because the outcomes are not certain, the settlement amounts have been recorded. The potential impact of these appeals will not have an adverse effect on the County.

The disproportionate share hospital (DSH) program was established in 1981 as part of the Medicaid program and requires State Medicaid agencies to make additional payments to hospitals serving disproportionate numbers of low-income patients with special needs. Effective July 1, 1997, the program was amended to limit DSH payments to 100 percent of the amount of incurred uncompensated care costs (UCC) with a special provision that allowed payments of up to 175 percent of UCC to those public hospitals qualifying as "high DSH" hospitals in the State of California.

In 2001, the Office of Inspector General (OIG) of the U.S. Department of Health and Human Services conducted an audit of DSH payments to Kern Medical Center in order to determine that those payments did not exceed the hospital specific limit for fiscal year 1998. A final report was issued on September 24, 2002. The OIG states that the hospital exceeded its specific limit by nearly \$44,000 for fiscal year 1998. The report states that Federal law requires the State to recover overpayments. However, in the report's conclusion, the report does not specifically request Kern Medical Center to refund the overpayment.

The issues surrounding the OIG audit are serious and affect every DSH participant hospital in the State. The State has contended that payments made to Kern Medical Center and other participating hospitals were in accordance with a State plan approved by the Centers for Medicare and Medicaid Services (CMS), and therefore, are not "overpayments."

The California State Department of Health Services and the Medical Center disagree with the preliminary findings of the OIG, and maintain that the DSH payments were properly paid. Furthermore, both the State and the Medical Center assert that the governing statute, OBRA 1993, does not require retrospective settlement, as these settlements are extremely disruptive and counter-productive to the purposes of the DSH program. This debate with the OIG and subsequently CMS will go on for an indefinite period of time. No provision has been made in these financial statements to repay the amounts claimed by the OIG in its report.

Other Program Revenues

Kern Medical Center also receives revenues from the following other programs:

During fiscal year 1991 - 1992, Senate Bills (SB) 855 and 146 were enacted to provide higher Medi-Cal reimbursement rates to "disproportionate share hospitals." These are hospitals that provide service to a large number of indigent patients. The law requires certain public entities to contribute funds to the State. These funds, along with additional Federal revenues, are utilized by the State to fund the supplemental payment amounts. Kern Medical Center received \$103,566, and \$112,200 in fiscal years 2010 and 2009, respectively, under the State of California's Medi-Cal disproportionate share program. The program required the County to

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. HOSPITAL AND OTHER PROGRAM REVENUES (CONTINUED)

Other Program Revenues (CONTINUED)

provide matching funds of \$22,870 and \$14,807 in fiscal years 2010 and 2009, respectively, which were recorded as expenditures in the General Fund. The amount received by the Hospital through this program is dependent upon the number of Medi-Cal inpatient days provided by the Hospital. Because the revenues generated are based on services provided to patients, the revenues have been classified as net patient service revenues. Reimbursement to the General Fund for the contribution is recorded as other revenue in the General Fund, and is netted against revenue received from the State in the Kern Medical Center Enterprise Fund.

Proposition 99 imposes an additional state excise tax on cigarettes and other tobacco products. The increased taxes on tobacco products generate additional revenues for health care, research, health education, and public resources. State Assembly Bill 75 allocates these revenues to health care providers based upon their share of the financial burden for providing care to persons who are uninsured or otherwise unable to pay for care. The County's share of these revenues for the year ended June 30, 2010 was less than \$1.

Revenues related to the aforementioned programs are included in the accompanying financial statements as hospital operating revenues. The non-operating revenues consist of taxes and assessments; fines, forfeitures and penalties; licenses, permits and franchises; interest on bank deposits and investments; aid from other governmental agencies; interest expense; and gain on sale of capital assets. Unpaid revenue amounts are reported as other receivables. Claims for these programs are subject to audit by State and/or Federal agencies.

Health and Welfare Realignment Act

In fiscal year 1991 – 1992, the State implemented the Health and Welfare Realignment Act ("Realignment"), which transferred a significant portion of the financial and administrative responsibilities for local health and welfare programs from the State to Counties. The State utilizes a one-half (1/2) cent sales tax increase and an increase in vehicle license fees as the sources for funding allocations to the counties in lieu of previous State general fund financing. The amount to be received by Counties is dependent upon the actual increased sales tax and vehicle license fees. Kern County's realignment revenues were recorded as State revenues in the General Fund and recorded as operating transfers in Mental Health, Department of Human Services, Kern Medical Center Funds, and Aging and Adult Services, a Non-major special revenue fund.

II. NET ASSETS RESTATEMENTS

A. RESTATEMENT OF EQUITY

The County's beginning fund balance and net assets have been restated to reflect prior period adjustments to Major and Non-Major Governmental Funds and the Major business-type Funds; in addition to those previously mentioned the Government Wide was also restated for Long Term Debt, Internal Service Funds and the governmental capital assets for the fiscal year ended June 30, 2010:

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

II. NET ASSETS RESTATEMENTS (CONTINUED)

A. RESTATEMENT OF EQUITY (CONTINUED)

The impacts of these restatements in the government-wide and fund financial statements are as follows:

Fund Balances – Governmental Activities	
Fund Balances – Governmental Funds at June 30, 2009, as previously reported	\$ 447,354
Prior Period Adjustments:	
Correction due to Dept. of Finance unallowed cost- Child Support	(394)
Reclassification of Funds - Capital Projects from Debt Service	15,509
Reclassification of Funds - Debt Service to Capital Projects	(15,509)
Fund Balances – Governmental Funds at June 30, 2009, as restated	<u>\$ 446,960</u>
Net Assets – Business-type Activities	
Net Assets – Business-type Activities at June 30, 2009, as previously reported	\$ 93,460
Prior Period Adjustments:	
Correction of Allowance for Doubtful Accounts and	
Correction to Capital Assets - Airports	1,796
Correction of Closure Liability beginning balance and	
Correction of Post Closure Liability - Solid Waste	3,204
Correction for additional operating room inventory,	
Correction for unreversed expenditure accruals and	
Record revenue accrual - Kern Medical Center	4,072
Net Assets – Business-type Activities at June 30, 2009, as restated	<u>\$ 102,532</u>
Net Assets – Governmental Activities	
Net Assets – Governmental Activities at June 30, 2009, as previously reported	\$ 506,107
Prior Period Adjustments:	
Correction of Long-Term Debt - principal portion	1,020
Reclassification of Deferred Income - Retiree Group Health	24,245
Correction due to Dept. of Finance unallowed cost- Child Support	(394)
Correction of Capital Assets - Structures, Equipment, Intangibles,	
Construction in Progress, and Accumulated Depreciation	1,036,162
Net Assets – Governmental Activities at June 30, 2009, as restated	<u>\$ 1,567,140</u>
Net Assets – Business-type Activities	
Net Assets – Business-type Activities at June 30, 2009, as previously reported	\$ 88,855
Prior Period Adjustments:	
Correction of Allowance for Doubtful Accounts and	
to Capital Assets - Airports	1,796
Adjust Closure Liability beginning balance and	
Correction of Post Closure Liability - Solid Waste	3,204
Adjust for additional operating room inventory,	
Correcting unreversed expenditure accruals and	
Recording revenue accrual - Kern Medical Center	4,072
Net Assets – Business-type Activities at June 30, 2009, as restated	<u>\$ 97,927</u>

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

III. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. DEFICIT FUND BALANCES/DEFICIT NET ASSETS

The following funds have total fund deficits or total net assets deficits at June 30, 2010:

Non-major Governmental Funds:	
Bio Terrorism Grant	\$ (59)
Health NNFP	(1)
Public Health Misc	(1)
Non-major Capital Projects Funds:	
2009 Capital Projects	(124)
Hageman Road	(32)
Internal Service Funds:	
General Liability	(5,360)
Unemployment Compensation	(738)
Workers' Compensation	<u>(58,808)</u>
	<u>\$ (65,123)</u>

The Bio Terrorism Grant fund deficit is a result of an increase in operations. The deficit in Health NNFP and Public Health Misc. are a result of operations and timing of reimbursements. The 2009 Capital Project fund and Hageman Road fund deficits of \$124 and \$32 respectively are a result of the projects awaiting reimbursement. Other General Liability, Unemployment Compensation, and Workers' Compensation negative retained earnings represent liabilities incurred as a result of self-insurance.

IV. CASH AND INVESTMENTS

A. DEPOSITS

Cash and Deposits

As provided for by the California Government Code, the cash balances for all funds are pooled and invested by the County's Treasurer for the purpose of increasing interest earnings through investment activities. The respective funds' shares of the total pooled cash and investments are included in the accompanying balance sheet for governmental funds and statement of net assets for proprietary funds under the caption "Pooled Cash and Investments." In accordance with Section 53652, of the California Government Code, a financial institution is required to secure deposits in excess of \$100 made by State and local governmental units by pledging securities held in the form of an undivided collateral pool. The market value of the pledged securities in the collateral pool must equal 110% of the total amount deposited by the public agencies. The collateral must be held at the pledging bank's trust department or another bank, acting as the pledging bank's agent, in the County's name. Interest earned on pooled investments is deposited

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IV. CASH AND INVESTMENTS (CONTINUED)

A. DEPOSITS (CONTINUED)

Cash and Deposits (CONTINUED)

to the participating funds based upon each fund's average daily deposit balance during the allocation period with all remaining interest deposited to the general fund. First 5 Kern and Tejon Ranch Public Facilities Financing Authority, discretely presented component units, maintain their cash accounts with the County of Kern.

B. CASH AND INVESTMENTS DEPOSITED WITH TRUSTEE

At June 30, 2010, the balance for Cash and Investments Deposited with Trustee consists of the following:

Money Market Accounts	21,477
Investment Agreements	39,153
Federal Agency	67,089
Certificates of Deposit	4,895
Total Cash and Investments Deposited with Trustee	\$ 132,614

Of the \$132,614 total cash and investments deposited with trustee, \$83,520 relates to the construction debt refinancing and equipment acquisition funds from Certificates of Participation held by the trustee for Kern County Asset Leasing Corporation and are reported in the Kern Asset Leasing Debt Service Non-major Governmental Fund, Kern Medical Center and Waste Management Enterprise Funds. \$36,099 is recorded in the Tobacco Securitization Fund and will be utilized for capital projects. \$10,900 is recorded on the Kern County Tobacco Proceeds Funding Corporation and is held in trust for debt service reserves. \$1,072 relates to the construction of a new airport terminal and it is reported on the Airport Non-major Enterprise Fund. The funds are currently held by Wells Fargo Bank.

Of the \$132,614 on deposit with Trustee, a \$1,023 is in the Pension Obligation Bond Debt Service Non-major Governmental Fund used to service debt payments related to the County's Pension Obligation Bonds.

C. INVESTMENTS

Interest Rate Risk

In accordance with Kern County's Investment Policy, the government manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio not to exceed a 500 day average maturity.

Credit Risk

Statutes authorize the County to invest in obligations of the United States Treasury, Federal agencies, municipalities, bankers acceptances and commercial paper rated A-1 by Standard & Poor's Corporation (S&P) or P-1 by Moody's Commercial Paper Record. The County of Kern Investment Pool (the Pool) is subject to regulatory oversight by the Treasury Oversight Committee, as required by California Government Code Section 27143. The County has not provided nor obtained any legally binding guarantees during the fiscal year ended June 30, 2010

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IV. CASH AND INVESTMENTS (CONTINUED)

C. INVESTMENTS (CONTINUED)

Credit Risk (CONTINUED)

to support the value of the shares in the Pool. Management believes that the investments in the Pool are of high quality and that the risk of participation in the Pool is negligible.

Concentration of Credit Risk

The Pool will not invest more than six percent (6%) of its assets in the Eligible Securities of a single institution, other than U.S. government and agency securities.

Custodial Credit Risk – Deposits

The County's deposits are collateralized and two methods of protection are used. The first method is that the bank is required by State law to collateralize the deposits to the extent of 110%. Collateral securities are held in custody by the State Treasurer's office. The second method of protection is that the bank must carry umbrella insurance to protect against theft or negligence on the part of the bank.

Custodial Credit Risk – Investments

The County minimizes its exposure by purchasing securities with the highest credit rating from both Moody's and S & P and by limiting the exposure to any one issuer as required by State law.

Certain agencies outside of the County reporting entity participate in the Pool. The participation of these agencies is externally mandated. The participants reported under the Investment Trust Fund are schools, special districts, and special assessments. The County Pool does not issue separate financial statements. Participants may withdraw up to the amortized cost of their respective share. The share of the Treasurer's pool related to involuntary and voluntary participants is 92.7% and 7.3%, respectively. As of July 1, 1997, the County implemented GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. In accordance with this statement, the fair value of the County's combined pool is determined annually and is based on current market prices received from the securities custodian, except for governmental securities and bankers acceptances, which are carried at amortized cost plus accrued interest.

The County's investment in the Local Agency Investment Fund (LAIF) is \$35,907. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members designated by State statute. The Chairman is the State Treasurer or his designated representative. The value of the pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the County's position in the Pool.

A summary of the investments held in the Pool is as follows:

Investment	Rating		Weighted Average Maturity
	Moody's	Standard & Poor's (S&P)	
Commercial Paper	P-1	A-1+	0.08
Federal Agency Issues (Coupon)	Aaa	AAA	2.94
Medium Term Notes	A, Aa, A3, Aa3, Aaa	A, AA, AA-, AAA, BBB	1.76
Negotiable CDs	P-1	A1+, A-1+	0.27
Asset Backed Securities (Coupon)	Aaa	AAA	3.93
Portfolio Weighted Average Maturity			<u>1.710045867</u>

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IV. CASH AND INVESTMENTS (CONTINUED)

C. INVESTMENTS (CONTINUED)

Custodial Credit Risk – Investments (CONTINUED)

<u>Investment</u>	<u>Fair Value</u>		<u>Principal</u>		<u>Maturity Range</u>
State Treasury's Pool (LAIF)	\$	55,795	\$	55,907	
Commercial Paper		434,816		434,828	07/01/2010-07/13/2010
Federal Agency Issues (Coupon)		975,338		978,102	07/12/2010-06/30/2015
Medium Term Notes		333,845		343,495	07/2/2010-03/15/2013
Negotiable CDs		89,936		90,010	07/14/2010-07/22/2010
Bank Accounts & Accruals		172,575		172,575	
Asset Backed Securities (Coupon)		5,634		5,743	11/15/2013
	\$	<u>2,067,939</u>	\$	<u>2,080,660</u>	

The following represents a condensed statement of net assets and changes in net assets for the Pool as of June 30, 2010:

Statement of Net Assets:	
Total Assets Held for Pool Participants	\$ 2,067,939
Less: Warrants Payable	<u>106,314</u>
Pool Equity, Net	<u>\$ 1,961,625</u>
Equity of Internal Pool Participants	\$ 170,604
Equity of External Pool Participants (Voluntary & Involuntary)	<u>1,791,021</u>
Total Equity	<u>\$ 1,961,625</u>
Statement of Changes in Net Assets:	
Net Assets at July 1, 2009	\$ 2,108,363
Net Changes in Investments by Pool Participant	<u>(146,738)</u>
Net Assets at June 30, 2010	<u>\$ 1,961,625</u>

Bank deposits are reported based upon balances at June 30, 2010 and investments are reported at the County's book balance.

GASB Statement No. 40 requires that the following disclosure be made with respect to custodial credit risks relating to deposits and investments. The County's deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts in the amount of \$111,137.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IV. CASH AND INVESTMENTS (CONTINUED)

D. DEPOSITS WITH OTHERS

The County has total deposits with others of \$660. The general fund has deposited \$205 with the City of Bakersfield for the construction of an overpass on Bakersfield Union Avenue pursuant to the joint agency agreement between the County, the City of Bakersfield, and the Greater Bakersfield Separation of Grade District. The remaining balance of \$455 represents deposits by the Group Health Self-Insurance Program Internal Service Fund with its designated claim administrators. This amount has been determined by claim administrators to be representative of one month's billings.

V. RECEIVABLES

A. RECEIVABLES

The County's net receivables for the year ended June 30, 2010 for the individual funds; non-major funds and internal service funds are as follows:

<u>Governmental Activities:</u>	<u>Taxes</u>	<u>Accounts</u>	<u>Interest</u>	<u>Other</u>	<u>Total Receivables</u>
General Fund	\$ 62,129		\$ 717	\$ 24,579	\$ 87,425
Child Support			5	464	469
Employer's Training Resource			3	3,270	3,273
Human Services		\$ 17,880	43	26,455	44,378
Mental Health		623	104	17,535	18,262
Roads		8	72	3,533	3,613
Structural Fire	6,035		34	8,621	14,690
Tobacco Securitization Proceeds			9		9
Other Non-major Governmental Funds	1,739		202	28,645	30,586
Internal Service Funds		750	322	2	1,074
Total Governmental Activities	<u>\$ 69,903</u>	<u>\$ 19,261</u>	<u>\$ 1,511</u>	<u>\$ 113,104</u>	<u>\$ 203,779</u>

The receivables category classified as Other is composed of receivables from various State sources. Of the \$17,880 of accounts receivable for Human Services, \$216 is estimated to be collected within one year, leaving \$17,664 in receivables to be collected in future years. Human Services has a slow collection process due to the nature of the services they provide. The total amount of taxes receivable not expected to be collected within one-year totals \$69,903. Of this amount, \$62,129 is recorded in the General Fund, \$6,035 in the Structural Fire Fund and \$1,739 in the County Service Areas Non-major Governmental Fund – Special Revenue Fund.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

V. RECEIVABLES (CONTINUED)

A. RECEIVABLES (CONTINUED)

<u>Business-type Activities:</u>	<u>Taxes</u>	<u>Accounts</u>	<u>Interest</u>	<u>Other</u>	<u>Gross Receivables</u>	<u>Allowance for Uncollectibles</u>	<u>Total Receivables</u>
Airports	\$	\$ 264	\$ 7	\$ 1,155	\$ 1,426	\$ 186	\$ 1,240
Kern Medical Center		353,144	36		353,180	240,125	113,055
Waste Management	4,991	1,136	194	655	6,976	277	6,699
Non-major Enterprise Funds	2,406		55	671	3,132		3,132
Total Business-type Activities	\$ 7,397	\$ 354,544	\$ 292	\$ 2,481	\$ 364,714	\$ 240,588	\$ 124,126

Kern Medical Center's accounts receivable balance is \$353,144. Of the accounts receivable balance, Kern Medical Center estimates not to collect \$240,125.

The total amount of taxes receivable not expected to be collected within one year is \$7,397. The \$7,397 taxes receivable is allocated to Waste Management, County Sanitation Districts, and Universal Collections in the amounts of \$4,991, \$641 and \$1,765, respectively.

B. UNAVAILABLE/UNEARNED REVENUE

Governmental funds report deferred revenues in connection with receivables for revenues not considered available to liquidate liabilities of the current period. Governmental and enterprise funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

The Governmental Activities unearned revenue of \$19,935 is comprised of \$19,367 from Human Services and \$568 from the Group Health Internal Service Fund. The various components of deferred revenue and unearned revenue reported at June 30, 2010 are as follows:

Governmental activities:	<u>Unavailable</u>	<u>Unearned</u>
Delinquent Property Taxes Receivable		
General Fund	\$ 21,474	\$
Structural Fire	5,749	
Non-major Governmental Fund	2,733	
Accounts Receivable		
Human Services	7,233	
Advance Funds		
Human Services		19,367
Total governmental	<u>\$ 37,189</u>	<u>19,367</u>
Government-wide activities		
Accounts Receivable		
Non-major Enterprise Funds		2,093
Unearned Revenue		
Internal Service Fund		568
Total Deferred or Unearned Revenue	\$	<u>22,028</u>

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VI. INTERFUND TRANSACTIONS

A. DUE TO/FROM OTHER FUNDS

Due From and Due To Other Funds amounts will be repaid in the following fiscal year. Due From and Due To Other Funds at June 30, 2010 are as follows:

	Due From	Due To	Purpose
General Fund	\$ 7,904	\$	
Kern Medical Center		196	Misc Reimbursement
Non-major Governmental Funds		7,708	Proposition 172 Revenue
	<u>7,904</u>	<u>7,904</u>	
Human Services	2,772		
General Fund		2,772	Realignment
	<u>2,772</u>	<u>2,772</u>	
Mental Health	2,731		
General Fund		2,731	Realignment
	<u>2,731</u>	<u>2,731</u>	
Structural Fire	820		
Non-major Governmental Funds		820	Proposition 172 Revenue
	<u>820</u>	<u>820</u>	
Non-major Governmental Funds	85		
General Fund		85	Realignment
	<u>85</u>	<u>85</u>	
Kern Medical Center	1,438		
General Fund		1,438	Realignment
	<u>1,438</u>	<u>1,438</u>	
ISF	81		
General Fund		60	Services Provided
Mental Health		1	Services Provided
Human Services		1	Services Provided
Kern Medical Center		1	Services Provided
Solid Waste		17	Services Provided
Non-major Governmental Funds		1	Services Provided
	<u>81</u>	<u>81</u>	
Total	<u>\$ 15,831</u>	<u>\$ 15,831</u>	

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VI. INTERFUND TRANSACTIONS (CONTINUED)

B. LOANS RECEIVABLE/PAYABLE

Loans receivable and payable at June 30, 2010 are as follows:

Receivable Fund	Payable Fund	Amount	Purpose
Non-major Governmental Fund	Non-major Business-Type Fund	\$ 1,074	Capital loan
		<u>\$ 1,074</u>	

C. ADVANCES TO/FROM OTHER FUNDS

Advances to or from Other Funds at June 30, 2010 are as follows:

Advances From	Advances To	Amount	Purpose
General Fund	Human Services	\$ 4,888	To cover cash flow.
	Kern Medical Center	54,867	To cover cash flow.
	Non-major Governmental Funds	<u>1,021</u>	To cover cash flow.
		60,776	
Roads	Non-major Governmental Funds	21,500	To cover cash flow.
Solid Waste	Non-major Enterprise Funds	2,500	To cover cash flow.
Tobacco Securitization Proceeds	Airports	446	To cover cash flow.
Non-major Governmental Funds	Airports	7,888	To cover cash flow.
	Fire	118	To cover cash flow.
	Non-Major Governmental Funds	<u>1,000</u>	To cover cash flow.
		9,006	
		<u>\$ 94,228</u>	

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VI. INTERFUND TRANSACTIONS (CONTINUED)

D. TRANSFERS

A reconciliation of transfers is detailed below:

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Structural Fire	\$ 15,782	County Contribution
	Human Services	42,344	County Contribution, Sales Tax and VLF Realignment
	Mental Health	21,992	County Contribution, Sales Tax and VLF Realignment
	Kern Medical Center	32,815	County Contribution, Realignment
	Roads	7,624	County Contribution
	Non-major Governmental	<u>10,271</u>	County Contribution, Sales Tax and VLF Realignment
		<u>130,828</u>	
Human Services	Non-major Governmental	1,704	Wraparound Savings
Mental Health	General Fund	7	Prop 36 Reimbursement
Structural Fire	General Fund	81	Reimburse Expenditures
	Human Services	6	FEMA
	Roads	41	FEMA
	Non-major Governmental	<u>751</u>	Debt Service
		<u>879</u>	
Non-Major Enterprise	General Fund	223	Reimburse Expenditures
Tobacco Securitization Proceeds	General Fund	1,750	Tobacco Endowment
Employers' Training Resource	General Fund	13,397	Reimburse Expenditures
Non-Major Funds	General Fund	71,460	Reimburse Expenditures, Debt Service Payments, Prop 172 Public Safety
	Roads	3,612	Reimburse Expenditures
	Structural Fire	5,090	Reimburse Expenditures, Prop 172 Public Safety
	Human Services	2,250	MTFC, AB 2994, CBCAP Refund
	Mental Health	292	Reimburse Expenditures, KCIRT
	Employers' Training Resource	12,669	Reimburse Expenditures
	Non-major Governmental	<u>21,588</u>	Reimburse Expenditures, ARRA Stimulus Funds
		<u>116,961</u>	
		<u>\$ 265,749</u>	

Garage Equipment Transfers to Governmental Funds netted to \$90. The entry is one-sided and not shown on Governmental fund statements.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VII. CAPITAL ASSETS

A. CAPITAL ASSETS

Capital asset governmental activity for the year ended June 30, 2010 is as follows:

	Beginning Balance Restated*	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets, not being depreciated:				
Land & Easement	\$ 24,230	\$ 1,633	\$ 660	\$ 25,203
Construction in Progress*	41,212	31,947	17,750	55,409
Intangibles	1,082,719	1,116		1,083,835
Total Capital Assets, not being depreciated	<u>1,148,161</u>	<u>34,696</u>	<u>18,410</u>	<u>1,164,447</u>
Capital Assets, being depreciated and amortized:				
Infrastructure	456,585	31,834	5,087	483,332
Structures & Improvements*	372,886	5,995	21	378,860
Equipment*	163,226	11,616	8,050	166,792
Intangibles	2,181	286		2,467
Total Capital Assets, being depreciated and Amortized	<u>994,878</u>	<u>49,731</u>	<u>13,158</u>	<u>1,031,451</u>
Less: Accumulated Depreciation and Amortization for:				
Infrastructure	219,715	15,576	2,024	233,267
Structures & Improvements*	147,072	6,035	36	153,071
Equipment**	91,634	13,233	7,052	97,815
Intangibles**	597	240		837
Total Accumulated Depreciation and Amortization	<u>459,018</u>	<u>35,084</u>	<u>9,112</u>	<u>484,990</u>
Total Capital Assets, being depreciated and amortized, net	<u>535,860</u>	<u>14,647</u>	<u>4,046</u>	<u>546,461</u>
Capital Assets, net	<u>\$ 1,684,021</u>	<u>\$ 49,343</u>	<u>\$ 22,456</u>	<u>\$ 1,710,908</u>

*As restated see Note II. A

**Reclass as a result of GASB Statement 51

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VII. CAPITAL ASSETS (CONTINUED)

A. CAPITAL ASSETS (CONTINUED)

Capital asset business-type and component unit activity for the year ended June 30, 2010 is as follows:

	Beginning Balance Restated*	Additions	Deletions	Ending Balance
Business-type Activities:				
Capital Assets, not being depreciated:				
Land*	\$ 25,773	\$ 199	\$	\$ 25,972
Land Acquisition in Progress	148	142	199	91
Construction in Progress	6,971	11,014	4,297	13,688
Total Capital Assets, not being depreciated	<u>32,892</u>	<u>11,355</u>	<u>4,496</u>	<u>39,751</u>
Capital Assets, being depreciated and amortized:				
Structures & Improvements*	225,580	3,772	738	228,614
Equipment**	48,903	7,682	1,093	55,492
Intangibles**	11,693	69		11,762
Infrastructure	7,840	829		8,669
Total Capital Assets, being depreciated and amortized	<u>294,016</u>	<u>12,352</u>	<u>1,831</u>	<u>304,537</u>
Less: Accumulated Depreciation and Amortization for:				
Structures & Improvements*	89,032	7,625		96,657
Equipment**	44,906	3,921	12,420	36,407
Intangibles**	11,548	24		11,572
Infrastructure*	5,373	151		5,524
Total Accumulated Depreciation and Amortization	<u>150,859</u>	<u>11,721</u>	<u>12,420</u>	<u>150,160</u>
Total Capital Assets, being depreciated and amortized, net	<u>143,157</u>	<u>631</u>	<u>(10,589)</u>	<u>154,377</u>
Capital Assets, net	<u>\$ 176,049</u>	<u>\$ 11,986</u>	<u>\$ (6,093)</u>	<u>\$ 194,128</u>

*As restated see note II. A

**Reclass as a result of GASB Statement 51

The Tejon Ranch Public Facilities Financing Authority and the Housing Authority of the County of Kern component units do not have capital assets.

	Beginning Balance	Additions	Deletions	Ending Balance
First 5 Kern Component Unit Activities:				
Capital Assets, being depreciated:				
Vehicles	\$ 25	\$	\$	\$ 25
Equipment	39	27	6	60
Less: Accumulated Depreciation	16	13		29
Capital Assets, net	<u>\$ 48</u>	<u>\$ 14</u>	<u>\$ 6</u>	<u>\$ 56</u>

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VII. CAPITAL ASSETS (CONTINUED)

B. DEPRECIATION

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

Governmental Activities:	
General	\$ 5,482
Public Protection	10,335
Public Ways and Facilities	15,974
Health and Sanitation	538
Public Assistance	732
Education	521
Recreation and Culture	829
Depreciation on Capital Assets Held by the County's Internal Service Fund	673
are charged to various functions based on usage of the assets	
Total Depreciation Expense - Governmental Activities	<u>\$ 35,084</u>
 Business-type Activities:	
Airports	\$ 2,938
Kern Medical Center	4,620
Waste Management	2,911
County Sanitation Districts	431
Golf Course	148
Public Transportation	673
Total Depreciation Expense - Business-type Activities	<u>\$ 11,721</u>

C. CONSTRUCTION IN PROGRESS

Construction in progress for governmental funds represents work that is being performed on the Frazier Park library, Fire Department station, ITS replacement facility, Seventh Standard Road Widening and Separation of Grade, Wheeler Ridge Overpass, roads and a number of smaller projects. There are additional construction projects in progress for the business-type funds.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VIII. LEASES

A. LONG-TERM OPERATING LEASES

The County has entered into various long-term lease agreements for buildings and land, which have been classified as operating leases. None of the leases convey rights of ownership or are of a duration approximating useful economic life. The total costs for operating leases for the fiscal year ended June 30, 2010 amounted to \$8,001. The following is a schedule of future minimum long-term operating lease payments for the Governmental Funds:

Year Ending June 30,	Amount
2011	\$ 12,720
2012	12,330
2013	11,767
2014	10,306
2015	8,621
2016 - 2020	34,329
2021 - 2025	29,129
2026 - 2030	19,443
2031 - 2035	1
Total	<u>\$ 138,646</u>

B. CAPITAL LEASES

The County has entered into several long-term lease purchase agreements for certain major pieces of equipment during fiscal year ended June 30, 2010. At the end of the lease, when all terms have been met, the related equipment will become property of the County.

The following is a schedule of future minimum lease payments for capital leases:

Year Ending June 30,	Governmental Activities	Business-Type Activities
2011	5,704	1,529
2012	4,126	1,268
2013	3,198	1,268
2014	1,660	643
2015	1,660	643
2016 - 2020	3,092	
Total Minimum Lease Payments	19,440	5,351
Less: Amount Representing Interest	(1,924)	(355)
Present Value of Minimum Lease Payments	<u>\$ 17,516</u>	<u>\$ 4,996</u>

Interest expense for the capital leases for Governmental Activities and for Business-Type Activities for the current fiscal year was \$727 and \$74, respectively. The interest expense is reported as direct expense in each function.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VIII. LEASES (CONTINUED)

B. CAPITAL LEASES (CONTINUED)

The following is a schedule of capital assets under capital leases by major classes at June 30, 2010:

Year Ending June 30, 2010	Governmental Activities	Business-Type Activities
Equipment	\$ 45,997	\$ 6,651
Structure	792	
Total Capital Lease Assets, Gross	<u>\$ 46,789</u>	<u>\$ 6,651</u>

IX. LONG-TERM DEBT

A. LONG-TERM LIABILITIES

The County is not obligated in any manner for outstanding special assessment debt. However, the County acts in an agency capacity for property owners in collecting overlapping tax and assessment debt, which totals \$1,070,636. These amounts do not appear in the accompanying General Purpose Financial Statements.

As indicated in Notes I. E, VIII. A, VIII. B, IX. B, IX. C, IX. D, IX. E, the County has recognized a long-term liability for employees' vacation and sick leave accruals, compensated absences, lease purchase agreements, certificates of participation, facility lease, loans payable, bonds payable, and pension obligation bonds.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

A. LONG-TERM LIABILITIES (CONTINUED)

A schedule of changes in long-term debt is as follows:

	Beginning Balance Restated*	Additions	Deletions	June 30, 2010	Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 57,602	\$ 35,600	\$ 35,432	\$ 57,770	\$ 34,662
Lease Purchase Agreements	20,217	2,882	5,583	17,516	5,108
Bonds Payable – Belle Vista	205			205	205
Bonds Payable – SW Shafter	212		4	208	4
Certificates of Participation	106,000		980	105,020	1,035
Tobacco – Asset Backed Bonds	97,195		1,350	95,845	
Loans Payable – HUD Loan	1,295		1,295		
Loans Payable – Rexland Acres	3,079		34	3,045	35
Loans Payable – Sheriff/Retrofitting	1,609		378	1,231	396
Loans Payable – I Bank*	6,904		304	6,600	312
Pension Obligation Bonds (1995)	146,575		11,525	135,050	13,614
Pension Obligation Bonds (2003)	197,542		2,918	194,624	3,835
Pension Obligation Bonds (2008) ⁽¹⁾	42,285			42,285	
Total Governmental Activities	680,720	38,482	59,803	659,399	59,206
Business-type Activities:					
Compensated Absences	15,712	10,325	9,541	16,496	9,898
Lease Purchase Agreements	2,495	3,363	862	4,996	1,386
Certificates of Participation	36,230		2,925	33,305	2,940
Loans Payable – CIWMB		640		640	64
Pension Obligation Bonds (1995)	26,670		2,097	24,573	2,477
Pension Obligation Bonds (2003)	28,379		419	27,960	551
Pension Obligation Bonds (2008) ⁽¹⁾	6,075			6,075	
Closure Liability*	41,332	3,073	1,663	42,742	12,832
Post-closure Liability*	34,141		1,736	32,405	294
Total Business-type Activities	191,034	17,401	19,243	189,192	30,442
Total Government-wide Long-Term Liabilities	\$ 871,754	\$ 55,883	\$ 79,046	\$ 848,591	\$ 89,648

*As restated see Note II. A

⁽¹⁾ Refinance of 2003 B Pension Obligation Bonds

B. CERTIFICATES OF PARTICIPATION

Certificates of Participation are secured by annual lease rental payments payable by the County for use of facilities constructed or purchased from the certificate proceeds.

The County has outstanding Certificates of Participation totaling \$138,325 at fixed interest rates. The proceeds of these Certificates are being used for the acquisition of equipment and acquisition of construction and renovation of certain public facilities within the County. All of the certificates have been delivered to the trustees (U.S. Bank and Wells Fargo Bank) for investment and disbursement subject to the terms and conditions of the trust agreements. Of this debt, \$105,020 is included in the governmental activities, \$10,610 is included as current and long-term debt of the Airports Fund, \$10,140 is included as current and long-term debt of the Kern Medical Center Fund and \$12,555 is included as current and long-term debt of the Waste Management Fund. The 1999 Capital Improvement Project COP balance of \$14,340 is divided between the

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

B. CERTIFICATES OF PARTICIPATION (CONTINUED)

Kern Medical Center Fund and the governmental activities as shown in the summary schedules included in this section.

The Solid Waste 2002 Certificates of Participation are paid from the Solid Waste Enterprise Fund. The Kern Medical Center Emergency Facility Certificates of Participation is currently being paid from the Kern Medical Center Fund. The 1999 Capital Improvement Project Certificates of Participation are paid from the Kern Medical Center Fund and the Kern Asset Leasing Corporation. The Airport 2003 Certificates of Participation are paid from the Airport Fund. The 2009 Capital Improvement Projects Certificates of Participation are paid from the Kern Asset Leasing Corporation.

The obligation of the County to make base rental payments does not constitute a general obligation of the County for which the County is obligated to levy or pledge any form of taxation. Schedules of future minimum long-term payments of the certificates of participation are recorded in the governmental and business-type activities. The schedules are as follows:

2009 Capital Improvement Projects

The original issue amount of the 2009 Capital Improvement Projects was \$95,410 and the expected maturity dates are from August 1, 2011 - 2035. The Project has fixed interest rates that range from 3% to 6%. The debt schedule of the 2009 Capital Improvement Project is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 2,160	\$ 4,812	\$ 6,972
2012	2,225	4,780	6,940
2013	2,300	4,714	6,939
2014	2,370	4,646	6,946
2015	13,230	4,573	6,943
2016 - 2020	16,545	21,461	34,691
2021 - 2025	21,450	18,153	34,698
2026 - 2030	28,390	13,259	34,709
2031 - 2035	6,740	6,314	34,704
2036	6,740	198	6,938
Total	\$ 95,410	\$ 82,910	\$ 178,320

Rosamond Library

The original issue amount of the Rosamond Library COP was \$1,940 and the expected maturity dates were from October 1, 1994 - 2014. The Rosamond Library has fixed interest rates that range from 4.7% to 6.5%. The Rosamond Library debt schedule is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 130	\$ 43	\$ 173
2012	135	35	170
2013	145	25	170
2014	155	16	171
2015	165	5	170
Total	\$ 730	\$ 124	\$ 854

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

B. CERTIFICATES OF PARTICIPATION (CONTINUED)

1999 Capital Improvement Project – Communications Project

The original issue amount of the 1999 Capital Improvement Project – Communications Project was \$6,815 and the expected maturity dates were from November 1, 1999 - 2019. The Communications Project has fixed interest rates that range from 4% to 5.5%. The 1999 Capital Improvements Project shows the debts schedule:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 335	\$ 215	\$ 550
2012	345	198	543
2013	365	180	545
2014	385	160	545
2015	405	140	545
2016 - 2020	2,365	339	2,704
Total	<u>\$ 4,200</u>	<u>\$ 1,232</u>	<u>\$ 5,432</u>

1997 COP (FIRE DEPARTMENT)

The original issue of the 1997 COP was \$12,045 and the expected maturity dates were from May 1, 1997 - 2017. The 1997 COP has fixed interest rates that range from 3.85% to 5.25%. A summary of the certificate of participation debt associated with Structural Fire and recorded in the governmental activities is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 570	\$ 246	\$ 816
2012	600	216	816
2013	630	184	814
2014	665	151	816
2015	700	116	816
2016 - 2017	1,515	120	1,635
Total	<u>\$ 4,680</u>	<u>\$ 1,033</u>	<u>\$ 5,713</u>

1999 Capital Improvement Project – KMC Portion

The original issue amount of the 1999 Capital Improvement Project – KMC Portion was \$13,655 and the expected maturity dates were from November 1, 1999 - 2019. The KMC Portion has fixed interest rates that range from 4% to 5.5%.

A summary of the certificate of participation debt recorded in the Kern Medical Center Fund is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 800	\$ 518	\$ 1,318
2012	840	478	1,318
2013	885	434	1,319
2014	925	388	1,313
2015	970	338	1,308
2016 - 2020	5,720	816	6,536
Total	<u>\$ 10,140</u>	<u>\$ 2,972</u>	<u>\$ 13,112</u>

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

B. CERTIFICATES OF PARTICIPATION (CONTINUED)

Solid Waste System Improvements (2002)

The original issue amount of the Solid Waste System Improvements (2002) was \$14,165 and the expected maturity dates were from August 1 - June 30, 2002 - 2017. The Solid Waste Improvements (2002) has fixed interest rates that range from 4.34% to 4.7%.

A summary of the certificates of participation debt associated with Solid Waste System Improvements and recorded in the Waste Management Fund is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 1,570	\$ 518	\$ 2,088
2012	1,640	453	2,093
2013	1,705	384	2,089
2014	1,780	309	2,089
2015	1,865	228	2,093
2016 - 2017	3,995	189	4,184
Total	<u>\$ 12,555</u>	<u>\$ 2,081</u>	<u>\$ 14,636</u>

Per the terms of the Master Agreement governing the certificate of participation, the Solid Waste has agreed to set and collect fees and charges for use of the System and to revise the rates as may be necessary or appropriate to:

- 1) Produce in each fiscal year net operating revenue which will in each fiscal year at least equal the aggregate system debt service expenses payable in such fiscal year and
- 2) Produce in each fiscal year net operating revenues which, when combined with the amount of available funds, the surplus funds which have not been encumbered or designated by the County for any specific purpose relating to the Waste Management System, will in each fiscal year be equal to or greater than 1.15 times the aggregate system debt service expenses payable in such fiscal year.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

B. CERTIFICATES OF PARTICIPATION (CONTINUED)

Solid Waste System Improvements (2002) (CONTINUED)

The following is a schedule calculating the ratios described above. In order to meet the terms described in the Master Agreement, Ratio 1 must be equal to or greater than 1 and Ratio 2 must be equal to or greater than 1.15. This table shows the historical revenues and expenses for the Solid Waste System. This table reflects the cash basis revenues and expenses consistent with the rate covenant and the conditions precedent to execution of additional system obligations under the master agreement. This cash basis of reporting is different from the basis of reporting for the Solid Waste Enterprise Fund contained in the fund statements. In the fund statements, revenues and expenses for the Solid Waste Enterprise Fund are accounted for on the accrual basis, in which revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. A schedule of debt service coverage is as follows:

	2010	2009	2008	2007	2006
Operating Revenues					
Land Use Fee	\$ 19,583	\$ 18,796	\$ 17,375	\$ 16,032	\$ 15,603
Gate Fee	8,487	8,657	10,987	11,590	12,060
Bin Fee *	4,718	4,686	4,578	4,174	4,234
Other (Includes interest income)	3,186	2,989	4,478	4,477	3,983
Total Operating Revenue	<u>35,974</u>	<u>35,128</u>	<u>37,418</u>	<u>36,273</u>	<u>35,880</u>
Operating Expense					
Salaries	11,428	11,410	10,784	9,611	8,929
Services & Supplies	14,047	17,225	17,377	16,983	15,498
Transfer to Closure	3,211	1,162	2,626	1,174	715
Other (excluding depreciation)	546	381	593	398	117
Total Operating Expense	<u>29,232</u>	<u>30,178</u>	<u>31,380</u>	<u>28,166</u>	<u>25,259</u>
Net Operating Revenue	<u>\$ 6,742</u>	<u>\$ 4,950</u>	<u>\$ 6,038</u>	<u>\$ 8,107</u>	<u>\$ 10,621</u>
1994 Debt Service	\$ -	\$ 1,536	\$ 1,675	\$ 1,669	\$ 1,672
2002 Debt Service	2,165	561	549	543	535
Total Debt Service	<u>\$ 2,165</u>	<u>\$ 2,097</u>	<u>\$ 2,224</u>	<u>\$ 2,212</u>	<u>\$ 2,207</u>
Debt Service Coverage Ratio 1 Net Operating Revenue/Total Debt Service	3.11	2.36	2.71	3.67	4.81
Net Operating Revenue after Debt Service	<u>\$ 4,577</u>	<u>\$ 2,853</u>	<u>\$ 3,814</u>	<u>\$ 5,895</u>	<u>\$ 8,414</u>
Non-Operating Revenue (Expense)					
Closure Project Expense	(1,238)	(4,708)	(27)	(48)	(20)
Non-Closure Capital Projects	(732)	(2,078)	(1,087)	(9,312)	(13,541)
Capital Equipment	(145)	(234)	(881)	(193)	(210)
Other Non-Operating Revenue		3	433	26	
Net Non-Operating Revenue (Expense)	<u>(2,115)</u>	<u>(7,017)</u>	<u>(1,562)</u>	<u>(9,527)</u>	<u>(13,771)</u>
Total Net Income (Loss)	<u>\$ 2,462</u>	<u>\$ (4,164)</u>	<u>\$ 2,252</u>	<u>\$ (3,632)</u>	<u>\$ (5,357)</u>
Available Funds (Beginning Balance)					
Beginning Balance	\$ 18,070	\$ 19,827	\$ 19,651	\$ 3,963	\$ 7,274
Total Income (Loss)	2,461	(4,164)	2,252	(3,632)	(5,357)
Draw from Closure Reserve	282	3,115		682	
Draw from Bena & Shafter Reserve	198			10,509	
Proceeds From COPs	640				
Other Adjustments	2,031	2,012	(2,076)	8,129	2,046
Available Funds (Ending Balance)	<u>\$ 23,682</u>	<u>\$ 20,790</u>	<u>\$ 19,827</u>	<u>\$ 19,651</u>	<u>\$ 3,963</u>
Debt Service Coverage Ratio 2	11.46	11.82	11.55	5.46	8.11

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

B. CERTIFICATES OF PARTICIPATION (CONTINUED)

2003 COP (Airports – Capital Improvement)

The original issue amount for the 2003 COP was \$13,225 and the expected maturity date was August 1, 2023. The 2003 COP (Airports – Capital Improvement) has fixed interest rates that range from 1.75% to 4.80%.

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 570	\$ 454	\$ 1,024
2012	590	433	1,023
2013	615	409	1,024
2014	640	384	1,024
2015	665	358	1,023
2016 - 2020	3,795	1,328	5,123
2021 - 2024	3,735	367	4,102
Total	<u>\$ 10,610</u>	<u>\$ 3,733</u>	<u>\$ 14,343</u>

C. LOANS PAYABLE

Public Health Facility – HUD Loan

In order to facilitate the construction of the Public Health Facility, the County borrowed \$10,000 in HUD Section 108 Guaranteed Loan funds in fiscal year 1999 - 2000. The expected maturity dates were from August 1, 2000 - 2009 and February 1, 2001 - 2009. The loans payable had fixed interest rates that ranged from 1.85% to 8.64%. These funds were initially advanced on notes issued by an interim lender. They were replaced by a single note issued by Chase Manhattan Bank, the fiscal agent. The final fiscal agent was The Bank of New York.

The loan was guaranteed by HUD under the Loan Guarantee Assistance Section of the Community Block Grant Program, Section 108 of the Housing and Community Development Act of 1974. As of the date of these financial statements, this loan has been paid in full.

Sheriff/Retrofitting

In order to upgrade the energy conservation improvements at the County-owned Lerdo detention facility (Phase II), the County obtained a loan for \$3,675 in fiscal year 2002 - 2003. The lease for this energy retrofit project has a fixed interest rate of 3.26%, and the expected maturity dates are from September 1, 2003 to March 1, 2013. The Sheriff/Retrofitting debt schedule of the outstanding balance is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 396	\$ 36	\$ 432
2012	409	23	432
2013	426	10	436
Total	<u>\$ 1,231</u>	<u>\$ 69</u>	<u>\$ 1,300</u>

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

C. LOANS PAYABLE (CONTINUED)

Rexland Acres Sewer Project

In order to facilitate construction of the Rexland Acres Sewer Project, the County borrowed \$3,112 in USDA Rural Development – Rural Utilities Service Loan funds in fiscal year 2007 – 2008. The expected maturity dates were from September 2, 2008 – 2046. The loans payable interest rates range from 4.125% to 4.25%. The Rexland Acres Sewer Project debt schedule of the outstanding balance is as follows:

Year Ending June 30,	Principal	Interest	Total
2011	35	128	163
2012	37	126	163
2013	39	125	164
2014	40	123	163
2015	42	121	163
2016 - 2020	236	578	814
2021 - 2025	291	523	814
2026 - 2030	356	455	811
2031 - 2035	441	371	812
2036 - 2040	544	267	811
2041 - 2045	673	139	812
2046 - 2047	311	13	324
Total	\$ 3,045	\$ 2,969	\$ 6,014

Fifth District Curb and Gutter Project

In order to facilitate the construction of curb, gutters, drainage and sidewalk improvements in the Fifth District, the County obtained a loan for \$7,200 in the fiscal year 2007-2008 from the California Infrastructure and Economic Development Bank (I-Bank). The loan has a fixed interest rate of 2.66%, and the expected maturity dates are from August 1, 2007 to August 1, 2026. The Fifth District Curb and Gutter Project debt schedule of the outstanding balance is as follows:

Year Ending June 30,	Principal	Interest	Total
2011	312	171	483
2012	320	163	483
2013	329	154	483
2014	338	146	484
2015	347	136	483
2016 - 2020	1,876	537	2,413
2021 - 2025	2,140	270	2,410
2026 - 2027	938	25	963
Total	\$ 6,600	\$ 1,602	\$ 8,202

California Integrated Waste Management Board Loan (CIWMB)

On August 12, 2009, the Solid Waste Management Enterprise Fund was approved interest-free loans from the CIWMB. The loan funds will be used to cover part of the closing costs of the Buttonwillow and Lost Hills Sanitary Landfills. The total loan amount was \$640 and will be repaid within ten years with an annual payment of \$64.

Year Ending June 30,	Principal	Interest	Total
2011	64		64
2012	64		64
2013	64		64
2014	64		64
2015	64		64
2016 - 2020	320		320
Total	\$ 640	\$	\$ 640

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

D. BONDS PAYABLE

Tobacco Settlement Asset-Backed Bonds

In April 2002, The California County Tobacco Securitization Agency issued the Tobacco Settlement Asset-Backed Bonds on behalf of Kern County Tobacco Funding Corporation, which is reported as a blended component unit of the County. The original issue amount of the bonds was \$105,245 and the expected maturity dates were from June 1, 2015 – 2043. The bonds’ interest rates range from 6.0% to 6.83%.

The legal structure to issue these bonds included the sale by Kern County of the Tobacco Settlement Revenue (TSR) to a nonprofit corporation formed by the County called the Kern County Tobacco Funding Corporation.

The California County Tobacco Securitization Agency issued bonds and loaned the proceeds to the Kern County Tobacco Funding Corporation, which, in turn paid the proceeds to the County. The bonds are limited obligations of the Agency payable solely from payments made by the Kern County Tobacco Funding Corporation from tobacco settlement payments purchased from the County. The bonds do not constitute a charge against the general credit of the Agency (except from loan payments by the Corporation) or the County and neither will the Agency or the County be obligated to pay interest on or principal of these bonds. These bonds do not constitute a legal debt, liability or obligation of the County. The Tobacco Settlement Asset-Backed Bonds debt schedule is as follows:

Year Ending June 30,	Principal	Interest	Total
2011		5,994	5,994
2012		5,994	5,994
2013		5,994	5,994
2014		5,994	5,994
2015		5,994	5,994
2016 - 2020	5,950	29,141	35,091
2021 - 2025	10,255	26,760	37,015
2026 - 2030	13,725	23,252	36,977
2031 - 2035	19,530	18,395	37,925
2036 - 2040	26,515	11,482	37,997
2041 - 2044	19,870	2,623	22,493
Total	\$ 95,845	\$ 141,623	\$ 237,468

Belle Vista

The Belle Vista bonds payable is pursuant to the Improvement Bond Act of 1915 and Resolution of Intention Number 88-506. The Board of Supervisors adopted the bond on June 13, 1988. The original issue amount for Belle Vista was \$351 and the expected maturity dates were from September 2, 1990 - 2009. The bonds payable have fixed interest rates that range from 6.5%-8.1%. The debt related schedule is as follows:

Year Ending June 30,	Principal	Interest	Total
2011	205	11	236
Total	\$ 205	\$ 11	\$ 236

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

D. BONDS PAYABLE (CONTINUED)

Southwest Shafter

The Southwest Shafter bonds payable are pursuant to the Improvement Bond Act of 1915 and Resolution of Intention Number 2001-257. The Board of Supervisors adopted the bond on July 3, 2001. The original issue amount for Southwest Shafter was \$238 and the expected maturity dates were from September 2, 2002 – 2040. The bonds payable have a fixed interest rate of 3.25%. The debt related schedule is as follows:

Year Ending June 30,	Principal	Interest	Total
2011	4	7	11
2012	4	7	11
2013	4	6	10
2014	5	6	11
2015	5	6	11
2016 - 2020	25	29	54
2021 - 2025	28	25	53
2026 - 2030	34	20	54
2031 - 2035	38	14	52
2036 - 2040	49	7	56
2041	12	1	13
Total	\$ 208	\$ 128	\$ 336

E. PENSION OBLIGATION BONDS

1995 Pension Obligation Bond

The County's Board of Supervisors adopted a resolution to authorize the issuance of a County of Kern pension obligation debenture, a trust agreement, and an interest rate swap agreement in order to finance the County's share of the un-funded accrued actuarial liability of the Kern County Employees' Retirement Association (KCERA). The actuarial accrued liability of participating special districts was excluded from this funding source. The taxable pension obligation bonds were issued at \$227,818 to cover the County of Kern's un-funded actuarial liability of not less than \$224,437. KCERA received the bond proceeds and recorded \$224,437 of contribution income for the fiscal year ended June 30, 1996.

At June 30, 2010, the amount of certificates included, as a component of the County's pension liability, was \$159,623. Of this amount, \$135,050 has been recorded in the governmental activities, and \$24,573 has been recorded in the proprietary fund types. Debt service for the amount recorded in the governmental activities is reflected in the debt service fund entitled Pension Obligation Bond Trustee Non-major Governmental Fund.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

E. PENSION OBLIGATION BONDS (CONTINUED)

1995 Pension Obligation Bond (CONTINUED)

The bonds have various maturity dates between 2001 and 2015 for Current Interest bonds and between 2016 and 2022 for Capital Appreciation bonds. The interest ranges from 6.160% to 7.260% for the Current Interest bonds and 7.560% to 7.610% for the Capital Appreciation bonds. For the year ended June 30, 2010 interest payments related to the certificates were \$8,545. Of this amount, \$7,230 was paid out of governmental funds and \$1,316 was paid out of business-type funds. The following is a summary of the County's total funding requirements of the bonds:

Year Ending June 30,	Principal	Interest	Total
2011	\$ 16,091	\$ 7,505	\$ 23,596
2012	18,870	6,255	25,125
2013	21,980	4,772	26,752
2014	25,444	3,051	28,495
2015	29,298	1,063	30,361
2016 - 2020	36,663	149,192	185,855
2021 - 2022	11,277	62,108	73,385
Total	<u>\$ 159,623</u>	<u>\$ 233,946</u>	<u>\$ 393,569</u>

2003 Pension Obligation Bond

The County's Board of Supervisors adopted a resolution to authorize the issuance of the County of Kern pension obligation debenture in order to finance the County's share of the un-funded accrued actuarial liability of the KCERA. The actuarial liability of participating special districts was excluded from this funding source. The Taxable Pension Obligation Bonds have been issued at \$288,177, of which \$238,177 issued as Series 2003A Bonds and \$50,000 issued as Series 2003B Bonds. This amount was recorded in the Government-Wide Statement of Net Assets as a liability along with a negative net pension asset for the same amount. The Series 2003A Bonds were issued as Current Interest Bonds and Capital Appreciation Bonds; the Series 2003B Bonds were refunded as Adjustable Rate Bonds in August 2008. The bonds have various maturity dates ranging from 2006 to 2023 for Current Interest Bonds and from 2023 to 2028 for Capital Appreciation Bonds. Series 2003A has fixed interest rates that range from 2.33% to 4.88% for the Current Interest Bonds and 5.50% to 5.57% for the Capital Appreciation Bonds.

On August 27, 2008, the County issued Taxable Pension Obligation Refunding Bonds, Series 2008A in the Principal amount of \$50,000. The maturity date of the bonds is August 15, 2027. The Series 2003B Bonds have been redeemed with the proceeds of the Series 2008A Refunding bonds. The aggregate difference between the Series 2003B and Series 2008A Bonds Debt Service is \$4,132. Using the Effective Interest Rate Method, the refunding resulted in an economic gain of \$57. The 2008A Bonds have an adjustable rate. Adjustable rates follow LIBOR plus 0.75%. The rate, for the period of June 15, 2009 to July 14, 2010, ranges from .98% to 1.10%.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IX. LONG-TERM DEBT (CONTINUED)

E. PENSION OBLIGATION BOND (CONTINUED)

2003 Pension Obligation Bond (CONTINUED)

At June 30, 2010, the amount of bonds included as a component of the County's pension liability was \$270,944. The net pension asset was reduced using the amortization methodology used in determining the annual required contribution for the year. The net pension asset at June 30, 2010 is \$205,517. The amount liquidated is reported in the statement of activities as direct expense in each function. The following is a summary of the County's total funding requirements of the Series 2003A bonds:

Year Ending June 30,	Principal	Interest	Total
2011	\$ 4,386	\$ 8,859	\$ 13,245
2012	5,528	8,671	14,199
2013	6,766	8,427	15,193
2014	8,100	8,121	16,221
2015	9,546	7,747	17,293
2016-2020	73,962	30,159	104,121
2021-2025	98,531	38,935	137,466
2026-2028	15,765	38,649	54,414
Total	<u>\$ 222,584</u>	<u>\$ 149,568</u>	<u>\$ 372,152</u>

The following is a summary of the County's total funding requirements of the Series 2008A bonds:

Year Ending June 30,	Principal	Interest	Total
2011	\$	\$ 53	\$ 53
2012		53	53
2013		53	53
2014		53	53
2015		53	53
2016-2020		266	266
2021-2025		266	266
2026-2028	48,360	160	48,520
Total	<u>\$ 48,360</u>	<u>\$ 957</u>	<u>\$ 49,317</u>

X. SHORT-TERM DEBT

TAX AND REVENUE ANTICIPATION NOTES

The Tax and Revenue Anticipation Notes (TRAN) proceeds were intended to provide financing of seasonal cash flow requirements for the County's General Fund expenditures during fiscal year ended June 30, 2010.

	Beginning Balance	Additions	Deletions	Ending Balance
Tax and Revenue Anticipation Notes	\$	\$ 180,000	\$ 180,000	\$

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XI. NET ASSETS/FUND BALANCES

A. RESERVED FUND BALANCE

The reserved fund balance for the Governmental Activities as of June 30, 2010 is as follows:

	General Fund	Child Support	Employers' Training Resource	Human Services	Mental Health	Roads	Structural Fire	Tobacco Securitization Proceeds	Other Governmental Funds
Imprest Cash	\$ 1,214	\$ 95	\$	\$ 101	\$ 1	\$	\$ 2	\$	\$ 2
Cash With Trustee								35,145	
Deposits with Others	205								
Inventory						906	856		
Encumbrances General	16,350		1	1,120	18,037	11,412	1,038		21,570
Tax Litigation	2,080						832		1,803
Tax Loss	7,687								9
Debt Service									91,977
Total Reserved Fund Balance	\$ 27,536	\$ 95	\$ 1	\$ 1,221	\$ 18,038	\$ 12,318	\$ 2,728	\$ 35,145	\$ 115,361

B. DESIGNATED FUND BALANCE

The designated fund balances recorded in the Non-major Governmental Funds were reclassified as unrestricted net assets in the Government-wide Statement of Net Assets.

C. RESTRICTED NET ASSETS

Restricted net assets represents restrictions imposed on the use of the County's resources by parties outside of the government and by law through constitutional provisions or enabling legislation. The debt service restriction is imposed by the creditors for debt payments. The deposit with other represents required cash reserves as determined by the County's health insurance administrators. The restricted amount in the Internal Service Funds was included with the governmental activities in the government-wide financial statements.

XII. OTHER INFORMATION

A. RISK MANAGEMENT

The County is generally self-insured for general liability, unemployment insurance, workers' compensation, professional liability, retiree "under age 65" medical claims and employee medical and dental claims. Excess liability insurance is maintained for claims over \$2,000 and up to \$27,000 for Automobile and General Liability.

The Automobile and General Liability policy protects the County and its employees against most legal liabilities arising from automobile liability, products damage, contractual liability, and public officials' errors and omissions. Workers' compensation claims are self-insured up to \$1,500 per occurrence.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

A. RISK MANAGEMENT (CONTINUED)

Excess coverage is maintained for workers' compensation claims up to statutory limits. The County does not self-insure against liability at its seven airports. Airports Liability insurance is maintained. The amount of settlements in each of the past three years has not exceeded the amount of insurance coverage. The liabilities for self-insurance included in the General Liability and Workers' Compensation Internal Service Funds are based upon the results of actuarial studies and include amounts for claims incurred but not reported. The liability for self-insurance included in the Group Health Internal Service Fund is based upon historical trend analysis and includes amounts for claims incurred but not reported (IBNR). The liability for self-insurance included in the Unemployment Compensation Internal Service Fund represents unpaid claims incurred as of June 30, 2010.

The Risk Management Division of the Office of County Counsel determines and administers General Liability and Workers' Compensation requirements of the County. The Risk Management Division also acquires insurance for earthquake, fire, boiler and machinery, crime and honesty, aviation, and other perils. Health and Unemployment self-insurance is administered by the County Administrative Office.

Except for medical malpractice, financial activity of the self-insurance programs is accounted for in separate internal service funds. Internal service funds are maintained for General Liability, Group Health, Retiree Group Health, Unemployment Compensation and Workers' Compensation. Retiree claims are paid from the Group Health Internal Service Fund. Changes in the Self Insurance Fund claims liabilities during the fiscal year ended June 30, 2010 and 2009 are as follows:

	July 1, 2009	Claims & Changes in Estimates	Claims Payments	June 30, 2010	Due Within One Year
General Liability	\$ 13,006	\$ 1,003	\$ 1,312	\$ 12,697	\$ 1,604
Group Health	9,500	95,996	92,352	13,144	13,144
Unemployment Compensation	2,276	5,190	5,785	1,681	1,681
Workers' Compensation	74,127	6,249	13,219	67,157	14,070
Total	<u>\$ 98,909</u>	<u>\$ 108,438</u>	<u>\$ 112,668</u>	<u>\$ 94,679</u>	<u>\$ 30,499</u>

	July 1, 2008	Claims & Changes in Estimates	Claims Payments	June 30, 2009
General Liability	\$ 12,326	\$ 2,574	\$ 1,894	\$ 13,006
Group Health	10,522	93,743	94,765	9,500
Unemployment Compensation	1,598	4,611	3,933	2,276
Workers' Compensation	74,126	13,168	13,167	74,127
Total	<u>\$ 98,572</u>	<u>\$ 114,096</u>	<u>\$ 113,759</u>	<u>\$ 98,909</u>

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

A. RISK MANAGEMENT (CONTINUED)

KMC maintains a liability in its fund based on actuarial estimates for the self-insured portion of its professional liability risks. The liability for losses and related expenses is estimated using expected loss-reporting patterns and was discounted to its present value using a rate of 90%. Adjustments to the liability are included in results of operations. KMC has accrued, in accordance with generally accepted accounting principles, an estimated liability for incurred but not reported losses of \$6,425 at June 30, 2010. KMC had a \$5,000 self-insured retention per occurrence for medical malpractice as of June 30, 2010. The primary policy included a \$10,000 per occurrence and in aggregate. Excess insurance is also maintained for \$20,000 per occurrence.

A reconciliation for claims, including IBNR claims, for the current and prior fiscal year ended are as follows:

Fiscal Year Ended June 30,	Claims Payable July 1,	Claims & Changes in Estimates	Claims Payments	Claims Payable June 30,
2010	\$ 7,884	\$ (1,333)	\$ 126	\$ 6,425
2009	7,326	753	195	7,884

B. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

Airports, which is headquartered at Meadows Field Airport (Bakersfield), contains the financing requirements for administration, maintenance, and operation of the County’s seven airports located at Bakersfield, Buttonwillow, Kern Valley, Lost Hills, Poso, Taft, and Wasco. Airports is reported as a major enterprise fund on the fund financial statements.

Kern Medical Center is a hospital offering emergency care to all classes of patients, including Medicare and Medi-Cal eligibles, medically indigent persons, and inmates of county institution and juvenile facilities. Kern Medical Center is reported as a major enterprise fund on the fund financial statements.

Solid Waste Management provides for the operating, engineering, planning, and regulatory compliance activities associated with the County’s Solid Waste Disposal System. Waste Management is reported as a major enterprise fund on the fund financial statements.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

B. SEGMENT INFORMATION FOR ENTERPRISE FUNDS (CONTINUED)

Golf Course is used to finance new capital improvements and replace existing capital improvements as necessary.

The segment information presented for the Business-type Funds that have revenue streams pledged in support of debt instruments outstanding includes a condensed statement of net assets; statement of revenues, expenses, and changes in net assets; and statement of cash flows:

<u>Condensed Statement of Net Assets</u>	
<u>ASSETS</u>	<u>Golf Course</u>
Current Assets	\$ 1,684
Capital Assets	4,215
Total Assets	<u>5,899</u>
<u>LIABILITIES</u>	
Current Liabilities	212
Long-Term Liabilities	<u>879</u>
Total Liabilities	<u>1,091</u>
<u>NET ASSETS</u>	
Invested in Capital Assets, Net of Related Debt	\$ 3,141
Unrestricted	1,667
Total Net Assets	<u>\$ 4,808</u>

<u>Condensed Statement of Revenues, Expenses, and Changes in Net Assets</u>	
	<u>Golf Course</u>
Operating Revenues:	
Charges for Current Services	\$ 467
Total Operating Revenues	467
Operating Expenses:	
Services & Supplies	85
Other Charges	12
Depreciation	148
Total Operating Expenses	<u>245</u>
Operating Income (Loss)	222
Non-Operating Revenues (Expenses):	
Interest on Bank Deposits & Investments	32
Interest Expense	<u>(57)</u>
Total Operating Revenues (Expenses)	<u>(25)</u>
Net Income (Loss) Before Transfers	<u>197</u>
Transfers In (Out)	(223)
Changes in Net Assets	(26)
Net Assets, July 1, 2009	<u>4,834</u>
Net Assets, June 30, 2010	<u>\$ 4,808</u>

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

B. SEGMENT INFORMATION FOR ENTERPRISE FUNDS (CONTINUED)

Condensed Statement of Cash Flows	
	<u>Golf Course</u>
Net Cash Provided by Operating Activities	\$ 369
Net Cash Provided by Non-Capital Financing Activities	(469)
Net Cash Provided by Investing Activities	<u>36</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(64)
Cash and Cash Equivalents, July 1, 2009	<u>1,743</u>
Cash and Cash Equivalents, June 30, 2010	<u><u>\$ 1,679</u></u>

C. POST RETIREMENT HEALTH CARE BENEFITS

Plan Description

In addition to the pension benefits described in Note XII. H, the County provides post retirement health care benefits in accordance with union contracts and Board of Supervisors' orders. Two programs contribute funding for retirees' health insurance. The Retiree Health Premium Supplement Program (RHPSP) is available to employees who: 1) elected to participate or were required to participate, 2) retire on or after July 1, 1990, 3) are between the ages of 50 and 64, and 4) have at least 20 years of continuous County service as a permanent employee. At June 30, 2010, there were approximately 1,052 retirees receiving the supplement. The supplement amount is permanently fixed once determined and is, depending on years of service, equal to 50 -100% of the active employee monthly health premium for a single individual at the time of retirement.

The Retiree Health Stipend (RHS) is available to employees who choose continuous County health coverage upon retirement. At June 30, 2010, there were approximately 2,739 retirees receiving the stipend. The stipend paid on behalf of each retiree is a maximum of \$39.75 for single coverage, \$53.69 for two-party coverage and \$61.50 for family coverage, limited to the cost of the plan selected. Both the RHPSP and RHS are single-employer benefit plans. Both the RHPSP and RHS are included as an internal service fund within these audited financial statements.

Funding Policies

County and employee contributions fund the RHPSP and County contributions fund all of the RHS. The funding for the RHPSP has been based on the actuarial determined rates that incorporate the funding reserve and un-funded amount. To date, the County has paid the RHS on the pay-as-you-go basis and has not established a funding reserve. During the fiscal years 2007/2008 and into 2008/2009, the County negotiated an increase in the employee contribution for the RHPSP, from .81% to 1.62%, of covered payroll, for a majority of the employee union contracts.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

C. POST RETIREMENT HEALTH CARE BENEFITS (CONTINUED)

Funded Status and Funding Progress

As of June 30, 2008, the most recent actuarial valuation date, the RHPSP was 22.38% funded and RHS was 0% funded. The actuarial accrued liability for RHPSP benefits was \$114,972, and the actuarial value of the assets was \$25,730, resulting in an un-funded actuarial accrued liability (UAAL) of \$89,242. The actuarial accrued liability for RHS benefits was \$14,031, and the actuarial value of the assets was zero, resulting in an un-funded actuarial accrued liability (UAAL) of \$14,031. The covered payroll (annual payroll of active employees covered by the plan) was \$502,420 for both plans, and the ratio of the UAAL to the covered payroll was 17.76% for RHPSP and 2.79% for RHS.

County Contributions for the RHPSP were \$3,413, in addition to employee contributions of \$6,091 for the year ended June 30, 2010. The Retiree Health Stipend is funded by County contributions of approximately \$163 (not in Thousands) per active employee per year, which totaled \$1,732 for the year ended June 30, 2010.

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

Actuarial Methods and Assumptions

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

In the June 30, 2008 actuarial valuations for RHPSP and the Retiree Health Stipend, the entry age actuarial cost method was used.

The actuarial assumptions include a 6.0% investment rate of return, a 4% annual salary increase and a 6.5% medical trend rate increase. The RHPSP's un-funded actuarial accrued liability is being amortized as a level percentage of payroll over a 28-year period from June 30, 2008, on an open basis. The Retiree Health Stipend is being funded on the pay-as-you-go basis.

For fiscal year ended June 30, 2010 the RHPSP ARC was \$3,413, or 1% of the County's estimated annual covered payroll. This included the normal cost for the year for current active employees of \$2,661, and \$751 for UAAL amortization. The County's contribution to the RHPSP Plan for fiscal year ended June 30, 2010 was \$3,413.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

C. POST RETIREMENT HEALTH CARE BENEFITS (CONTINUED)

Retiree Health Premium Supplement Program (RHPSP)			
<u>Year Ended June 30,</u>	<u>Annual RHPSP Cost</u>	<u>Percentage of Cost Contributed</u>	<u>Net OPEB Obligation</u>
2008	\$ 3,413	100%	-
2009	3,413	100%	-
2010	3,413	100%	-

Due to the County funding RHS on the pay as you go method there is no annual required contribution. The County's contribution to the RHS Plan for fiscal year ended June 30, 2010 was \$1,732.

Retiree Health Stipend*			
<u>Year Ended June 30,</u>	<u>Annual RHS Cost</u>	<u>Percentage of Cost Contributed</u>	<u>Net OPEB Obligation</u>
2008	1,429	191%	-
2009	1,420	191%	-
2010	1,454	119%	-

* Plan funded by the pay-as-you-go method

D. CONTINGENT LIABILITIES

Federal and State Grant Programs

The County participates in a number of federal and state grant programs, which are subject to audit. Audit requirements for most federal grants will be met by the completion of the County's "Single Audit" as required by Public Law 98-502. For the most part, state grants will be audited by the State in the future. The amount of any disallowed expenditures by grantor agencies, if any, as a result of audit cannot be determined at this time. The County believes that such disallowance, if any, would not have a material effect on the financial statements.

Mental Health Department Medicare and Medi-Cal Revenues

The County receives Medicare and Medi-Cal payments for certain Mental Health services that are provided directly by the County as well as by contracted providers. Revenues received under these programs are subject to periodic review by Medicare, Medi-Cal and their agents. Periodically, as a result of these outside reviews, revisions to claimed costs and services may be required. As a result of these revisions, the County can be required to return a portion of the revenue received from Medicare and/or Medi-Cal. The timing of such reviews and the amounts of potential repayments are not known, but such potential repayments are not considered material to these financial statements.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

D. CONTINGENT LIABILITIES (CONTINUED)

Contingent Property Tax Liability

At June 30, 2010, assessment appeals are pending before the County Assessment Appeals Board (AAB) in the amount of \$89,215 plus interest of \$3,353.

The following is a summary of the estimated contingent tax liability as of June 30, 2010:

	Principal	Interest	Total
Contingent Tax Liability:	\$ 89,215	\$ 3,353	\$ 92,568
Total Pending AAB Matters	\$ 89,215	\$ 3,353	\$ 92,568

The County's share of the estimated contingent tax liability is \$33,937. The County and other agencies accumulate and maintain tax impound reserves for disputed property taxes. As of June 30, 2010, the County had a total of \$2,912 accumulated in its tax reserve of which \$2,080 was reserved in the General fund and \$832 was reserved in the Structural Fire fund. There was a significant portion of assessment appeals that were attributable to oil and gas activity for the 2010 – 2011 assessment year. The result is a positive net contingent tax liability of \$56,617. The County's share of this positive net contingent tax liability is \$33,937.

The disputed assessments involved numerous individual cases. If all cases were settled at one point in time against the County, the County would fund the \$33,937 liability through a combination of future reserves and the abatement of property tax revenue. The affect on the County would be a reduction in appropriations.

Other Litigation

There are various lawsuits and claims against the County, which in the opinion of the County Counsel will be resolved with no material adverse effect upon the County's financial position.

E. OUTSTANDING ENCUMBRANCES

Outstanding encumbrances were allowed to carryover. The amount of encumbrances re-appropriated, as part of the subsequent year's budget was \$78,029.

F. DEFERRED COMPENSATION PLAN

The County has made available to its eligible employees a deferred compensation plan under the terms of Section 457 of the Internal Revenue Code. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. Amounts accumulated under the plan have been invested in several investment options at the direction of the employee.

The Small Business Job Protection Act of 1996 changed the Internal Revenue Code Section 457 to protect participant assets from the creditors of a bankrupt or financially troubled public jurisdiction. The County has complied with the provisions of this act. As of June 30, 2010 there was \$310,065 in the Deferred Compensation plan, which is not included as part of the County's financial statements.

Complete Financial Statements for the Deferred Compensation Plan may be obtained from the office of the Kern County Treasurer Tax Collector located at 1115 Truxtun Avenue, Second Floor, Bakersfield, CA 93301.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

G. PHYSICIAN EMPLOYEE RETIREMENT PLAN

The County has made available to all eligible physicians providing professional services to Kern Medical Center a defined contribution retirement plan. The County is the plan sponsor and administrator. The plan is funded exclusively through a combination of mandatory contributions by the County and the Kern Medical Center physician employees through payroll withholdings and earnings on such contributions. The plan consists of two funds, Fund A whose assets are held in trust by Wells Fargo Bank and whose investments are under the direction of an Investment Manager appointed by the Kern Medical Center Faculty Practice Board, and Fund B whose assets are held in trust by the Teacher's Insurance and Annuities Association-College Retirement Equities Fund (TIAA-CREF) whose investments are under the direction of the employee. As of January 1, 2003, all contributions are made to Fund B. Participants with assets in Fund A have been given the option to roll them into Fund B, however, \$2,772 continues to be held in Fund A.

As of December 31, 2008, there was \$24,032 in the Kern County Physician Employee Retirement Plan, which is not included as part of the County's financial statements. Audited financial statements for the Kern County Physician Retirement Plan may be obtained through the Kern County Auditor-Controller-County Clerk, 1115 Truxtun Avenue, Bakersfield, CA 93301.

H. PENSION PLAN

Plan Description

The County's Board of Supervisors established the Kern County Employees' Retirement Association (KCERA) under the provisions of the County Employees' Retirement Law of 1937 on January 1, 1945. All permanent employees of the County of Kern and twelve related agencies are covered by KCERA, which operates as a cost-sharing multi-employer defined benefit plan. It is the responsibility of KCERA to function as an investment and administrative agent for the County with respect to the pension plan.

KCERA became independent from the County's supervision and control as a result of the 1992 passage of Proposition 162, which legally established the independent control of the Board of Retirement.

Separate audited financial statements can be obtained from the Association at 11125 River Run Blvd., Bakersfield, California 93311.

Management of the KCERA plan is vested with the Board of Retirement, which consists of nine members and two alternates.

The Board of Retirement establishes policy for the operation of the plan, considers applications for disability retirement, recommends contributions on the basis of actuarial valuations and controls investment of assets. Prior to January 1, 1996, the Kern County Treasurer-Tax Collector was responsible for financial reporting and accounting for all investments as required by Government Code Section 31596; thereafter, responsibility for financial reporting and accounting is vested with the Board of Retirement as required by Government Code Section 31596 et seq., as amended. On January 11, 1987, the Board of Retirement authorized the retirement fund to incur an administrative expense and hire an Administrator to serve at the Board's pleasure. The Administrator is responsible for the processing and computing of applications for retirement benefits, refunds, beneficiary allowances, death benefits, reciprocity, and any other duties the Board may assign. The Administrator also acts as Secretary for all Board and Committee meetings and performs other activities as directed by the Board of Retirement. The KCERA Plan

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

H. PENSION PLAN (CONTINUED)

Plan Description (CONTINUED)

provides for retirement, disability, death, beneficiary and cost-of-living benefits. As of June 30, 2010, employee membership data related to the pension plan was as follows:

	General	Safety	Total
Active Employees	6,802	1,765	8,567
Terminated Employees	952	144	1,096
Retirees and Beneficiaries			
Currently Receiving Benefits	4,633	1,538	6,171
	<u>12,387</u>	<u>3,447</u>	<u>15,834</u>

All eligible employees must participate in the Kern County Employees' Retirement Association. A member may retire after reaching the age of 50 with 10 years of service; or general members may retire with 30 years of service and safety members may retire with 20 years of service, regardless of age. Members who retire at or after age 50 with 10 or more years of service are entitled to pension benefits for the remainder of their lives. The amount of such monthly benefit is determined as a percentage of their final monthly compensation and is based on age at retirement and the number of years of service. The final monthly compensation is the monthly average of the final 12 months compensation, or, if the member so elects, any other continuous 12-month period in the member's work history. Retiring members may choose from four optional beneficiary retirement allowances. Pension provisions include deferred allowances whereby a member may terminate his or her employment with the County after five or more years of County service. If the member does not withdraw his or her accumulated contributions, the member is entitled to all pension benefits after being vested five years, and upon reaching the age of 50 with 10 or more years of participation in the retirement system. An active member's beneficiary is entitled to receive death benefits which consist of accumulated contributions plus interest, and one month's salary for each full year of service up to a maximum of six months salary. A member with five years of service, regardless of age, who becomes permanently incapacitated for the performance of duty will be eligible for a non-service connected disability retirement. Any member who becomes permanently incapacitated for the performance of duty, as a result of injury or disease arising out of and in the course of employment, is eligible for a service connected disability regardless of length of service or age.

Basis of Accounting

KCERA follows the accounting principles and reporting guidelines as set forth in Statement 25 of the Governmental Accounting Standards Board. The financial statements are prepared using the accrual basis of accounting and reflect the overall operations of KCERA. Member and employer contributions are recognized in the period in which the contributions are due, and benefits and refunds are recognized when payable in accordance with the terms of the plan.

Method Used to Value Investments

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are reported at the remaining principal balance and are collateralized by deeds of trust on real property. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

H. PENSION PLAN (CONTINUED)

Concentrations

The KCERA's investment policy limits exposure to any single manager or product. The maximum allocation to a single active manager is up to 30% of the aggregate market value of the Fund. The maximum allocation to a single active management product is 15%. This limitation applies to any non-index investment vehicle. With the exception of U.S. Government bonds, portfolios may not invest more than 5% per investment grade issuer. The KCERA's investment portfolio contained no investments in any one single issuer greater than 5% of plan net assets as of June 30, 2010 (other than U.S. Government securities).

Funding Policy

The County, Special Districts, and certain covered employees make contributions to the plan at rates calculated by an actuary to cover both normal cost and the prior service costs such that any unfunded liability will be funded over an initial 30-year period. In accordance with the County Employees' Retirement Law of 1937, covered employees are required to pay a percentage of their salaries, depending upon their age at date of entry into the system. The County must provide annual contributions sufficient to satisfy the actuarially determined contribution requirements as mandated by state statutes. For fiscal year 2010, the employer contribution rates were actuarially determined by using the Entry Age Funding method.

The employer contribution rates are made up of two parts:

- The Normal Cost, or the cost of the portion of the benefit that is allocated to the current year.
- The payment to amortize the Unfunded Actuarial Accrued Liability (UAAL). The UAAL is the excess of the Plan's accrued liability over its assets. Most of the UAAL currently is being amortized over 30 years, except for the additional liabilities due to granting Golden Handshake benefits, which are amortized over three years from the year in which they were granted.

The Memorandum of Understanding (MOU) adopted August, 2004 between the County of Kern and its general employees states that all general members hired prior to the first day of payroll period 04-16 shall pay 100% of the employees' normal contribution until they have attained five years of service. Those employees shall no longer be required to make their normal contribution to retirement and the County shall pay 100% of those employees' normal contributions. All general members hired on or after the first day of payroll period 04-16 shall pay 100% of the new employees' normal contribution to retirement. The MOU adopted May, 2004 between the County of Kern and its safety employees states that all safety members with five or more years of service shall not be required to pay any contributions to retirement and the County shall pay 100% of those employees' normal contribution. Ten out of the twelve Special Districts adopted the provisions in the County of Kern general employee's MOU.

For the year ended June 30, 2010, the County's total payroll for all employees amounted to \$550,607. The County's total covered payroll for the same period amounted to \$502,420. Covered payroll refers to all compensation paid by the County to active employees covered by the pension plan on which contributions to the pension are based.

The County's contribution rates for the year ended June 30, 2010, were determined in accordance with an actuarial valuation performed June 30, 2009. The contribution rate is determined using the entry age actuarial cost method. An annual 2% cost-of-living adjustment (COLA) for all retirees and continuance beneficiaries was adopted as of April 1, 1973.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

H. PENSION PLAN (CONTINUED)

The liability for this annual retirement benefit increase was funded entirely from the unreserved fund balance until February 5, 1983. After this date (as recommended by the Plan's Independent Actuary, adopted by KCERA Board of Retirement, and approved by the County of Kern Board of Supervisors) and prior to fiscal year 2003, funding the 2% COLA was included in the employers' contribution. Cost-of-living adjustment for all retirees and continuance beneficiaries was increased to 2.5% effective April 1, 2002. In fiscal year 2010, the plan had excess earnings and the current funding for the cost-of living reserve is included in the employers' contributions. At June 30, 2010, contributions to KCERA were \$160,004 of which \$151,127 were employer contributions, and \$17,877 were regular employee contributions (31% and 30% of covered payroll, respectively). The total contribution consisted of \$96,662 normal cost (19% of covered payroll) plus \$60,684 amortization of the under-funded actuarial accrued liability (12% of covered payroll).

The County Administrative Office had successfully negotiated an agreement to the Memorandum of Understanding (MOU) with the Central California Association of Public Employees (CCAPE) adopting Government Code Section 31676.17 which provides enhanced retirement benefits, commonly known as 3% at 60, for General members.

The County's contribution represented 94% of total contributions required of all participating employers. Employer contribution rates are applied to total member compensation defined for retirement purposes. There have been no differences between the contributions required and the contributions actually made. Pension expenditures were calculated to include contributions made based on the annual required contribution plus payments for debt service on the pension obligation bonds described below. Payments for the pension obligation bonds are not included as part of the annual required contribution nor the net pension obligation.

Special Districts did not participate in the funding provided by the pension obligation bonds issued by the plan sponsor in November 1995 and May 2003.

The following table summarizes the required contribution rates in effect on June 30, 2010. Member (i.e., "employee") contribution rates range from youngest to oldest at date of entry. Employer contribution rates are expressed as a percentage of covered payroll.

<u>Member Classification</u>	<u>Employee Rates</u>	<u>Employer Rates</u>
General Members Tier I	6.34% - 11.25%	28.72%
General Members Tier II	4.51% - 8.60%	28.72%
General Members - Courts	6.34% - 11.25%	26.00%
Safety Members	11.14% - 17.42%	35.60%
Safety members - Firefighters, Probation and Detention Officer Lieutenants (flat rate)	12.30%	35.60%
Special Districts (electing MOU)	6.34% - 11.25%	34.74%
Special Districts (not electing MOU)	6.34% - 11.25%	32.65%
Special Districts (full pickup)	6.34% - 11.25%	35.40%
Special Districts (3%@60 prospectively only)	6.34% - 11.25%	26.34%

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

H. PENSION PLAN (CONTINUED)

For fiscal years ended June 30, 2010 and 2009, separate employer contribution rates are required to fund the un-funded liabilities for each class of participation as follows Employer Contributions as a Percentage of Estimated Total Compensation:

	Special Districts (MOU)	Special Districts (Non-MOU)	General Members	Safety Members
June 30, 2010:				
Normal Cost	23.25%	23.25%	22.08%	31.02%
Amortization of UAAL	13.70%	13.70%	13.69%	18.94%
Total	36.95%	36.95%	35.77%	49.96%
June 30, 2009:				
Normal Cost	23.11%	23.11%	22.52%	29.98%
Amortization of UAAL	13.64%	13.64%	11.32%	14.30%
Total	36.75%	36.75%	33.84%	44.28%

Annual Pension Cost

Fiscal Year Ended June 30,	Annual Pension Percentage of APC		Net Pension Obligation
	Annual Required Contribution	Percentage Contributed	
2010	\$ 151,127	100.00%	\$
2009	138,815	100.00%	
2008	137,264	100.00%	

I. LANDFILLS

Prior to fiscal year 1988 - 1989, Kern County Solid Waste was funded entirely by the County General Fund. In fiscal year 1988 - 1989 the Board approved a solid waste management program land use fee on all parcels of real property, but land use fee revenue continued to be supplemented by a contribution from the General Fund. In fiscal year 1992 - 1993 the County General Fund contribution to the Waste Management Enterprise Fund was eliminated and the Department became entirely fee supported. The Board of Supervisors eliminated the land use fee for non-residential property and approved a tipping fee for non-residential waste beginning in fiscal year 1993 - 1994. All revenues are placed in the Solid Waste Enterprise Fund exclusively for waste management.

State Financial Assurance Mechanism regulations require landfill operators to set aside funds, or provide alternative funding mechanisms, to fund the closure expense and post-closure maintenance of landfills. In response, the County of Kern established a designated reserve account to fund closure expense and a pledge of future revenue to fund post-closure maintenance. As of June 30, 2010, the Solid Waste Management Enterprise Fund had a designated cash reserve of \$34,708 for closure expenses. Estimated closure and postclosure maintenance costs are based on the most recent preliminary closure and postclosure plans approved by the State of California. State regulations require the County to prepare detailed preliminary closure and postclosure plans for each landfill. For closure expense, the engineer's cost estimate includes closure design, construction of final cover, construction of monitoring systems and other related activities. For postclosure maintenance expense, the engineer's cost

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

I. LANDFILLS (CONTINUED)

estimate includes monitoring and erosion control. If, at some future date, these closure and postclosure plans and cost estimates change (due to changes in inflation, deflation, technology, regulations, etc.), the County is required to make corresponding changes in the estimated total closure costs and postclosure maintenance costs. The liabilities for closure and postclosure maintenance are recognized based on the percent of the landfill capacity used to date.

The County currently operates seven Class III landfills, three large volume transfer stations, and six small volume transfer stations. All are strategically located throughout Kern County. These facilities serve the solid waste disposal needs of the County's eleven incorporated cities as well as unincorporated areas.

Estimated closure and postclosure liabilities as of June 30, 2010 are \$82,052 and \$43,932 respectively. The County's landfills are listed below, along with their estimated remaining useful lives, total capacity and percentage of capacity used:

Facility Name	Remaining Useful Lives	Capacity in Cubic Yards	Percent Incurred
Arvin ¹	0	11,464,719	100%
Bena I	0	7,299,653	98%
Bena II A	33	45,700,347	8%
Boron	29	1,002,819	83%
Buttonwillow ¹	0	358,273	100%
China Grade ¹	0	N/A	100%
Glennville ²	0	N/A	100%
Kern Valley ²	0	N/A	100%
Lebec ²	0	N/A	100%
Lost Hills (Phase 1) ¹	28	374,978	100%
Lost Hills (Phase 2) ²	Unknown	1,103,927	0%
McFarland/Delano ²	0	N/A	100%
Mojave/Rosamond	10	2,262,243	73%
Ridgecrest	7	5,992,700	91%
Shafter/Wasco	21	21,895,179	31%
Taft	56	8,787,547	30%
Tehachapi	6	3,388,723	82%
Total		<u>109,631,108</u>	

¹ Site is inactive.

² Site is closed.

Under Title 27 of the California Code of Regulations, landfill owners/operators are required to obtain and maintain assurances of financial responsibility to initiate and complete corrective action for all known and reasonably foreseeable releases (RFRs). These requirements first came into effect when Article 5 (Title 23, Chapter 15) was revised in 1991. The Waste Management Department has established a groundwater corrective action designated reserve to fund capital costs for each landfill where it is appropriate. In addition, the Waste Management Department has established a pledge of revenue to cover on-going maintenance and operation of any capital improvements that are constructed.

The current designated reserve account of \$2,000 is expected to satisfy all capital expenditures to implement corrective action at the 17 landfill sites.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

I. LANDFILLS (CONTINUED)

Each year a portion of the landfill's estimated closure and post-closure liabilities are recognized as an expense and liability based on the capacity used to date. As of June 30, 2010, the landfill closure liability is \$42,742 and the postclosure liability is \$32,405 as recorded in the liabilities of the Solid Waste Enterprise Fund. These represent the cumulative liabilities to date. The remaining \$39,310 and \$11,527 anticipated closure and postclosure liabilities, respectively, will be recognized in future years.

J. JOINT VENTURES

In accordance with the Joint Exercise of Powers agreement between the Ford City – Taft Heights Sanitation District and the City of Taft dated May 29, 1950, and amended March 7, 1966, April 24, 1972 and August 20, 1991, the City of Taft acts on its own behalf and on behalf of the District to operate and maintain a Wastewater Treatment Plant. Costs to operate and maintain the facility are apportioned 52% to the City and 48% to the District. The County's investment in the Wastewater Treatment Plant has increased \$50 from \$1,924 at June 30, 2009, to \$1,974 at June 30, 2010.

The Wastewater Treatment Facility and the result of its operations are reported as a component unit of the City. Audited financial statements for the City of Taft, Ford City-Taft Heights Sanitation District Wastewater Treatment Plant may be obtained through the City of Taft located at 209 East Kern Street, Taft, CA 93268.

K. SECURITIZATION OF TOBACCO SETTLEMENT REVENUES

In November 1998, the Attorney General of 46 states and the four largest U.S. tobacco manufacturers (the "OPMs") entered into a Master Settlement Agreement (the "MSAs") in resolution of cigarette smoking-related litigation between settling states and the OPMs. On August 5, 1998, the counsel representing the state, various cities and counties in California, and certain other parties entered into a Memorandum of Understanding (the "MOU") pursuant to which each participant's jurisdiction is entitled to receive a portion of the payments to be made to the State of California pursuant to the MSA. The members are allowed to sell or otherwise exchange their rights to receive payments under the MSA and the MOU for a cash payment, thereby self-insuring, hedging against or otherwise managing the risk associated with the receipt of such revenue, and assuring the availability of monies to fund the social needs of its population.

The County elected to participate in a Joint Powers Agreement made in accordance with Chapter 5 of Division 7 of Title I of the Government Code of the State of California dated as of November 15, 2000, by and among the County of Stanislaus, the County of Merced, and the County of Sonoma formed the California County Tobacco Securitization Agency (the Agency). The Agency is an entity that is separate from each of the member Counties. The debts, liabilities, and obligations of the Agency, including any bonds, do not constitute debts, liabilities or obligation of any of the member Counties.

The Agency has the power to issue bonds secured by the MSA payment of one or more members, the proceeds of which will be used directly or indirectly to purchase all or a portion of the MSA payments.

In furtherance of its objective to ensure and otherwise protect against the risk of a substantial decline in Tobacco Revenue and to assure a source of fund for County programs, the County formed a non-profit public benefit corporation named the "Kern County Tobacco Revenue

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

K. SECURITIZATION OF TOBACCO SETTLEMENT REVENUES (CONTINUED)

Financial Corporation" (the NPC). The Agency loaned the NPC proceeds from bonds it had issued on behalf of the County. The County sold the NPC all rights, title and interest of the County's Tobacco Revenue pursuant to the terms of an Installment Sale, Self-Insurance and Risk Transfer Agreement between the County and the NPC. The NPC has been included as a blended component unit of the County.

The bonds are limited obligations of the Agency payable solely from loan payments made by the Corporation. The Corporation funds the loan payments with the tobacco settlement payments purchased from the County. For the year ended June 30, 2010, \$6,779 of tobacco settlement payments was recorded as aid from other governments in the Kern County Tobacco Corporation Non-major debt service fund. The bonds do not constitute a charge against the general credit of the Agency or the County and neither will the Agency (except from loan payments by the Corporation) or the County be obligated to pay the interest on or principal of these bonds. These bonds do not constitute a legal debt, liability or obligation of the County.

L. POLLUTION REMEDIATION LIABILITY

Waste Management Department has the following pollution remediation liability for the remediation of 25 burn dumps that were either owned or operated by the County prior to 1971. The County intends to follow the guidelines set forth by the California Integrated Waste Management Board's Local Enforcement Agency (LEA) Advisory #56, dated November 4, 1998 to remediate each burn dump. Site Characterization and Environmental Assessments have been conducted for 23 of the 25 burn dumps. Based on the Site Characterization and Environmental Assessments, a remediation plan has been developed for each burn dumpsite. Costs are based on the remediation plan for each site and on our experience with similar sites, which we have previously remediated. We do not anticipate any recoveries regarding these burn dumps. In addition to the burn dumps, Waste Management is also remediating a site near a landfill. That site is in progress and a liability was also recorded for the remediation of the site. Cost is based on the remediation plan for the site and on our experience with similar sites, which have previously been remediated. The County also has six underground storage tank sites that are in the process of being remediated. Costs are based on the remediation plan for each site and on our experience with similar sites, which we have previously remediated. We do not anticipate any recoveries regarding these sites.

M. GOLDEN HANDSHAKE

The County offered the following termination benefits during the 2009/2010 fiscal year. Golden Handshakes were offered and accepted by fifteen employees. Benefits in the amount of \$217, consisting of salaries only, are to be paid over two fiscal years. Due to the current nature of the payoff of the accrual, within three months of the end of the fiscal year, the liability at year-end was not discounted to present value.

**COUNTY OF KERN
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

XII. OTHER INFORMATION (CONTINUED)

N. PROPOSITION 1A BORROWING BY THE STATE OF CALIFORNIA

Under the provisions of Proposition 1A and as part of the 2009-10 budget package passed by the California state legislature on July 28, 2009, the State of California borrowed 8% of the amount of property tax revenue, including those property taxes associated with the in-lieu motor vehicle license fee, the triple flip in lieu sales tax, and supplemental property tax, apportioned to cities, counties and special districts (excluding redevelopment agencies). The state is required to repay this borrowing plus interest by June 30, 2013. After repayment of this initial borrowing, the California legislature may consider only one additional borrowing within a ten-year period. The amount of this borrowing pertaining to the County of Kern was \$27,028.

Authorized with the 2009-10 State budget package, the Proposition 1A Securitization Program was instituted by the California Statewide Communities Development Authority ("California Communities"), a joint powers authority sponsored by the California State Association of Counties and the League of California Cities, to enable local government to sell their Proposition 1A receivable to California Communities. Under the Securitization Program, California Communities simultaneously purchased the Proposition 1A receivables and issued bonds ("Prop 1A Bonds") to provide local agencies with cash proceeds in two equal installments, on January 15, 2010 and May 3, 2010. The purchase price paid to the local agencies equaled 100% of the amount of the property tax reduction. All transaction cost of the issuance and interest were paid by the State of California. Participating local agencies have no obligation on the bonds and no credit exposure to the State. The County participated in the securitization program and accordingly property taxes have been recorded in the same manner as if the State had not exercised its rights under Proposition 1A. The receivable sales proceeds were equal to the book value and, as a result, no gain or loss was recorded.

XIII. SUBSEQUENT EVENTS

A. TAX AND REVENUE ANTICIPATION NOTES

On October 20, 2010, the County issued Tax and Revenue Anticipation Notes (TRAN) totaling \$180,000 due on June 30, 2011. The proceeds of the TRAN are intended to provide financing of seasonal cash flow requirements for the County's General Fund expenditures during the fiscal year ending June 30, 2011. A pledge of property taxes, income, revenue and other monies of the County allocable solely to fiscal year 2010-11 and legally available secure the TRAN.

B. 2010-11 CURRENT SECURED PROPERTY TAXES

As of November 29, 2010, the billing amount for current secured property taxes has been reduced by \$1,726 due to a decrease in residential property values (Proposition 8).



**REQUIRED
SUPPLEMENTARY
INFORMATION**

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

Page 1 of 9

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
General Government:				
Board of Supervisors				
Other Revenues	\$	\$	\$ 5	\$ 5
			5	5
Administrative Office				
Charges for Current Services	891	891	866	(25)
Other Revenues	3	3	12	9
	894	894	878	(16)
Clerk of the Board				
Charges for Current Services	40	44	45	1
Other Revenues		0	12	12
	40	44	57	13
Auditor-Controller				
Charges for Current Services	888	888	966	78
Other Revenues	2	2	3	1
	890	890	969	79
Discretionary Revenue				
Taxes	259,007	259,007	274,689	15,682
Licenses, Permits and Franchises	7,627	7,627	6,323	(1,304)
Fines, Forfeitures and Penalties	10,780	10,780	9,351	(1,429)
Revenues from Use of Money and Property	10,671	10,671	8,380	(2,291)
Aid from Other Governmental Agencies	9,020	16,810	12,675	(4,135)
Charges for Current Services	16,183	16,273	15,632	(641)
Other Revenues	375	301	511	210
	313,663	321,469	327,561	6,092
Treasurer-Tax Collector				
Fines, Forfeitures and Penalties	240	240	93	(147)
Charges for Current Services	3,734	3,734	4,371	637
Other Revenues	375	375	281	(94)
	4,349	4,349	4,745	396
Assessor				
Charges for Current Services	3,155	3,326	2,605	(721)
	3,155	3,326	2,605	(721)
Information Technology Services				
Charges for Current Services	4,944	5,177	5,288	111
	4,944	5,177	5,288	111
County Counsel				
Charges for Current Services	5,927	5,927	6,133	206
Other Revenues	5	5		(5)
	5,932	5,932	6,133	201
Personnel				
Charges for Current Services	45	45	40	(5)
	45	45	40	(5)
Elections				
Aid from Other Governmental Agencies	48	252	675	423
Charges for Current Services	231	231	341	110
Other Revenues	12	12	10	(2)
	291	495	1,026	531
Communications				
Charges for Current Services	658	659	697	38
Other Revenues	1	1	2	1
	659	660	699	39
General Services				
Fines, Forfeitures and Penalties	162	162	139	(23)
Charges for Current Services	1,059	1,059	1,093	34
Other Revenues	55	55	11	(44)
	1,276	1,276	1,243	(33)
Utility Payments				
Charges for Current Services	1,556	1,556	1,298	(258)
Other Revenues			1	1
	1,556	1,556	1,299	(257)

COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
General Government (Continued):				
Construction Services - General Services				
Charges for Current Services	\$ 607	\$ 1,021	\$ 936	\$ (85)
Other Revenues			1	1
	<u>607</u>	<u>1,021</u>	<u>937</u>	<u>(84)</u>
General Services - Major Maintenance				
Aid from Other Governmental Agencies			86	86
Other Revenues	853	1,277	22	(1,255)
	<u>853</u>	<u>1,277</u>	<u>108</u>	<u>(1,169)</u>
Board of Trade				
Charges for Current Services	15	15	11	(4)
Other Revenues	15	15	18	3
	<u>30</u>	<u>30</u>	<u>29</u>	<u>(1)</u>
Engineering and Survey Services				
Licenses, Permits and Franchises	1	1		(1)
Charges for Current Services	3,200	2,650	2,770	120
Other Revenues	1	551	583	32
	<u>3,201</u>	<u>3,202</u>	<u>3,353</u>	<u>151</u>
Risk Management				
Charges for Current Services	3,819	3,819	3,303	(516)
Other Revenues	29	29	33	4
	<u>3,848</u>	<u>3,848</u>	<u>3,336</u>	<u>(512)</u>
Capital Projects				
Aid from Other Governmental Agencies	6,326			
Charges for Current Services			1,108	1,108
Other Revenues		506	59	(447)
	<u>6,326</u>	<u>506</u>	<u>1,167</u>	<u>661</u>
County Clerk				
Licenses, Permits and Franchises	145	145	151	6
Charges for Current Services	350	350	319	(31)
	<u>495</u>	<u>495</u>	<u>470</u>	<u>(25)</u>
Total General Government	353,054	356,492	361,948	5,456
Public Protection:				
Contribution - Trial Court Funding				
Fines, Forfeitures and Penalties	4,706	4,706	4,669	(37)
Charges for Current Services	3,355	3,355	3,841	486
Other Revenues	875	875	231	(644)
	<u>8,936</u>	<u>8,936</u>	<u>8,741</u>	<u>(195)</u>
Indigent Defense Services				
Aid from Other Governmental Agencies	1,480	1,480	1,292	188
Charges for Current Services	100	100	80	(20)
	<u>1,580</u>	<u>1,580</u>	<u>1,372</u>	<u>(208)</u>
District Attorney				
Fines, Forfeitures and Penalties	35	35	208	173
Aid from Other Governmental Agencies	3,815	3,815	3,603	(212)
Charges for Current Services	3,205	3,256	3,073	(183)
Other Revenues	440	440	590	150
	<u>7,495</u>	<u>7,546</u>	<u>7,474</u>	<u>(72)</u>
Public Defender				
Aid from Other Governmental Agencies	1,069	850	1,067	217
Charges for Current Services	510	510	661	151
	<u>1,579</u>	<u>1,360</u>	<u>1,728</u>	<u>368</u>
Forensic Sciences-Division of District Attorney				
Fines, Forfeitures and Penalties	130	130	131	1
Aid from Other Governmental Agencies	292	475	369	(106)
Charges for Current Services	840	640	753	113
Other Revenues	5	5	17	12
	<u>1,267</u>	<u>1,250</u>	<u>1,270</u>	<u>20</u>
Sheriff				
Licenses, Permits and Franchises	295	295	323	28
Fines, Forfeitures and Penalties	63	63	41	(22)
Aid from Other Governmental Agencies	2,725	2,724	2,689	(35)
Charges for Current Services	25,329	25,329	21,497	(3,832)
Other Revenues	1,949	3,157	1,137	(2,020)
	<u>30,361</u>	<u>31,568</u>	<u>25,687</u>	<u>(5,881)</u>
Probation				
Fines, Forfeitures and Penalties	6	6	3	(3)
Revenues from Use of Money and Property	10	10	11	1
Aid from Other Governmental Agencies	19,994	20,650	20,571	(79)
Charges for Current Services	2,172	2,272	2,293	21
Other Revenues	31	31	45	14
	<u>22,213</u>	<u>22,969</u>	<u>22,923</u>	<u>(46)</u>

COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

Page 3 of 9

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Agricultural Commissioner				
Licenses, Permits and Franchises	\$ 19	\$ 19	\$ 21	\$ 2
Fines, Forfeitures and Penalties	31	31	54	23
Aid from Other Governmental Agencies	2,380	2,380	2,963	583
Charges for Current Services	1,816	1,816	1,874	58
Other Revenues			3	3
	<u>4,246</u>	<u>4,246</u>	<u>4,915</u>	<u>669</u>
Code Compliance				
Fines, Forfeitures and Penalties	24	24	11	(13)
Charges for Current Services	540	540	370	(170)
Other Revenues	1	1		(1)
	<u>565</u>	<u>565</u>	<u>381</u>	<u>(184)</u>
Special Services				
Charges for Current Services	2	2	6	4
Other Revenues	125	125	26	(99)
	<u>127</u>	<u>127</u>	<u>32</u>	<u>(95)</u>
Recorder				
Licenses, Permits and Franchises	4	4	4	
Charges for Current Services	1,620	1,620	1,595	(25)
Other Revenues	1	1	8	7
	<u>1,625</u>	<u>1,625</u>	<u>1,607</u>	<u>(18)</u>
Resource Management Agency				
Charges for Current Services	816	816	855	39
	<u>816</u>	<u>816</u>	<u>855</u>	<u>39</u>
Planning				
Licenses, Permits and Franchises	527	527	420	(107)
Fines, Forfeitures and Penalties	9	9	33	24
Aid from Other Governmental Agencies	100	100		(100)
Charges for Current Services	5,502	5,502	2,528	(2,974)
Other Revenues	2	2	40	38
	<u>6,140</u>	<u>6,140</u>	<u>3,021</u>	<u>(3,119)</u>
Animal Control				
Licenses, Permits and Franchises	630	630	472	(158)
Fines, Forfeitures and Penalties	6	6		(6)
Aid from Other Governmental Agencies	1,185	1,185	985	(200)
Charges for Current Services	735	735	676	(59)
Other Revenues			24	24
	<u>2,556</u>	<u>2,556</u>	<u>2,157</u>	<u>(399)</u>
Superior Court				
Fines, Forfeitures and Penalties	499	499	486	(13)
Charges for Current Services	563	563	485	(78)
	<u>1,062</u>	<u>1,062</u>	<u>971</u>	<u>(91)</u>
East Kern Municipal Court				
Fines, Forfeitures and Penalties	236	236	262	26
Charges for Current Services	183	183	273	90
	<u>419</u>	<u>419</u>	<u>535</u>	<u>116</u>
North Kern Municipal Court				
Fines, Forfeitures and Penalties	311	311	214	(97)
Charges for Current Services	211	211	249	38
	<u>522</u>	<u>522</u>	<u>463</u>	<u>(59)</u>
South Kern Municipal Court				
Fines, Forfeitures and Penalties	509	509	525	16
Charges for Current Services	212	212	310	98
	<u>721</u>	<u>721</u>	<u>835</u>	<u>114</u>
Total Public Protection	92,230	94,008	84,967	(9,041)

COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Health and Sanitation:				
Department of Public Health				
Aid from Other Governmental Agencies	\$ 21,377	\$ 22,826	\$ 20,349	\$ (2,477)
Charges for Current Services	2,803	2,803	2,860	57
Other Revenues	136	205	91	(114)
	<u>24,316</u>	<u>25,834</u>	<u>23,300</u>	<u>(2,534)</u>
Environmental Health				
Licenses, Permits and Franchises	2,825	2,825	2,633	(192)
Fines, Forfeitures and Penalties	10	10		(10)
Charges for Current Services	3,065	3,065	3,277	212
Other Revenues	1	1	15	14
	<u>5,901</u>	<u>5,901</u>	<u>5,925</u>	<u>24</u>
Emergency Medical Services				
Licenses, Permits and Franchises	134	152	152	
Aid from Other Governmental Agencies	450	545	323	(222)
Charges for Current Services	134	134	155	21
Other Revenues			1	1
	<u>718</u>	<u>831</u>	<u>631</u>	<u>(200)</u>
KMC Enterprise Fund - County Contribution				
Aid from Other Governmental Agencies	15,054	15,054	15,054	
Charges for Current Services	350	350	389	39
	<u>15,404</u>	<u>15,404</u>	<u>15,443</u>	<u>39</u>
California Children Services				
Aid from Other Governmental Agencies	6,661	7,325	4,862	(2,463)
Charges for Current Services	88	88	127	39
Other Revenues			4	4
	<u>6,749</u>	<u>7,413</u>	<u>4,993</u>	<u>(2,420)</u>
Mental Health				
Aid from Other Governmental Agencies	22,172	22,172	20,892	(1,280)
	<u>22,172</u>	<u>22,172</u>	<u>20,892</u>	<u>(1,280)</u>
Total Health and Sanitation	75,260	77,555	71,184	(6,371)
Public Assistance:				
Veterans Service				
Aid from Other Governmental Agencies	125	125	115	(10)
	<u>125</u>	<u>125</u>	<u>115</u>	<u>(10)</u>
IHSS County Contribution				
Aid from Other Governmental Agencies	530	6,993	6,990	(3)
	<u>530</u>	<u>6,993</u>	<u>6,990</u>	<u>(3)</u>
Employers' Training Resource				
Aid from Other Governmental Agencies	6,463		0	(1)
Other Revenues		1	0	(1)
	<u>6,463</u>	<u>1</u>	<u>0</u>	<u>(1)</u>
Humane Services				
Aid from Other Governmental Agencies	17,272	17,272	17,272	
	<u>17,272</u>	<u>17,272</u>	<u>17,272</u>	
Total Public Assistance	24,390	24,391	24,377	(14)
Education:				
Kern County Library				
Revenues from Use of Money and Property	118	118	101	(17)
Aid from Other Governmental Agencies	252	280	298	18
Charges for Current Services	257	257	309	52
Other Revenues	76	76	98	22
	<u>703</u>	<u>731</u>	<u>806</u>	<u>75</u>
Farm and Home Advisor				
Charges for Current Services	3	3	3	
Other Revenues	2	2		(2)
	<u>5</u>	<u>5</u>	<u>3</u>	<u>(2)</u>
Total Education	708	736	809	73
Recreation and Culture:				
Parks and Recreation				
Fines, Forfeitures and Penalties	22	22	17	(5)
Revenues from Use of Money and Property	166	166	266	100
Aid from Other Governmental Agencies			15	15
Charges for Current Services	2,047	2,047	1,776	(271)
Other Revenues	19	19	34	15
	<u>2,254</u>	<u>2,254</u>	<u>2,108</u>	<u>(146)</u>
Total Recreation and Culture	2,254	2,254	2,108	(146)
Debt Service:				
Revenues from Use of Money and Property	1,500	1,500	3,332	1,832
Total Debt Service	1,500	1,500	3,332	1,832
Total Revenue	549,396	556,936	548,725	(8,211)

COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
EXPENDITURES:				
General Government:				
Board of Supervisors				
Salaries & Benefits	\$ 2,308	\$ 2,443	\$ 2,415	\$ 28
Services & Supplies	147	146	115	31
	<u>2,455</u>	<u>2,589</u>	<u>2,530</u>	<u>59</u>
Administrative Office				
Salaries & Benefits	2,708	2,902	2,902	
Services & Supplies	275	98	97	1
Transfers & Reimbursements	(155)	(156)	(162)	6
	<u>2,828</u>	<u>2,844</u>	<u>2,837</u>	<u>7</u>
Clerk of the Board				
Salaries & Benefits	455	693	690	3
Services & Supplies	179	202	203	(1)
Transfers & Reimbursements	(52)	(87)	(87)	
	<u>582</u>	<u>808</u>	<u>806</u>	<u>2</u>
Special Services				
Salaries & Benefits	214	214	203	11
Services & Supplies	6,614	6,885	3,695	3,190
Other Charges	1,218	1,218	1,090	128
	<u>8,046</u>	<u>8,317</u>	<u>4,988</u>	<u>3,329</u>
Auditor-Controller				
Salaries & Benefits	5,341	5,341	5,118	223
Services & Supplies	424	434	395	39
Transfers & Reimbursements	(493)	(493)	(347)	(146)
	<u>5,272</u>	<u>5,282</u>	<u>5,166</u>	<u>116</u>
Treasurer - Tax Collector				
Salaries & Benefits	3,092	3,092	2,907	185
Services & Supplies	2,455	2,455	2,210	245
	<u>5,547</u>	<u>5,547</u>	<u>5,117</u>	<u>430</u>
Assessor				
Salaries & Benefits	9,234	9,405	9,194	211
Services & Supplies	852	892	500	392
Transfers & Reimbursements	(304)	(304)	(290)	(14)
	<u>9,782</u>	<u>9,993</u>	<u>9,404</u>	<u>589</u>
Information Technology Service				
Salaries & Benefits	6,699	6,699	6,448	251
Services & Supplies	5,757	5,755	5,371	384
Capital Assets		850	844	6
Transfers & Reimbursements	(2,622)	(2,622)	(2,239)	(383)
	<u>9,834</u>	<u>10,682</u>	<u>10,424</u>	<u>258</u>
County Counsel				
Salaries & Benefits	7,832	7,832	7,635	197
Services & Supplies	642	662	506	156
Capital Assets	15	15	12	3
Transfers & Reimbursements	(723)	(723)	(793)	70
	<u>7,766</u>	<u>7,786</u>	<u>7,360</u>	<u>426</u>
Personnel				
Salaries & Benefits	2,056	2,150	2,150	
Services & Supplies	288	194	176	18
Transfers & Reimbursements	(41)	(41)	(35)	(6)
	<u>2,303</u>	<u>2,303</u>	<u>2,291</u>	<u>12</u>
Elections				
Salaries & Benefits	1,328	1,328	1,013	315
Services & Supplies	3,056	2,813	2,122	691
Capital Assets	10	446	446	
Other Charges		457	10	447
	<u>4,394</u>	<u>5,044</u>	<u>3,591</u>	<u>1,453</u>
Communications				
Salaries & Benefits	1,647	1,647	1,645	2
Services & Supplies	569	577	516	61
Transfers & Reimbursements	(790)	(826)	(879)	53
Other Charges		47	47	
	<u>1,426</u>	<u>1,445</u>	<u>1,329</u>	<u>116</u>

COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
General Government (Continued):				
General Services				
Salaries & Benefits	\$ 9,225	\$ 9,225	\$ 9,087	\$ 138
Services & Supplies	1,600	1,618	1,492	126
Other Charges	9	1	1	
Transfers & Reimbursements	(718)	(718)	(845)	127
	<u>10,116</u>	<u>10,126</u>	<u>9,735</u>	<u>391</u>
Utility Payments				
Services & Supplies	9,412	9,412	7,625	1,787
Other Charges	479	488	471	17
Transfers & Reimbursements	(1,215)	(1,215)	(834)	(381)
	<u>8,676</u>	<u>8,685</u>	<u>7,262</u>	<u>1,423</u>
Construction Services-Division General Service				
Salaries & Benefits	2,466	2,466	1,728	738
Services & Supplies	420	423	280	143
Other Charges	1	1	1	
Transfers & Reimbursements	(2,077)	(1,663)	(1,005)	(658)
	<u>810</u>	<u>1,227</u>	<u>1,004</u>	<u>223</u>
General Service-Major Maintenance-General Services & Supplies				
	<u>2,944</u>	<u>9,192</u>	<u>8,280</u>	<u>912</u>
	<u>2,944</u>	<u>9,192</u>	<u>8,280</u>	<u>912</u>
Board of Trade				
Salaries & Benefits	683	683	673	10
Services & Supplies	108	126	118	8
	<u>791</u>	<u>809</u>	<u>791</u>	<u>18</u>
Engineering & Survey Services				
Salaries & Benefits	4,435	4,933	4,885	48
Services & Supplies	877	702	658	44
Other Charges	3	4	4	
Capital Assets		104	104	
Transfers & Reimbursements	(175)	(175)	(200)	25
	<u>5,140</u>	<u>5,568</u>	<u>5,451</u>	<u>117</u>
Risk Management				
Salaries & Benefits	2,801	2,441	2,394	47
Services & Supplies	1,448	1,410	1,332	78
Other Charges	671	1,072	1,049	23
Capital Assets	10	10	10	
Transfers & Reimbursements	(413)	(413)	(443)	30
	<u>4,517</u>	<u>4,520</u>	<u>4,342</u>	<u>178</u>
Capital Projects				
Capital Assets	10,986	14,774	5,837	8,937
	<u>10,986</u>	<u>14,774</u>	<u>5,837</u>	<u>8,937</u>
County Clerk				
Salaries & Benefits	338	338	315	23
Services & Supplies	222	222	198	24
	<u>560</u>	<u>560</u>	<u>513</u>	<u>47</u>
Total General Government	<u>104,775</u>	<u>118,101</u>	<u>99,058</u>	<u>19,043</u>
Public Protection:				
Contribution - Trial Court Funding				
Services & Supplies	16,334	16,334	15,574	760
	<u>16,334</u>	<u>16,334</u>	<u>15,574</u>	<u>760</u>
Grand Jury				
Salaries & Benefits	50	79	79	
Services & Supplies	163	159	159	
	<u>213</u>	<u>238</u>	<u>238</u>	
Indigent Defense Services				
Services & Supplies	5,628	5,628	5,362	266
	<u>5,628</u>	<u>5,628</u>	<u>5,362</u>	<u>266</u>
District Attorney				
Salaries & Benefits	25,182	25,120	25,106	14
Services & Supplies	2,625	2,975	2,303	672
Other Charges	129	129	126	3
Capital Assets		106	103	3
Transfers & Reimbursements	(117)	(117)	(78)	(39)
	<u>27,819</u>	<u>28,213</u>	<u>27,560</u>	<u>653</u>
Public Defender				
Salaries & Benefits	12,666	13,443	13,443	
Services & Supplies	1,070	709	694	15
	<u>13,736</u>	<u>14,152</u>	<u>14,137</u>	<u>15</u>

COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Public Protection (Continued):				
Forensic Sciences-Division of District Attorney				
Salaries & Benefits	\$ 3,579	\$ 4,207	\$ 4,201	\$ 6
Services & Supplies	2,021	2,990	1,646	1,344
Other Charges	241	241	235	6
Capital Assets		97	76	21
Transfers & Reimbursements	(100)	(100)	(109)	9
	<u>5,741</u>	<u>7,435</u>	<u>6,049</u>	<u>1,386</u>
Sheriff				
Salaries & Benefits	141,655	142,435	138,696	3,739
Services & Supplies	31,613	31,237	26,168	5,069
Other Charges	7,430	7,139	5,820	1,319
Capital Assets	312	3,005	2,957	48
Transfers & Reimbursements	(100)	(100)	(2)	(98)
	<u>180,910</u>	<u>183,716</u>	<u>173,639</u>	<u>10,077</u>
Probation				
Salaries & Benefits	53,222	55,724	55,490	234
Services & Supplies	7,078	6,276	6,259	17
Other Charges	708	548	548	
Capital Assets	16	104	104	
Transfers & Reimbursements	(4)	(4)	(4)	1
	<u>61,020</u>	<u>62,649</u>	<u>62,397</u>	<u>252</u>
Agricultural Commissioner				
Salaries & Benefits	4,787	5,138	5,090	48
Services & Supplies	971	971	882	89
Capital Assets		22	21	1
	<u>5,758</u>	<u>6,131</u>	<u>5,993</u>	<u>138</u>
Code Compliance				
Salaries & Benefits	1,013	1,235	1,234	1
Services & Supplies	750	534	410	124
Other Charges	6			
	<u>1,769</u>	<u>1,769</u>	<u>1,644</u>	<u>125</u>
Recorder				
Salaries & Benefits	1,580	1,856	1,786	70
Services & Supplies	1,085	1,085	861	224
	<u>2,665</u>	<u>2,941</u>	<u>2,647</u>	<u>294</u>
Resource Management Agency				
Salaries & Benefits	1,602	1,592	1,580	12
Services & Supplies	99	117	92	25
Capital Assets	7			
Other Charges		7	7	
Transfers & Reimbursements	(250)	(250)	(215)	(35)
	<u>1,458</u>	<u>1,466</u>	<u>1,464</u>	<u>2</u>
Planning				
Salaries & Benefits	4,158	4,158	3,533	625
Services & Supplies	4,943	5,043	2,235	2,808
Transfers & Reimbursements	(10)	(10)	(3)	(7)
	<u>9,091</u>	<u>9,191</u>	<u>5,765</u>	<u>3,426</u>
Animal Control				
Salaries & Benefits	3,269	3,339	3,335	4
Services & Supplies	1,785	1,728	1,577	151
	<u>5,054</u>	<u>5,067</u>	<u>4,912</u>	<u>155</u>
Total Public Protection	<u>337,196</u>	<u>344,930</u>	<u>327,381</u>	<u>17,549</u>
Health and Sanitation:				
Department of Public Health				
Salaries & Benefits	26,264	28,439	27,042	1,397
Services & Supplies	4,666	6,149	4,626	1,523
Other Charges	819	1,035	500	535
Capital Assets		132	129	3
Transfers & Reimbursements	(393)	(393)	(369)	(24)
	<u>31,356</u>	<u>35,362</u>	<u>31,928</u>	<u>3,434</u>
Environmental Health				
Salaries & Benefits	4,978	5,124	5,122	2
Services & Supplies	1,398	1,286	926	360
Transfers & Reimbursements	(5)	(5)	(2)	(3)
	<u>6,371</u>	<u>6,405</u>	<u>6,046</u>	<u>359</u>
Emergency Medical Services				
Salaries & Benefits	626	897	893	4
Services & Supplies	472	485	226	259
	<u>1,098</u>	<u>1,382</u>	<u>1,119</u>	<u>263</u>

COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Health and Sanitation (Continued):				
California Children Services				
Salaries & Benefits	\$ 5,104	\$ 5,767	\$ 5,343	\$ 424
Services & Supplies	2,083	2,082	1,530	552
Other Charges	4	5	5	
	<u>7,191</u>	<u>7,854</u>	<u>6,878</u>	<u>976</u>
Total Health and Sanitation	<u>46,016</u>	<u>51,003</u>	<u>45,971</u>	<u>5,032</u>
Public Assistance:				
Veterans Service				
Salaries & Benefits	681	738	736	2
Services & Supplies	60	80	65	15
	<u>741</u>	<u>818</u>	<u>801</u>	<u>17</u>
Employers Training Resource				
Salaries & Benefits	10,942	11,643	10,247	1,396
Services & Supplies	4,251	4,759	3,070	1,689
Capital Assets	58	59	57	2
Transfers & Reimbursements	(180)	(180)	(128)	(52)
	<u>15,071</u>	<u>16,281</u>	<u>13,246</u>	<u>3,035</u>
Community Development Program Agency				
Salaries & Benefits	1,694	1,828	1,814	14
Services & Supplies	308	308	180	128
	<u>2,002</u>	<u>2,136</u>	<u>1,994</u>	<u>142</u>
Total Public Assistance	<u>17,814</u>	<u>19,235</u>	<u>16,041</u>	<u>3,194</u>
Education:				
Kern County Library				
Salaries & Benefits	6,705	6,705	6,471	234
Services & Supplies	1,554	1,784	1,781	3
	<u>8,259</u>	<u>8,489</u>	<u>8,252</u>	<u>237</u>
Farm & Home Advisor				
Salaries & Benefits	330	387	387	
Services & Supplies	522	549	547	2
	<u>852</u>	<u>936</u>	<u>934</u>	<u>2</u>
Total Education	<u>9,111</u>	<u>9,425</u>	<u>9,186</u>	<u>239</u>
Recreation and Culture:				
Parks and Recreation				
Salaries & Benefits	8,829	9,080	9,080	
Services & Supplies	3,945	3,975	3,948	27
Other Charges	118	118	118	
Capital Assets		41	41	
Transfers & Reimbursements	(25)	(25)		(25)
Total Recreation and Culture	<u>12,867</u>	<u>13,189</u>	<u>13,187</u>	<u>2</u>
Debt Service - General Fund:				
Services & Supplies	361	361	301	60
Other Charges	7,683	3,137	990	2,147
Debt Service - Interest	4,237	4,237	4,237	
Total Debt Service - General Fund	<u>8,044</u>	<u>7,735</u>	<u>5,528</u>	<u>2,207</u>
Contingencies and Reserves:				
Appropriations for Contingencies	5,019	12,423		12,423
Total Expenditures	<u>540,842</u>	<u>576,041</u>	<u>516,352</u>	<u>59,689</u>
Excess (Deficiency) of Revenues Over Expenditures	8,554	(19,105)	32,373	51,478
OTHER FINANCING SOURCES (USES):				
Transfers In	90,550	90,550	86,918	(3,632)
Transfers Out	(154,326)	(154,326)	(130,828)	23,498
Total Other Financing Sources (Uses)	<u>(63,776)</u>	<u>(63,776)</u>	<u>(43,910)</u>	<u>19,866</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Net Changes in Fund Balances (Deficits)	\$ <u>(55,222)</u>	\$ <u>(82,881)</u>	(11,537)	\$ <u>71,344</u>
Fund Balances, July 1, 2009 (Modified Accrual Basis of Accounting, p. 27)			144,291	
Fund Balances, June 30, 2010			<u>\$ 132,754</u>	

Note: The Fund Balance at July 1, 2009 for Budgetary Basis is recorded on the modified accrual basis of accounting, excluding prior year encumbrances.

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 548,725

Expenditures

Actual amount budgetary basis from the budgetary comparison schedule \$ 516,352
 Differences - Budget to GAAP

Encumbrances for supplies and services ordered but not received within the recognition period (7,456)
 Capital outlay are expenditures for financial reporting purposes but are not outflows of budgetary resources 2,882

Total expenditures as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 511,778

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
KERN COUNTY DEPARTMENT OF CHILD SUPPORT
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 49	\$ 35	\$ 31	\$ (4)
Aid from Other Governmental Agencies	22,781	22,781	21,569	(1,212)
Charges for Current Services	<u>13</u>	<u>13</u>	<u>12</u>	<u>(1)</u>
Total Revenues	<u>22,830</u>	<u>22,829</u>	<u>21,612</u>	<u>(1,217)</u>
EXPENDITURES:				
Current:				
Public Protection				
Salaries & Benefits	18,201	18,201	17,114	1,087
Services & Supplies	4,197	4,197	3,881	316
Other Charges	610	610	609	1
Appropriation for Contingencies	<u>231</u>	<u>231</u>	<u>231</u>	<u>231</u>
Total Expenditures	<u>23,008</u>	<u>23,239</u>	<u>21,604</u>	<u>1,635</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(178)</u>	<u>(410)</u>	<u>8</u>	<u>418</u>
OTHER FINANCING SOURCES (USES):				
Transfers In		190		(190)
Transfers Out		<u>(190)</u>		<u>190</u>
Total Other Financing Sources (Uses)				
Net Changes in Fund Balances (Deficits)	(178)	(410)	8	418
Fund Balances, July 1, 2009	915	915	915	
Prior Period Adjustments			(394)	(394)
Fund Balances, June 30, 2010	<u>\$ 737</u>	<u>\$ 505</u>	<u>\$ 529</u>	<u>\$ 24</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 21,612

Expenditures

of Revenues, Expenditures, and Changes in Fund Balances \$ 21,604

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
EMPLOYERS' TRAINING RESOURCE
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 22	\$ 22	\$ 13	\$ (9)
Aid from Other Governmental Agencies	32,336	20,652	14,603	(6,049)
Charges for Current Services	1,260	1,260	1,641	381
Other Revenues	32	32	58	26
Total Revenues	<u>33,650</u>	<u>21,966</u>	<u>16,315</u>	<u>(5,651)</u>
EXPENDITURES:				
Current:				
Public Assistance				
Services & Supplies	2,477	3,426	1,689	1,737
Other Charges	15,740	17,686	12,514	5,172
Appropriation for Contingencies		215		215
Total Expenditures	<u>18,217</u>	<u>21,327</u>	<u>14,203</u>	<u>7,124</u>
Excess of Revenues Over Expenditures	<u>15,433</u>	<u>639</u>	<u>2,112</u>	<u>1,473</u>
OTHER FINANCING SOURCES (USES):				
Transfers In		15,589	12,669	(2,920)
Transfers Out	(15,070)	(16,207)	(13,397)	2,810
Total Other Financing Sources (Uses)	<u>(15,070)</u>	<u>(618)</u>	<u>(728)</u>	<u>(110)</u>
Net Changes in Fund Balances	363	21	1,384	1,363
Fund Balances, July 1, 2009	57	57	57	
Fund Balances, June 30, 2010	<u>\$ 420</u>	<u>\$ 78</u>	<u>\$ 1,441</u>	<u>\$ 1,363</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 16,315

Expenditures

Actual amount budgetary basis from the budgetary comparison schedule \$ 14,203
Differences - Budget to GAAP
Encumbrances for supplies and services ordered but not received within the recognition period (1)
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 14,202

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
HUMAN SERVICES
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 230	\$ 230	\$ 163	\$ (67)
Aid from Other Governmental Agencies	333,512	342,192	338,459	(3,733)
Charges for Current Services	213	213	217	4
Other Revenues	2,431	2,431	2,659	228
Total Revenues	<u>336,386</u>	<u>345,066</u>	<u>341,498</u>	<u>(3,568)</u>
EXPENDITURES:				
Current:				
Public Assistance				
Salaries & Benefits	120,432	122,932	120,650	2,282
Services & Supplies	57,051	58,904	46,743	12,161
Other Charges	197,280	202,600	199,275	3,325
Capital Assets	236	236		236
Appropriation for Contingencies		441		441
Total Expenditures	<u>374,999</u>	<u>385,113</u>	<u>366,668</u>	<u>18,445</u>
Deficiency of Revenues over Expenditures	<u>(38,613)</u>	<u>(40,047)</u>	<u>(25,170)</u>	<u>(14,877)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	45,064	45,064	44,600	(464)
Transfers Out	(2,720)	(2,000)	(1,704)	296
Total Other Financing Sources (Uses)	<u>42,344</u>	<u>43,064</u>	<u>42,896</u>	<u>(168)</u>
Net Changes in Fund Deficits	3,731	3,017	17,726	14,709
Fund Deficits, July 1, 2009	(2,958)	(2,958)	(2,958)	
Fund Balances, June 30, 2010	<u>\$ 773</u>	<u>\$ 59</u>	<u>\$ 14,768</u>	<u>\$ 14,709</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 341,498

Expenditures

Actual amount budgetary basis from the budgetary comparison schedule \$ 366,668
Differences - Budget to GAAP
Encumbrances for supplies and services ordered but not received within the recognition period (817)
Encumbrances for other charges ordered but not received within the recognition period (302)
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 365,549

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
MENTAL HEALTH
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 420	\$ 420	\$ 392	\$ (28)
Aid from Other Governmental Agencies	44,510	48,465	64,142	15,677
Charges for Current Services	41,196	41,196	27,087	(14,109)
Other Revenues	319	319	147	(172)
Total Revenues	<u>86,445</u>	<u>90,400</u>	<u>91,768</u>	<u>1,368</u>
EXPENDITURES:				
Current:				
Health and Sanitation				
Salaries & Benefits	49,131	49,131	47,077	2,054
Services & Supplies	50,691	69,655	56,154	13,501
Other Charges	11,681	13,582	12,895	687
Capital Assets		65	50	15
Appropriation for Contingencies	5,502	6,314		6,314
Total Expenditures	<u>117,005</u>	<u>138,747</u>	<u>116,176</u>	<u>22,571</u>
Deficiency of Revenues over Expenditures	<u>(30,560)</u>	<u>(48,347)</u>	<u>(24,408)</u>	<u>23,939</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	23,565	44,157	22,284	(21,873)
Transfers Out		(20,593)	(7)	20,586
Total Other Financing Sources (Uses)	<u>23,565</u>	<u>23,564</u>	<u>22,277</u>	<u>(1,287)</u>
Net Changes in Fund Balances (Deficits)	(6,995)	(24,783)	(2,131)	22,652
Fund Balances, July 1, 2009	33,612	33,612	33,612	
Fund Balances, June 30, 2010	<u>\$ 26,617</u>	<u>\$ 8,829</u>	<u>\$ 31,481</u>	<u>\$ 22,652</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 91,768

Expenditures

Actual amount budgetary basis from the budgetary comparison schedule \$ 116,176
Differences - Budget to GAAP
Encumbrances for supplies and services ordered but not received within the recognition period (15,336)
Encumbrances for other charges ordered but not received within the recognition period (2,702)
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 98,138

COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
ROADS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Taxes	\$ 607	\$ 607	\$	\$ (607)
Licenses, Permits and Franchises	1,905	1,905	1,810	(95)
Revenues from Use of Money and Property	709	709	475	(234)
Aid from Other Governmental Agencies	38,121	34,121	42,764	8,643
Charges for Current Services	2,889	2,889	4,645	1,756
Other Revenues	802	802	428	(374)
Total Revenues	<u>45,033</u>	<u>41,033</u>	<u>50,122</u>	<u>9,089</u>
EXPENDITURES:				
Current:				
Public Ways and Facilities				
Salaries & Benefits	18,743	18,743	17,582	1,161
Services & Supplies	47,820	55,423	42,733	12,690
Other Charges	528	528	522	6
Capital Assets	864	1,812	1,800	12
Appropriation for Contingencies		2,138		2,138
Total Expenditures	<u>67,955</u>	<u>78,644</u>	<u>62,637</u>	<u>16,007</u>
Deficiency of Revenues over Expenditures	<u>(22,922)</u>	<u>(37,611)</u>	<u>(12,515)</u>	<u>25,096</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	7,846	12,326	11,277	(1,049)
Transfers Out		(480)		480
Total Other Financing Sources (Uses)	<u>7,846</u>	<u>11,846</u>	<u>11,277</u>	<u>(569)</u>
Net Changes in Fund Balances (Deficits)	(15,076)	(25,765)	(1,238)	24,527
Fund Balances, July 1, 2009	39,417	39,417	39,417	
Fund Balances, June 30, 2010	<u>\$ 24,341</u>	<u>\$ 13,652</u>	<u>\$ 38,179</u>	<u>\$ 24,527</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 50,122

Expenditures

Actual amount budgetary basis from the budgetary comparison schedule \$ 62,637
Differences - Budget to GAAP
 Encumbrances for supplies and services ordered but not received within the recognition period (11,411)
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 51,226

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
STRUCTURAL FIRE
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Taxes	\$ 62,677	\$ 62,677	\$ 67,223	\$ 4,546
Licenses, Permits and Franchises	311	311	239	(72)
Fines, Forfeitures and Penalties	93	93	102	9
Revenues from Use of Money and Property	204	204	62	(142)
Aid from Other Governmental Agencies	2,061	6,881	6,106	(775)
Charges for Current Services	23,206	24,979	26,100	1,121
Other Revenues	354	354	193	(161)
Total Revenues	88,906	95,499	100,025	4,526
EXPENDITURES:				
Current:				
Public Protection				
Salaries & Benefits	96,905	98,678	98,208	470
Services & Supplies	11,250	13,539	11,082	2,457
Other Charges	9,797	9,797	8,572	1,225
Capital Assets	206	3,426	2,614	812
Appropriation for Contingencies		243		243
Total Expenditures	118,158	125,683	120,476	5,207
Deficiency of Revenues over Expenditures	(29,252)	(30,184)	(20,451)	9,733
OTHER FINANCING SOURCES (USES):				
Transfers In	26,763	27,466	20,872	(6,594)
Transfers Out		(739)	(879)	(140)
Total Other Financing Sources (Uses)	26,763	26,727	19,993	(6,734)
Net Changes in Fund Balances (Deficits)	(2,489)	(3,457)	(458)	2,999
Fund Balances, July 1, 2009	10,485	10,485	10,485	
Fund Balances, June 30, 2010	<u>\$ 7,996</u>	<u>\$ 7,028</u>	<u>\$ 10,027</u>	<u>\$ 2,999</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>100,025</u>
---	-------------------

Expenditures

Actual amount budgetary basis from the budgetary comparison schedule	\$ 120,476
Differences - Budget to GAAP	
Encumbrances for supplies and services ordered but not received within the recognition period	(1,038)
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>119,438</u>

COUNTY OF KERN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
Year Ended June 30, 2010 (IN THOUSANDS)

I. BUDGETARY BASIS OF ACCOUNTING

A. BUDGETARY INFORMATION

In accordance with the provisions of Sections 29000 through 29144 of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares and legally adopts a budget on or before June 30 for the next fiscal year. Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds, except that such budgets integrate the County's encumbrance system, and, accordingly, they differ from budgets prepared in accordance with generally accepted accounting principles in this regard. In addition, capital leases are budgeted for the current annual portion, and, under generally accepted accounting principles, the full amount of the leased asset purchased is required to be recorded as an expenditure in the year purchased.

The major funds for which annual budgets are adopted are presented in the budgetary comparison schedules and include the General fund, Kern County Department of Child Support, Employers Training Resource, Human Services, Mental Health, Roads, Structural Fire, and Tobacco Securitization Proceeds. The County also budgets for the following non-major funds: Abatement Cost, Aging & Adult Services, Alcohol Abuse, Alcohol Program, Animal Care Donations, Automated Co. Warrant System, Automated Fingerprint, A-C Farm Agt. Research, Bio-Terrorism Grant, Board of Trade Advertising, Building Inspection, Community Development, County Service Areas, Criminal Justice Facility, Criminalistics Laboratories, DA Court Ordered Penalties, DA/Sheriff/Probation/DNA Fund, DHS Wraparound Savings, DA Equipment Automation, DA Federal Forfeiture, DA Local Forfeiture, Domestic Violence, Drug Program, Emergency Medical-Payments, EMS Week-Donations, Fireworks Penalty, Health-MAA TCM, Health NNFP, Health Local Option, Health-State LUST Program, HIDTA-State Asset Forfeiture, IHSS Public Authority, Juvenile Inmate Welfare, Kern County Children's Fund, Kiosk Trust, KCIRT, Library Books, Litter Cleanup, Local Public Safety, Micro-Graphics, NSP Grant, Off-Hwy. Motor Vehicle License, Parcel Map In-Lieu Fees, Parks Derby Acres, Parks Tehachapi Mtn. Forest, Planned Local Drainage Facility, Planned Sewer, Planning Admin Surcharge, Probation Asset Forfeiture, Probation DJJ Realignment, Probation Training, Public Improvement Districts, Range Improvement, Real Estate Fraud, Recorder's Fee, Recorder's Modernization, Recorder's SSN Truncation, Redemption Systems, RMA-Hazardous Waste Settlements, Shelter Care, Sheriff Cal I.D., Sheriff Civil Subpoena, Sheriff Drug Abuse Gang Diversion, Sheriff Facility Training, Sheriff Inmate Welfare, Sheriff Rural Crime, Sheriff State Asset Forfeiture, Sheriff Training Fund, Sheriff's Volunteer Service Group, Sheriff Work Release, Sheriff Civil Automated, Sheriff Sidearm Conversion, Sheriff Judgment Debtor Fee, Sheriff Drug Awareness Program, Sheriff Controlled Substance, Solid Waste Enforcement, Strong Motion Instrumentation, Tobacco Education Control, Vital Health Statistics-Recorder, Vital Health Statistics-County Clerk, Wildlife Resources, Wheeler Ridge Overpass, Separation of Grade, and Seventh Standard Road Widening.

The County controls expenditures from non-budgeted funds primarily by monitoring cash balances throughout its integrated accounting and warrant writing system. Non-budgeted debt service payments are determined by the terms of bond indentures.

COUNTY OF KERN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
Year Ended June 30, 2010 (IN THOUSANDS)

I. BUDGETARY BASIS OF ACCOUNTING (CONTINUED)

A. BUDGETARY INFORMATION (CONTINUED)

The aggregated County budget is an accumulation of current operating budgets within the budgeted funds operations. The County prepares annual budgets for its Enterprise and Internal Service Fund activities; however, such budgets are not presented since such comparison would make evaluation of the accrual basis of accounting funds unduly complex. All budgetary transactions must be approved by a four-fifths (4/5) vote from the Board of Supervisors.

The County budgets by fund and by object within all budgeted funds except for the General Fund. Budgetary control in the General Fund is exercised at the department level by object. The legal level of control is at the major object level, salaries and employee benefits, services and supplies, other charges, capital assets, and expenditure transfers and reimbursements for all budgeted funds. The dollar amount limitation effectively lowers the legal level of budgetary control to the object level.

There were no material excess expenditures over the related appropriations in any object level within any other fund. Final budget amounts, as reported, represent adjusted figures at year-end. The Board must approve transfers of appropriations between departments. The Board must also approve supplemental appropriations necessary and normally financed by unanticipated revenue during the year. Unanticipated revenues of \$14,658 were added to appropriations in the General Fund during the fiscal year.

Depending upon the amount transferred, the Board or the County Administrative Office must approve transfers of appropriations between objects of expenditures within the same budget unit. Final budget amounts reported in the accompanying financial statements are as amended. Any excess of budgetary expenditures and other financing uses over revenues and other financing sources is financed by beginning available fund balances as provided for in the County Budget Act.

A comparison of the budgeted and actual revenues and expenditures is presented on a budgetary basis in the financial section. The County also prepares a separate Final Budget document at the object level, which is made available to the public by the Auditor-Controller-County Clerk's office.

Encumbrances, which are commitments related to executory purchases for goods or services, are recorded for budgetary control purposes in the budgeted funds. Encumbrance accounting is utilized to assure effective budgetary control and accountability. Encumbrances outstanding at year-end represent the estimated amount of expenditures ultimately to result if the purchases in process at year-end are completed. Outstanding encumbrances for contracts were required to lapse at June 30, 2010. Outstanding encumbrances related to purchase orders were allowed to carryover and are reported as reservations of fund balance for subsequent year expenditures. Unused or unencumbered appropriations at year-end close to fund balance.

COUNTY OF KERN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
Year Ended June 30, 2010 (IN THOUSANDS)

I. BUDGETARY BASIS OF ACCOUNTING (CONTINUED)

B. RECONCILIATION OF BUDGETARY BASIS TO GAAP

The annual County budget is prepared, approved and adopted in accordance with provisions of the County Budget Act. In preparing the budget, the County utilizes a basis of accounting, which is different from the basis prescribed by generally accepted accounting principles (GAAP).

	<u>Basis Differences</u>				Fund Balances (Modified Accrual Basis)
	Fund Balances (Budgetary Basis)	Capital Leases - Inception	Capital Leases - Other Financing Sources	Outstanding Encumbrances for Budgeted Funds	
General Fund	\$ 132,754	\$ (2,882)	\$ 2,882	\$ 7,456	\$ 140,210
Mental Health	31,481			18,038	49,519
Road	38,179			11,411	49,590
Structural Fire	10,027			1,038	11,065
Child Support	529				529
Employers' Training Resource	1,441			1	1,442
Human Services	14,768			1,119	15,887
Total	<u>\$ 229,179</u>	<u>\$ (2,882)</u>	<u>\$ 2,882</u>	<u>\$ 39,063</u>	<u>\$ 268,242</u>

**COUNTY OF KERN
SCHEDULE OF FUNDING PROGRESS
PENSION AND OTHER POST-EMPLOYMENT BENEFITS
FOR THE YEAR ENDING JUNE 30, 2010 (IN THOUSANDS)**

Retiree Health Premium Supplement Program (RHSP)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a) (c)	Funded Ratio (a/b) (a/b)	Covered Payroll (d)	UAAL as a Percentage of Annual Covered Payroll (c)/(d)
6/30/2006	\$ 17,474	\$ 83,625	\$ 66,151	20.90%	\$ 391,016	16.92%
6/30/2008	25,730	114,972	89,242	22.38%	499,274	17.87%
6/30/2008	25,730	114,972	89,242	22.38%	502,420	17.76%

Source: Kern County Retiree Health Premium Supplement Program Actuarial Valuation, June 30, 2008.

Actuarial valuations are done once every two years. At the date of publication, the 2010 actuarial valuation was not available.

Retiree Health Stipend

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a) (b-a)	Funded Ratio (a/b) (a/b)	Covered Payroll (c)	UAAL as a Percentage of Annual Covered Payroll ((b-a)/c)
6/30/2006		\$ 14,031	\$ 14,031	0.00%	\$ 391,016	3.59%
6/30/2008		14,031	14,031	0.00%	499,274	2.81%
6/30/2008		14,031	14,031	0.00%	502,420	2.79%

Source: Kern County Retiree Health Stipend Actuarial Valuation, June 30, 2008.

Actuarial valuations are done once every two years. At the date of publication, the 2010 actuarial valuation was not available.

Kern County Employees' Retirement Association

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a) (c)	Funded Ratio (a/b) (a/b)	Covered Payroll (d)	UAAL as a Percentage of Annual Covered Payroll (c)/(d)
12/31/2003	\$ 1,927,585	\$ 2,059,286	\$ 131,701	93.60%	\$ 353,444	37.26%
12/31/2004	2,012,521	2,336,406	323,885	86.14%	374,951	86.38%
12/31/2005 *	2,164,304	2,861,872	697,568	75.63%	391,381	178.23%
12/31/2006	2,352,028	3,109,038	757,010	75.65%	417,351	181.38%
12/31/2007	2,589,817	3,355,755	765,938	77.18%	453,412	168.93%
6/30/2008	2,654,305	3,671,460	1,017,155	72.30%	482,879	210.64%
6/30/2009	2,780,215	4,205,200	1,424,985	66.11%	559,872	254.52%

Source: Kern County Employees' Retirement Association Actuarial Valuation, June 30, 2008.

* Reflects General member benefit increases

**COUNTY OF KERN
 ACTUARIAL ASSUMPTIONS AND METHODOLOGY
 OTHER POST-EMPLOYMENT BENEFITS
 FOR THE YEAR ENDING JUNE 30, 2010 (IN THOUSANDS)**

**Retiree Health Premium Supplement Program (RHSP)
 Retiree Health Stipend**

Valuation Date:	June 30, 2008
Investment Return:	6% per annum
General Inflation Rate:	4%
Mortality:	RP 2000 Health Annuitant Mortality was assumed during service retirement up to age 65 for monthly benefit payments.
Salary Increases:	4%
Increase in Medical Plan Premiums (Trend):	6%
Actuarial Cost Method:	Entry Age Normal

Retiree Health Premium Supplement Program (RHSP) ONLY

Monthly Premium Contributions for Future Retirees:	County Self Ins. Plan (PPO)	\$ 608.14
	Health Net (HMO)	617.64
	Kaiser (HMO)	719.62

Other Factors for Monthly Premium Contributions:	Above premiums are for new retirees who are under age 65 and completed 25 or more years of continuous service. Employees who retire with a minimum of 20 years of continuous service only receive a percentage as follows:	
	20 years	50%
	21 years	60%
	22 years	70%
	23 years	80%
	24 years	90%
	25 years	100%

Retiree Health Stipend ONLY

Monthly Premium Contributions for Future Retirees:	<u>Coverage</u>	<u>Stipend</u>
	Single-Retiree Only	\$ 39.75
	Two-Party (retiree plus dependent)	53.69
	Family (retiree plus two or more dependents)	61.50

**COUNTY OF KERN
SCHEDULE OF CONTRIBUTIONS
OTHER POST-EMPLOYMENT BENEFITS
FOR THE YEAR ENDING JUNE 30, 2010 (IN THOUSANDS)**

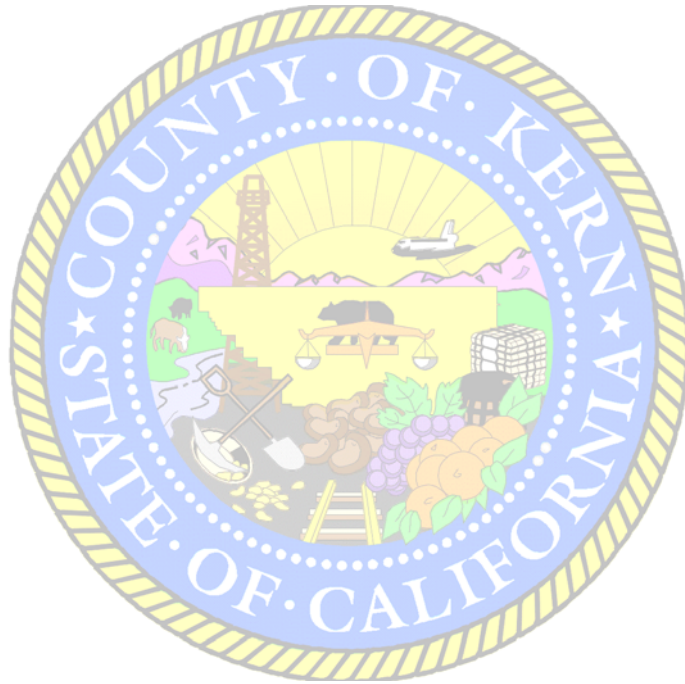
Retiree Health Premium Supplement Program (RHPSP)

Year Ended June 30,	Actual Annual Contribution	Actual Required Contribution	Percentage Contribution
2008	\$ 9,618	\$ 4,679	206%
2009	9,884	6,480	153%
2010	9,895	6,480	153%

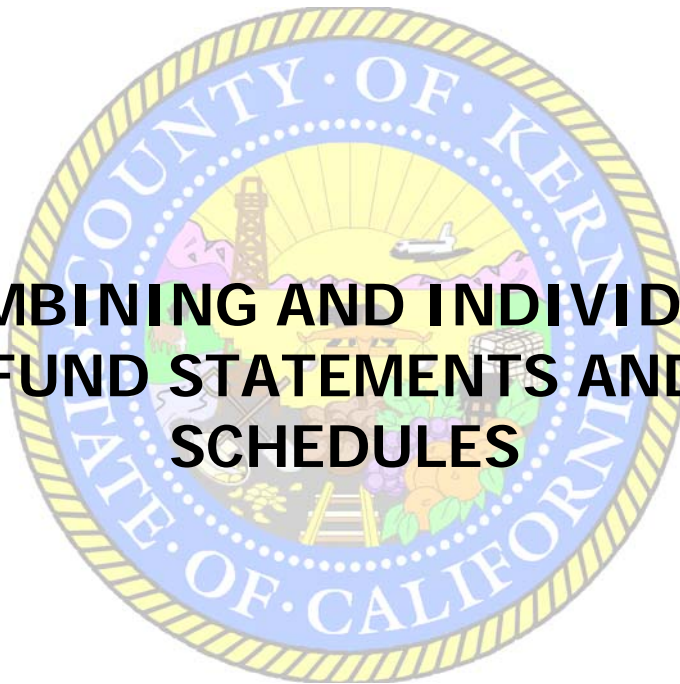
Retiree Health Stipend

Year Ended June 30,	Actual Annual Contribution	Actual Required Contribution	Percentage Contribution
2008	\$ 2,728	*	*
2009	2,709	*	*
2010	1,732	*	*

* Plan funded by the pay-as-you-go method



**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND
SCHEDULES**





**NONMAJOR
GOVERNMENTAL FUNDS**

**COUNTY OF KERN
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010 (IN THOUSANDS)**

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	DEBT SERVICE FUNDS	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
ASSETS				
Assets:				
Pooled Cash and Investments	\$ 54,933	\$ 23,345	\$ 137	\$ 78,415
Revolving Fund Cash	8			8
Cash and Investments Deposited with Trustee			91,840	91,840
Interest Receivable	143	59		202
Taxes Receivable	1,739			1,739
Accrued Revenue	14,063	14,582		28,645
Due from Other Funds	85			85
Advances to Other Funds	118	8,888		9,006
Due from Other Agencies	1,063			1,063
Loans Receivable		1,074		1,074
Total Assets	<u>\$ 72,152</u>	<u>\$ 47,948</u>	<u>\$ 91,977</u>	<u>\$ 212,077</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 2,844	\$ 5,514		\$ 8,358
Salaries and Employee Benefits Payable	331			331
Advances from Other Funds	1,021	22,500		23,521
Due to Other Funds	8,529			8,529
Loans Payable	160			160
Deferred Revenue	2,733			2,733
Total Liabilities	<u>15,618</u>	<u>28,014</u>		<u>43,632</u>
Fund Balances:				
Reserved	2,051	21,333	91,977	115,361
Unreserved, reported in:				
Special Revenue Funds	54,483			54,483
Capital Projects Funds		(1,399)		(1,399)
Total Fund Balances	<u>56,534</u>	<u>19,934</u>	<u>91,977</u>	<u>168,445</u>
Total Liabilities and Fund Balances	<u>\$ 72,152</u>	<u>\$ 47,948</u>	<u>\$ 91,977</u>	<u>\$ 212,077</u>

**COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	DEBT SERVICE FUNDS	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
REVENUES:				
Taxes	\$ 3,375	\$	\$	\$ 3,375
Licenses, Permits and Franchises	3,381			3,381
Fines, Forfeitures and Penalties	9,323			9,323
Revenues from Use of Money and Property	882	383	1,044	2,309
Aid from Other Governmental Agencies	101,703	12,343	6,779	120,825
Charges for Current Services	4,155			4,155
Other Revenues	4,392	7,195	31,345	42,932
Total Revenues	127,211	19,921	39,168	186,300
EXPENDITURES:				
Current:				
General Government	29		47	76
Public Protection	4,740			4,740
Health and Sanitation	2,476			2,476
Public Assistance	30,404			30,404
Public Ways and Facilities	2,719			2,719
Capital Outlay		31,982		31,982
Debt Service:				
Principal			18,684	18,684
Interest			26,558	26,558
Cost of Issuance			7	7
Total Expenditures	40,368	31,982	45,296	117,646
Excess (Deficiency) of Revenues over (under) Expenditures	86,843	(12,061)	(6,128)	68,654
OTHER FINANCING SOURCES (USES):				
Transfers In	10,185	21,306	2,823	34,314
Transfers Out	(95,212)	(10,864)	(10,885)	(116,961)
Total Other Financing Sources (Uses)	(85,027)	10,442	(8,062)	(82,647)
Net Changes in Fund Balances	1,816	(1,619)	(14,190)	(13,993)
Fund Balances, July 1, 2009 (as previously reported)	54,718	6,044	121,676	182,438
Prior Period Adjustment		15,509	(15,509)	
Fund Balances, June 30, 2010	\$ 56,534	\$ 19,934	\$ 91,977	\$ 168,445

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND DESCRIPTIONS

Special revenue funds are revenues derived from specific taxes or other designated revenue sources. Primary revenue sources include taxes; fines, forfeitures and penalties; use of money and property; aid from other governmental agencies; charges for current services; and other revenues. Expenditures are for specific activities that are legally authorized to be financed from the individual funds. These special revenue funds are described below:

Abatement Cost – This fund accounts for the public nuisance abatement work done by the Code Compliance division.

Aging and Adult Services – This fund accounts for the development and maintenance of Countywide programs to provide social, nutritional and protective services to seniors and other adults.

Alcohol Abuse – This fund accounts for assessments and is used to fund alcohol abuse education and prevention programs in schools and communities throughout the County.

Alcohol Program – This fund accounts for DUI violation fines and is used to fund alcohol programs and services as well as to upgrade facilities to comply State and Federal regulations regarding accessibility for handicapped persons.

Animal Care Donations – This fund holds donations received for the use of providing services to benefit the animals in the County.

ARRA Aging and Adult – This fund accounts for funds awarded to Aging and Adult Services under the American Recovery and Reinvestment Act.

ARRA Justice Assistance – This fund accounts for funds awarded by the Department of Justice to Kern County under the American Recovery and Reinvestment Act.

ARRA CD-HPRP – This fund accounts for funds awarded by the U.S. Department of Housing and Urban Development under the American Recovery and Reinvestment Act.

ARRA CDBG-R Grant – This fund accounts for funds awarded by the U.S. Department of Housing and Urban Development under the American Recovery and Reinvestment Act.

ARRA ETR – This fund accounts for funds awarded to Employers' Training Resource under the American Recovery and Reinvestment Act.

ARRA Roads – This fund accounts for funds awarded to Roads under the American Recovery and Reinvestment Act.

ARRA Energy Grant – This fund accounts for funds awarded to Kern County under the American Recovery and Reinvestment Act.

Automated County Warrant System – This fund accounts for fines imposed on driving offenses and is used for the development and operation of the automated county warrant system.

Automated Fingerprint – This fund accounts for an assessment on every fine, forfeiture, or penalty collected for criminal offenses and is to be used for maintaining the Cal-ID/Ran system.

A-C Farm Adv AGT Research – This fund holds grant money received to be used for the support of specific field research activities conducted by the Farm & Home Advisor's.

Bio Terrorism Grant – This fund holds grant monies received for preparation of response to bio-terrorism outbreaks, infectious disease, and other public health threats.

Board of Trade Advertising – This fund holds monies received from the sale of advertising by the Board of Trade and is used to pay for related advertising expenses.

Building Inspection – This fund provides for enforcement of State and local regulations governing construction through the issuance of building permits and inspection of new construction in the unincorporated areas of the County.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND DESCRIPTIONS (Continued)

Child Restraint Loaner Program – This fund accounts for fines imposed on violators of the Child Passenger Restraint Systems Law and provides a low-cost child passenger restraint purchase and/or loaner program.

Community Development – This fund accounts for Federal Community Development Block Grants that are used to develop viable urban communities through the provision of decent housing, a suitable living environment, and economic opportunities for low and moderate-income individuals.

County Service Areas – This fund accounts for a broad range of services to remote geographical areas as well as rapidly growing communities. These funds are financed principally from property taxes.

Criminal Justice Facility – This fund accounts for surcharges upon fines, forfeitures and penalties to assist in the construction and maintenance of County criminal justice and court facilities.

Criminalistics Laboratories – This fund uses revenues received from a \$50 dollar fine on each conviction for controlled substance offense to defray costs of providing controlled substances analysis in the county.

District Attorney Court Ordered Penalties – This fund accounts for court-ordered penalties occurring within the County and are for the exclusive use by the district attorney for the enforcement of consumer protection laws.

District Attorney/Sheriff/Probation DNA Fund – This fund accounts for penalty assessments associated with DNA testing.

District Attorney Equipment Automation – This fund accounts for special grants for the acquisition of equipment for automation of the District Attorney, and specialized equipment for the Crime Laboratory.

District Attorney Federal Forfeitures – This fund accounts for asset forfeiture distributions received through the equitable sharing program with the U.S. Department of Justice when the County's District Attorney's Office either prosecutes a related state criminal action or is responsible for the prosecution of the federal, judicial forfeiture.

District Attorney Local Forfeitures – This fund was established to account for the County's allocation of civil judgments and asset forfeitures.

Department of Human Services Wraparound Savings – This fund accounts for the placement and holding of savings of Wraparound monies used to provide specialized intensive "wraparound" services to youth in an effort to achieve positive outcomes.

Domestic Violence – This fund accounts for a surcharge on marriage licenses and is used to finance domestic violence programs.

Drug Program – This fund accounts for fines, penalties and forfeitures and is used to develop, implement, and operate alcohol and drug assessment programs.

Emergency Medical Payments – This fund provides for the coordination of all participants in the emergency medical services system in the County, as authorized under the Health and Safety Code.

Emergency Medical Services Week Donations – This fund accounts for the deposit and disbursement of donated funds for EMS Week Activities.

H1N1 Public Health Emergency Response – This fund accounts for grant funds utilized to respond to the H1N1 virus.

Health Fax Death Certificates – This fund accounts for the fees collected in order to maintain a system, which allows for the registration of death certificates via telephone facsimile.

Health MAA-TCM – This fund accounts for the reimbursement for case management services known as Targeted Case Management (TCM) and for administration of the Medi-Cal program known as Medi-Cal Administrative Activities (MAA).

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND DESCRIPTIONS (Continued)

Health NNFP – This fund holds grant money that is used to reimburse the Department of Public Health/Nursing Division for expenses related to the Nurse Family Partnership Program for a period of three years.

Health Local Option – This fund has the purpose of holding deposits obtained under the Local Option Plan for Leaking Underground Storage Tanks.

Health State LUST Program – This fund accounts for the implementation of the State Leaking Underground Storage Tank Program.

HIDTA – State Asset Forfeiture – This fund accounts for the proceeds resulting from asset seizures, forfeitures, and equitable sharing with participating agencies that results from drug related cases.

In-Home Supportive Services Public Authority– This fund accounts for supportive services given to aged, blind, or disabled persons, who are unable to perform the services themselves and who cannot safely remain in their homes or abodes of their own choosing unless these services are provided.

Juvenile Inmate Welfare – This fund accounts for revenues generated at Juvenile facilities and are used for enhancing programs within the Juvenile Institutions.

Kern County Children’s Fund – This fund accounts for fees from birth certificate requests with the monies used in funding child abuse and neglect prevention and intervention programs.

Kiosk Trust – This fund accounts for the informational kiosks that are placed throughout the County as a visual portal containing visitor and emergency information.

Library Books – This fund holds donations received by the Library for the sold purpose of purchasing materials (books, audiovisual materials, subscriptions, etc.).

Litter Cleanup – This fund accounts for fees from littering fines used to support litter cleanup.

Local Public Safety – This fund is used to separately account for proceeds from a half-cent sales tax enacted through the passage of Proposition 172 in November 1993. Proceeds are allocated from this fund to the District Attorney, Public Defender, Sheriff, Probation and Fire.

Micrographics – This fund accounts for document filing fee used to defray the cost of converting the Recorder’s document storage system to micrographics.

NSP Grant – This fund accounts for grant funds from the Housing and Economic Recovery Act of 2008, which are restricted for use in addressing the effects of abandoned and foreclosed properties in Kern County.

Off Highway Motor Vehicle License – This fund supports Off Highway Projects.

Parcel Map In-lieu Fees – This fund accounts for providing park or recreational facilities and improvement of Parks.

Parks-Tehachapi Mtn. Forest– This fund holds excess revenues from the sale of lumber to partly pay for the forest cleanup of overcrowded fuels in the Tehachapi Mountain Park.

Planned Local Drainage – This fund accounts for Planned Drainage Areas established in 1976 to finance the construction of storm drain facilities.

Planned Sewer – This fund accounts for sewer facility impact fees charged to building permit applicants to defray the costs of constructing planned drainage and sewer facilities.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND DESCRIPTIONS (Continued)

Planning Admin Surcharge – This fund collects specified building permit fees applied to new development to offset costs related to the administration and update of the General Plan and Specific Plans affecting Kern County's growth and development.

Probation Asset Forfeiture – This fund holds revenues received as a result of assets seized during drug-related arrests.

Probation DJJ Realignment – This fund accounts for services given to juveniles that prior to realignment received services from the Division of Juvenile Justice.

Probation Training – This fund accounts for state money received for the development of training, program evaluation, and the research study on validated standards.

Public Health Miscellaneous – This fund accounts for various private donations.

Public Improvement Districts – These funds account for monies derived from assessment districts for the construction of public improvements.

Range Improvement – This fund accounts for grazing fees used to support range improvement costs.

Real Estate Fraud – This fund accounts for recording of real estate instrument fees to fund the deterrence, investigation, and prosecution of real estate fraud crimes.

Recorder's Fee – This fund accounts for recording fees used to maintain the County's system of recorded documents.

Recorder's Modernization – This fund accounts for monies collected through a \$1 fee added per recorded document to pay for the County's electronic recording delivery system.

Recorder's SSN Truncation – This fund accounts for recording fees used to protect social security numbers on public records.

Redemption Systems – This fund accounts for the requirement under the R&T Code Section 4710.

RMA Hazardous Waste Settlements – This fund accounts for monies to be used only for the enforcement of laws pertaining to Hazardous Waste Control.

Shelter Care – This fund accounts for donations received for the purchase of emergency items, arts and crafts supplies, and entertainment and recreation for the benefit of the children at Jamison Center.

Sheriff Cal-I.D. – This fund accounts for monies collected through a \$1 fee added to all vehicle registrations to the County with the cost of purchase and replacement of automated fingerprint equipment.

Sheriff Drug Abuse Gang Diversion – This fund is used to support programs designed to combat drug abuse and divert gang activity.

Sheriff Facility Training – This fund accounts for the training and recruitment of Sheriff personnel in order to adhere to California Penal Code.

Sheriff Inmate Welfare – This fund accounts for monies derived from the commissary sales and telephone charges at the County Jail. Funds are used for the welfare and benefit of inmates housed in the County Jail.

Sheriff State Asset Forfeiture – This fund holds revenues received from assets seized during arrests.

Sheriff Training Fund – This fund accounts for the deposit of monies generated from a contract with Cerro Coso Community College for Law Enforcement training.

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUND DESCRIPTIONS (Continued)

Sheriff's Volunteer Service Group – This fund accounts for donations received for the purchase of equipment and supplies for the Search and Rescue Team.

Sheriff Work Release – This fund collects the revenues from the Work Release Program, which promotes successful reintegration of law violators into society and reduce jail overcrowding.

Sheriff Civil Automated – This fund allocates a portion of fees obtained from the service of Civil Process for the exclusive use of the Sheriff's Civil Division for implementation, maintenance, and purchase of auxiliary equipment for automated systems.

Sheriff Sidearm Conversion – This fund accounts for the deposit of monies generated from the sale of firearms to fund departmental transition to a standardized departmental sidearm.

Sheriff Judgment Debtor Fee – This fund collects processing fees for disbursements of certain monies to supplement the cost of purchase and maintenance of the Sheriff's vehicles and equipment.

Sheriff Drug Awareness Program – This fund accounts for donations received for the sole purpose of benefiting the drug awareness efforts of the Sheriff's department.

Sheriff Controlled Substance – This fund holds monies forfeited to the Sheriff to reimburse the Sheriff's department for expenditures made or incurred in connection with forfeiture proceeding and criminal convictions.

Solid Waste Enforcement – This fund accounts for money received from the Enforcement Assistance Grant for Solid Waste Management.

Strong Motion Instrumentation – This fund receives revenue through fees charged on permits, and is used for the purpose of promoting seismic education and awareness as a part of a State mandate.

Tobacco Education Control – This fund accounts for deposits of prospective payments toward the Tobacco Education Program per State AB99.

Tehachapi Trans Impact Fee Core – This fund accounts for fees collected to aid in the community's infill, sprawl and smart growth in the core area.

Tehachapi Trans Impact Fee Non-Core – This fund accounts for fees collected to aid in the community's infill, sprawl and smart growth in the non-core area.

Vital Health Statistics – This fund collects a \$1 fee for each certified copy of a birth, death, or marriage certificate, and reimburses the Health Department for allowable budget expenditures.

Vital Health Statistics Recorder – This fund collects a \$1 fee for each certified copy of a birth, death, or marriage certificate and reimburses the Recorder for allowable budget expenditures.

Vital Health Statistics County Clerk – This fund collects a \$1 fee for each certified copy of a birth, death, or marriage certificate, and reimburses the County Clerk for allowable budget expenditures.

Wildlife Resources – This fund accounts for funds received from the State to fund projects recommended by the Parks and Recreations Commission.

Other Special Revenue Funds – These funds account for revenues received for various activities and programs including: Animal Care, Animal Control Feline Carcasses, County-wide Crime Prevention, Court-Temp. Construction, DIVCA LCL Franchise Fee, Eminent Domain Proceedings, Experimental Farm, Graffiti Abatement, Hospital Preparedness Program, Juvenile Justice Facility, KCIRT, KNET Asset Forfeiture, Parks-Derby Acres, Planning CEQA Revolving, Sheriff Civil Subpoena, and Sheriff Rural Crime.

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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	<u>TOTAL</u>	<u>ABATEMENT COST</u>	<u>AGING & ADULT SERVICES</u>	<u>ALCOHOL ABUSE</u>	<u>ALCOHOL PROGRAM</u>
<u>ASSETS</u>					
Pooled Cash and Investments	\$ 54,933	\$ 270	\$ 17	\$ 31	\$ 209
Revolving Fund Cash	8		2		
Interest Receivable	143		1		1
Taxes Receivable	1,739				
Accrued Revenue	14,063		2,353		
Due from Other Funds	85		85		
Advances to Other Funds	118				
Due from Other Agencies	1,063			10	11
Total Assets	<u>\$ 72,152</u>	<u>\$ 270</u>	<u>\$ 2,458</u>	<u>\$ 41</u>	<u>\$ 221</u>
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>					
Liabilities:					
Accounts Payable	\$ 2,844	\$ 9	\$ 224	\$	\$
Salaries and Employee Benefits Payable	331		236		
Advances from Other Funds	1,021		912		
Due to Other Funds	8,529		1		
Loans Payable	160				
Deferred Revenue	2,733				
Total Liabilities	<u>15,618</u>	<u>9</u>	<u>1,373</u>		
Fund Balances (Deficits):					
Reserved	2,051	176	2		
Unreserved:					
Designated	40,107	19		50	210
Undesignated	14,376	66	1,083	(9)	11
Total Fund Balances (Deficits)	<u>56,534</u>	<u>261</u>	<u>1,085</u>	<u>41</u>	<u>221</u>
Total Liabilities and Fund Balances	<u>\$ 72,152</u>	<u>\$ 270</u>	<u>\$ 2,458</u>	<u>\$ 41</u>	<u>\$ 221</u>

<u>ANIMAL CARE DONATIONS</u>	<u>ARRA AGING & ADULT</u>	<u>ARRA JUSTICE ASSISTANCE</u>	<u>ARRA CD-HPRP</u>	<u>ARRA CDBG-R GRANT</u>	
\$ 29	\$	\$ 275	\$	\$	
<hr/>					ASSETS
<hr/>					Pooled Cash and Investments
<hr/>					Revolving Fund Cash
<hr/>					Interest Receivable
<hr/>					Taxes Receivable
<hr/>					Accrued Revenue
<hr/>					Due from Other Funds
<hr/>					Advances to Other Funds
<hr/>					Due from Other Agencies
\$ 29	\$	\$ 275	\$	\$	Total Assets
<hr/>					
<hr/>					LIABILITIES AND FUND BALANCES (DEFICITS)
<hr/>					Liabilities:
\$	\$	\$	\$	\$	Accounts Payable
<hr/>					Salaries and Employee Benefits Payable
<hr/>					Advances from Other Funds
<hr/>					Due to Other Funds
<hr/>					Loans Payable
<hr/>					Deferred Revenue
<hr/>					Total Liabilities
<hr/>					Fund Balances (Deficits):
<hr/>					Reserved
<hr/>					Unreserved:
19					Designated
10					Undesignated
<hr/>					Total Fund Balances (Deficits)
29					Total Liabilities and Fund Balances
29	\$	275	\$	\$	

**COUNTY OF KERN
 COMBINING BALANCE SHEET (CONTINUED)
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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	<u>ARRA ETR</u>	<u>ARRA ROADS</u>	<u>ARRA ENERGY GRANT</u>	<u>AUTOMATED CO. WARRANT SYSTEM</u>	<u>AUTOMATED FINGERPRINT</u>
<u>ASSETS</u>					
Pooled Cash and Investments	\$ 1	\$	\$ 50	\$ 36	\$ 1,631
Revolving Fund Cash					
Interest Receivable		1			5
Taxes Receivable					
Accrued Revenue	2,012				
Due from Other Funds					
Advances to Other Funds					
Due from Other Agencies				9	31
Total Assets	<u>\$ 2,013</u>	<u>\$ 1</u>	<u>\$ 50</u>	<u>\$ 45</u>	<u>\$ 1,667</u>
<u>LIABILITIES AND FUND BALANCES (DEFICITS)</u>					
Liabilities:					
Accounts Payable	\$ 1,292	\$	\$	\$	
Salaries and Employee Benefits Payable					
Advances from Other Funds					
Due to Other Funds					
Loans Payable					
Deferred Revenue					
Total Liabilities	<u>1,292</u>				
Fund Balances (Deficits):					
Reserved					
Unreserved:					
Designated				33	1,608
Undesignated	721	1	50	12	59
Total Fund Balances (Deficits)	<u>721</u>	<u>1</u>	<u>50</u>	<u>45</u>	<u>1,667</u>
Total Liabilities and Fund Balances	<u>\$ 2,013</u>	<u>\$ 1</u>	<u>\$ 50</u>	<u>\$ 45</u>	<u>\$ 1,667</u>

<u>A-C FARM ADV AGT RESEARCH</u>	<u>BIO TERRORISM GRANT</u>	<u>BOARD OF TRADE ADVERTISING</u>	<u>BUILDING INSPECTION</u>	<u>CHILD RESTRAINT LOANER</u>	
					ASSETS
\$ 13	\$ 568	\$ 41	\$ 5,026	\$ 68	Pooled Cash and Investments
	2		6		Revolving Fund Cash
			17		Interest Receivable
					Taxes Receivable
					Accrued Revenue
					Due from Other Funds
					Advances to Other Funds
					Due from Other Agencies
<u>\$ 13</u>	<u>\$ 570</u>	<u>\$ 41</u>	<u>\$ 5,049</u>	<u>\$ 68</u>	Total Assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$	\$ 58	\$	\$ 8	\$	Liabilities:
			95		Accounts Payable
					Salaries and Employee Benefits Payable
					Advances from Other Funds
					Due to Other Funds
					Loans Payable
	571			68	Deferred Revenue
	<u>629</u>		<u>103</u>	<u>68</u>	Total Liabilities
			1,511		Fund Balances (Deficits):
					Reserved
11	3	39	2,551	78	Unreserved:
2	(62)	2	884	(78)	Designated
					Undesignated
<u>13</u>	<u>(59)</u>	<u>41</u>	<u>4,946</u>		Total Fund Balances (Deficits)
<u>\$ 13</u>	<u>\$ 570</u>	<u>\$ 41</u>	<u>\$ 5,049</u>	<u>\$ 68</u>	Total Liabilities and Fund Balances

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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	<u>COMMUNITY DEVELOPMENT</u>	<u>COUNTY SERVICE AREAS</u>	<u>CRIMINAL JUSTICE FACILITY</u>	<u>CRIMINALISTICS LABORATORIES</u>	<u>DA COURT ORDERED PENALTIES</u>
ASSETS					
Pooled Cash and Investments	\$ 554	\$ 8,937	\$ 721	\$ 70	\$ 1,422
Revolving Fund Cash					
Interest Receivable	2	29			
Taxes Receivable		1,739			
Accrued Revenue	144				
Due from Other Funds					
Advances to Other Funds		118			
Due from Other Agencies			316		
Total Assets	<u>\$ 700</u>	<u>\$ 10,823</u>	<u>\$ 1,037</u>	<u>\$ 70</u>	<u>\$ 1,422</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts Payable	\$ 144	\$ 53			
Salaries and Employee Benefits Payable					
Advances from Other Funds					
Due to Other Funds					
Loans Payable		160			
Deferred Revenue		1,715			
Total Liabilities	<u>144</u>	<u>1,928</u>			
Fund Balances (Deficits):					
Reserved		297			
Unreserved:					
Designated	80	6,961	550		1,409
Undesignated	476	1,637	487	70	13
Total Fund Balances (Deficits)	<u>556</u>	<u>8,895</u>	<u>1,037</u>	<u>70</u>	<u>1,422</u>
Total Liabilities and Fund Balances	<u>\$ 700</u>	<u>\$ 10,823</u>	<u>\$ 1,037</u>	<u>\$ 70</u>	<u>\$ 1,422</u>

<u>DA/SHERIFF PROBATION/DNA FUND</u>	<u>DA EQUIPMENT AUTOMATION</u>	<u>DA-FEDERAL FORFEITURE</u>	<u>DA LOCAL FORFEITURES</u>	<u>DHS WRAPAROUND SAVINGS</u>	
\$ 249	\$ 631	\$ 66	\$ 715	\$ 480	ASSETS
	2		4		Pooled Cash and Investments
					Revolving Fund Cash
					Interest Receivable
					Taxes Receivable
					Accrued Revenue
					Due from Other Funds
					Advances to Other Funds
					Due from Other Agencies
51					
<u>\$ 300</u>	<u>\$ 633</u>	<u>\$ 66</u>	<u>\$ 719</u>	<u>\$ 480</u>	Total Assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$	\$	\$	\$	\$	Liabilities:
					Accounts Payable
					Salaries and Employee Benefits Payable
					Advances from Other Funds
					Due to Other Funds
					Loans Payable
					Deferred Revenue
					Total Liabilities
					Fund Balances (Deficits):
					Reserved
					Unreserved:
					Designated
194	135	45	374	1,029	Undesignated
106	498	21	345	(549)	
300	633	66	719	480	Total Fund Balances (Deficits)
<u>\$ 300</u>	<u>\$ 633</u>	<u>\$ 66</u>	<u>\$ 719</u>	<u>\$ 480</u>	Total Liabilities and Fund Balances

**COUNTY OF KERN
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
JUNE 30, 2010 (IN THOUSANDS)**

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	<u>DOMESTIC VIOLENCE</u>	<u>DRUG PROGRAM</u>	<u>EMERGENCY MEDICAL PAYMENTS</u>	<u>EMS WEEK DONATIONS</u>	<u>H1N1 PUBLIC RESPONSE</u>
ASSETS					
Pooled Cash and Investments	\$ 146	\$ 321	\$ 492	\$ 24	5
Revolving Fund Cash					
Interest Receivable		1	2		1
Taxes Receivable					
Accrued Revenue					425
Due from Other Funds					
Advances to Other Funds					
Due from Other Agencies	5		175		
Total Assets	<u>\$ 151</u>	<u>\$ 322</u>	<u>\$ 669</u>	<u>\$ 24</u>	<u>\$ 431</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts Payable	\$	\$	\$ 136	\$	425
Salaries and Employee Benefits Payable					
Advances from Other Funds					
Due to Other Funds					
Loans Payable					
Deferred Revenue					5
Total Liabilities			136		430
Fund Balances (Deficits):					
Reserved					
Unreserved:					
Designated	85	294	101	24	
Undesignated	66	28	432		1
Total Fund Balances (Deficits)	151	322	533	24	1
Total Liabilities and Fund Balances	<u>\$ 151</u>	<u>\$ 322</u>	<u>\$ 669</u>	<u>\$ 24</u>	<u>\$ 431</u>

<u>HEALTH FAX-DEATH CERTIFICATES</u>	<u>HEALTH-MAA TCM</u>	<u>HEALTH NNFP</u>	<u>HEALTH LOCAL OPTION</u>	<u>HEALTH-STATE LUST PROGRAM</u>	
\$ 2	\$	\$ 204	\$ 30	\$ 108	ASSETS
		1			Pooled Cash and Investments
					Revolving Fund Cash
					Interest Receivable
					Taxes Receivable
					Accrued Revenue
					Due from Other Funds
					Advances to Other Funds
					Due from Other Agencies
<u>\$ 2</u>	<u>\$</u>	<u>\$ 205</u>	<u>\$ 30</u>	<u>\$ 108</u>	Total Assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$	\$	\$	\$	\$	Liabilities:
					Accounts Payable
					Salaries and Employee Benefits Payable
					Advances from Other Funds
					Due to Other Funds
					Loans Payable
					Deferred Revenue
<u>2</u>	<u></u>	<u>206</u>	<u></u>	<u></u>	Total Liabilities
<u>2</u>	<u></u>	<u>206</u>	<u></u>	<u></u>	
					Fund Balances (Deficits):
					Reserved
					Unreserved:
					Designated
					Undesignated
		(1)	34	68	
		(1)	(4)	40	
					Total Fund Balances (Deficits)
<u>\$ 2</u>	<u>\$</u>	<u>\$ 205</u>	<u>\$ 30</u>	<u>\$ 108</u>	Total Liabilities and Fund Balances

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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	<u>HIDTA-STATE ASSET FORFEITURE</u>	<u>IHSS PUBLIC AUTHORITY</u>	<u>JUVENILE INMATE WELFARE</u>	<u>KERN COUNTY CHILDREN'S FUND</u>	<u>KIOSK TRUST FUND</u>
ASSETS					
Pooled Cash and Investments	\$ 147	\$	\$ 193	\$ 462	\$ 4
Revolving Fund Cash					
Interest Receivable		3	1	2	
Taxes Receivable					
Accrued Revenue		601			
Due from Other Funds					
Advances to Other Funds					
Due from Other Agencies					
Total Assets	<u>\$ 147</u>	<u>\$ 604</u>	<u>\$ 194</u>	<u>\$ 464</u>	<u>\$ 4</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts Payable	\$	\$ 495	\$	\$	\$
Salaries and Employee Benefits Payable					
Advances from Other Funds		109			
Due to Other Funds					
Loans Payable					
Deferred Revenue					
Total Liabilities		<u>604</u>			
Fund Balances (Deficits):					
Reserved					
Unreserved:					
Designated	144		206	301	20
Undesignated	<u>3</u>		<u>(12)</u>	<u>163</u>	<u>(16)</u>
Total Fund Balances (Deficits)	<u>147</u>		<u>194</u>	<u>464</u>	<u>4</u>
Total Liabilities and Fund Balances	<u>\$ 147</u>	<u>\$ 604</u>	<u>\$ 194</u>	<u>\$ 464</u>	<u>\$ 4</u>

<u>LIBRARY BOOKS</u>	<u>LITTER CLEANUP</u>	<u>LOCAL PUBLIC SAFETY</u>	<u>MICROGRAPHICS</u>	<u>NSP GRANT</u>	
\$ 595	\$ 2	\$	\$ 16	\$	
2					
		8,528			
	1				
<u>\$ 597</u>	<u>\$ 3</u>	<u>\$ 8,528</u>	<u>\$ 16</u>	<u>\$</u>	
					ASSETS
					Pooled Cash and Investments
					Revolving Fund Cash
					Interest Receivable
					Taxes Receivable
					Accrued Revenue
					Due from Other Funds
					Advances to Other Funds
					Due from Other Agencies
					Total Assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$	\$	\$	\$	\$	Liabilities:
					Accounts Payable
					Salaries and Employee Benefits Payable
					Advances from Other Funds
		8,528			Due to Other Funds
					Loans Payable
					Deferred Revenue
					Total Liabilities
		8,528			Fund Balances (Deficits):
					Reserved
					Unreserved:
					Designated
					Undesignated
306	2		2		Total Fund Balances (Deficits)
291	1		14		Total Liabilities and Fund Balances
<u>597</u>	<u>3</u>	<u>8,528</u>	<u>16</u>	<u>\$</u>	
<u>\$ 597</u>	<u>\$ 3</u>	<u>\$ 8,528</u>	<u>\$ 16</u>	<u>\$</u>	

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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	OFF HWY MOTOR VEH LICENSE	PARCEL MAP IN-LIEU FEES	PARKS TEHACHAPI MTN-FOREST	PLANNED LOCAL DRAINAGE	PLANNED SEWER
ASSETS					
Pooled Cash and Investments	\$ 123	\$ 793	\$ 5	\$ 1,072	\$ 3,140
Revolving Fund Cash					
Interest Receivable		3		4	4
Taxes Receivable					
Accrued Revenue					
Due from Other Funds					
Advances to Other Funds					
Due from Other Agencies					
Total Assets	<u>\$ 123</u>	<u>\$ 796</u>	<u>\$ 5</u>	<u>\$ 1,076</u>	<u>\$ 3,144</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts Payable	\$	\$	\$	\$	\$
Salaries and Employee Benefits Payable					
Advances from Other Funds					
Due to Other Funds					
Loans Payable					
Deferred Revenue					
Total Liabilities					
Fund Balances (Deficits):					
Reserved				64	
Unreserved:					
Designated	142	804	7	230	1,992
Undesignated	(19)	(8)	(2)	782	1,152
Total Fund Balances (Deficits)	<u>123</u>	<u>796</u>	<u>5</u>	<u>1,076</u>	<u>3,144</u>
Total Liabilities and Fund Balances	<u>\$ 123</u>	<u>\$ 796</u>	<u>\$ 5</u>	<u>\$ 1,076</u>	<u>\$ 3,144</u>

<u>PLANNING ADMIN SURCHARGE</u>	<u>PROBATION ASSET FORFEITURE</u>	<u>PROBATION DJJ REALIGNMENT</u>	<u>PROBATION TRAINING</u>	<u>PUBLIC HEALTH MISC</u>	
\$ 815	\$ 48	\$ 1,299	\$ 9	\$ 137	
4		7			
<u>\$ 819</u>	<u>\$ 48</u>	<u>\$ 1,306</u>	<u>\$ 9</u>	<u>\$ 137</u>	
					ASSETS
					Pooled Cash and Investments
					Revolving Fund Cash
					Interest Receivable
					Taxes Receivable
					Accrued Revenue
					Due from Other Funds
					Advances to Other Funds
					Due from Other Agencies
					Total Assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$	\$	\$	\$	\$	Liabilities:
					Accounts Payable
					Salaries and Employee Benefits Payable
					Advances from Other Funds
					Due to Other Funds
					Loans Payable
				138	Deferred Revenue
				138	Total Liabilities
					Fund Balances (Deficits):
					Reserved
					Unreserved:
					Designated
660	46	1,402	74		Undesignated
159	2	(96)	(65)	(1)	
819	48	1,306	9	(1)	Total Fund Balances (Deficits)
<u>\$ 819</u>	<u>\$ 48</u>	<u>\$ 1,306</u>	<u>\$ 9</u>	<u>\$ 137</u>	Total Liabilities and Fund Balances

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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	<u>PUBLIC IMPROVEMENT DISTRICTS</u>	<u>RANGE IMPROVEMENT</u>	<u>REAL ESTATE FRAUD</u>	<u>RECORDER'S FEE</u>	<u>RECORDER'S MODERNIZATION</u>
ASSETS					
Pooled Cash and Investments	\$ 102	\$ 86	\$ 338	\$ 2,278	\$ 254
Revolving Fund Cash					
Interest Receivable			1		1
Taxes Receivable					
Accrued Revenue					
Due from Other Funds					
Advances to Other Funds					
Due from Other Agencies				450	
Total Assets	<u>\$ 102</u>	<u>\$ 86</u>	<u>\$ 339</u>	<u>\$ 2,728</u>	<u>\$ 255</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts Payable	\$	\$	\$	\$	\$
Salaries and Employee Benefits Payable					
Advances from Other Funds					
Due to Other Funds					
Loans Payable					
Deferred Revenue					
Total Liabilities					
Fund Balances (Deficits):					
Reserved					
Unreserved:					
Designated		5	247	1,914	183
Undesignated	102	81	92	814	72
Total Fund Balances (Deficits)	<u>102</u>	<u>86</u>	<u>339</u>	<u>2,728</u>	<u>255</u>
Total Liabilities and Fund Balances	<u>\$ 102</u>	<u>\$ 86</u>	<u>\$ 339</u>	<u>\$ 2,728</u>	<u>\$ 255</u>

<u>RECORDER'S SSN-TRUCATION</u>	<u>REDEMPTION SYSTEMS</u>	<u>RMA-HAZARDOUS WASTE SETTLEMENTS</u>	<u>SHELTER CARE</u>	<u>SHERIFF CAL-I.D.</u>	
\$ 85	\$ 2,924	\$ 848	\$ 184	\$ 2,136	ASSETS
					Pooled Cash and Investments
					Revolving Fund Cash
				7	Interest Receivable
					Taxes Receivable
					Accrued Revenue
					Due from Other Funds
					Advances to Other Funds
					Due from Other Agencies
<u>\$ 85</u>	<u>\$ 2,924</u>	<u>\$ 848</u>	<u>\$ 184</u>	<u>\$ 2,143</u>	Total Assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$	\$	\$	\$	\$	Liabilities:
					Accounts Payable
					Salaries and Employee Benefits Payable
					Advances from Other Funds
					Due to Other Funds
					Loans Payable
					Deferred Revenue
					Total Liabilities
					Fund Balances (Deficits):
					Reserved
					Unreserved:
82	2,390	683	96	1,197	Designated
3	534	165	88	946	Undesignated
<u>85</u>	<u>2,924</u>	<u>848</u>	<u>184</u>	<u>2,143</u>	Total Fund Balances (Deficits)
<u>\$ 85</u>	<u>\$ 2,924</u>	<u>\$ 848</u>	<u>\$ 184</u>	<u>\$ 2,143</u>	Total Liabilities and Fund Balances

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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	<u>SHERIFF CIVIL AUTOMATED</u>	<u>SHERIFF CONTROLLED SUBSTANCE</u>	<u>SHERIFF DRUG ABUSE GANG DIVERSION</u>	<u>SHERIFF DRUG AWARENESS PROGRAM</u>	<u>SHERIFF FACILITY TRAINING</u>
ASSETS					
Pooled Cash and Investments	\$ 614	\$ 1,082	\$ 280	\$ 906	\$ 64
Revolving Fund Cash					
Interest Receivable	2	2	1	3	
Taxes Receivable					
Accrued Revenue					
Due from Other Funds					
Advances to Other Funds					
Due from Other Agencies					
Total Assets	<u>\$ 616</u>	<u>\$ 1,084</u>	<u>\$ 281</u>	<u>\$ 909</u>	<u>\$ 64</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts Payable	\$	\$	\$	\$	\$
Salaries and Employee Benefits Payable					
Advances from Other Funds					
Due to Other Funds					
Loans Payable					
Deferred Revenue					
Total Liabilities					
Fund Balances (Deficits):					
Reserved:					
Unreserved:					
Designated	564	77	219	953	111
Undesignated	52	1,007	62	(44)	(47)
Total Fund Balances (Deficits)	<u>616</u>	<u>1,084</u>	<u>281</u>	<u>909</u>	<u>64</u>
Total Liabilities and Fund Balances	<u>\$ 616</u>	<u>\$ 1,084</u>	<u>\$ 281</u>	<u>\$ 909</u>	<u>\$ 64</u>

<u>SHERIFF INMATE WELFARE</u>	<u>SHERIFF JUDGEMENT DEBTOR FEE</u>	<u>SHERIFF SIDEARM CONVERSION</u>	<u>SHERIFF STATE ASSET FORFEITURE</u>	<u>SHERIFF TRAINING FUND</u>	
\$ 6,163	\$ 864	\$ 30	\$ 308	22	
20				1	
<u>6,183</u>	<u>864</u>	<u>30</u>	<u>308</u>	<u>23</u>	
					ASSETS
					Pooled Cash and Investments
					Revolving Fund Cash
					Interest Receivable
					Taxes Receivable
					Accrued Revenue
					Due from Other Funds
					Advances to Other Funds
					Due from Other Agencies
					Total Assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$	\$	\$	\$	\$	Liabilities:
					Accounts Payable
					Salaries and Employee Benefits Payable
					Advances from Other Funds
					Due to Other Funds
					Loans Payable
					Deferred Revenue
					Total Liabilities
					Fund Balances (Deficits):
					Reserved
					Unreserved:
					Designated
					Undesignated
5,397	742	14	268		
786	122	16	40	23	
<u>6,183</u>	<u>864</u>	<u>30</u>	<u>308</u>	<u>23</u>	Total Fund Balances (Deficits)
<u>6,183</u>	<u>864</u>	<u>30</u>	<u>308</u>	<u>23</u>	Total Liabilities and Fund Balances

**COUNTY OF KERN
 COMBINING BALANCE SHEET (CONTINUED)
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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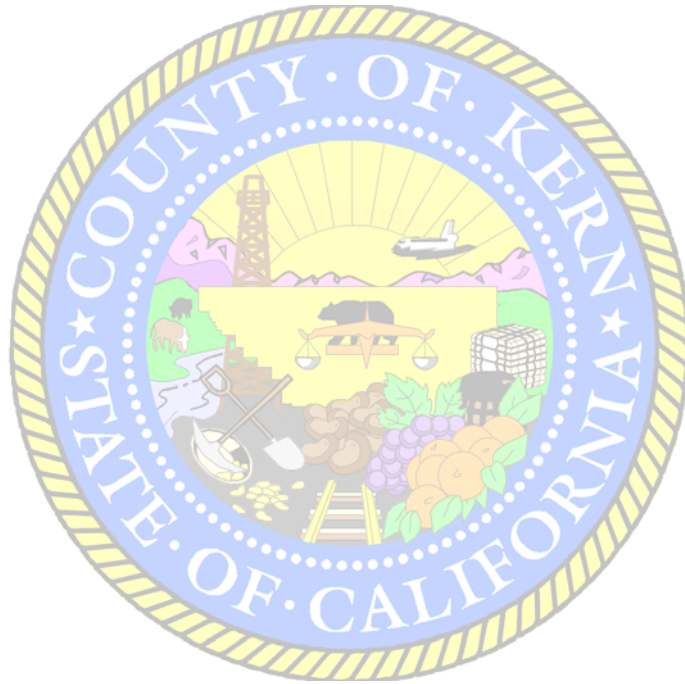
	<u>SHERIFF'S VOLUNTEER SERVICE GROUP</u>	<u>SHERIFF WORK RELEASE</u>	<u>SOLID WASTE ENFORCEMENT</u>	<u>STRONG MOTION INSTRUMENTATION</u>	<u>TEHACHAPI TRANSP IMPACT FEE CORE</u>
ASSETS					
Pooled Cash and Investments	\$ 90	\$ 274	\$ 348	\$ 85	\$ 12
Revolving Fund Cash					
Interest Receivable		1			
Taxes Receivable					
Accrued Revenue					
Due from Other Funds					
Advances to Other Funds					
Due from Other Agencies					
Total Assets	<u>\$ 90</u>	<u>\$ 275</u>	<u>\$ 348</u>	<u>\$ 85</u>	<u>\$ 12</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts Payable	\$	\$	\$	\$	\$
Salaries and Employee Benefits Payable					
Advances from Other Funds					
Due to Other Funds					
Loans Payable					
Deferred Revenue					
Total Liabilities					
Fund Balances (Deficits):					
Reserved:					
Unreserved:					
Designated	78	111	120	15	26
Undesignated	12	164	228	70	(14)
Total Fund Balances (Deficits)	<u>90</u>	<u>275</u>	<u>348</u>	<u>85</u>	<u>12</u>
Total Liabilities and Fund Balances	<u>\$ 90</u>	<u>\$ 275</u>	<u>\$ 348</u>	<u>\$ 85</u>	<u>\$ 12</u>

<u>TEHACHAPI TRANSP IMPACT FEE NON-CORE</u>	<u>TOBACCO EDUCATION CONTROL</u>	<u>VITAL HEALTH STATISTICS COUNTY CLERK</u>	<u>VITAL HEALTH STATISTICS</u>	<u>VITAL HEALTH STATISTICS RECORDER</u>	
\$ 1,107	\$ 28	\$	\$ 80	\$ 373	ASSETS
4					Pooled Cash and Investments
					Revolving Fund Cash
					Interest Receivable
					Taxes Receivable
					Accrued Revenue
					Due from Other Funds
					Advances to Other Funds
					Due from Other Agencies
<u>\$ 1,111</u>	<u>\$ 28</u>	<u>\$</u>	<u>\$ 80</u>	<u>\$ 373</u>	Total Assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$	\$	\$	\$	\$	Liabilities:
					Accounts Payable
					Salaries and Employee Benefits Payable
					Advances from Other Funds
					Due to Other Funds
					Loans Payable
					Deferred Revenue
	28				Total Liabilities
	28				
					Fund Balances (Deficits):
					Reserved
					Unreserved:
					Designated
1,354			1	382	Undesignated
(243)			79	(9)	
<u>1,111</u>			<u>80</u>	<u>373</u>	Total Fund Balances (Deficits)
<u>\$ 1,111</u>	<u>\$ 28</u>	<u>\$</u>	<u>\$ 80</u>	<u>\$ 373</u>	Total Liabilities and Fund Balances

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

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	WILDLIFE RESOURCES	OTHER SPECIAL REVENUE
ASSETS		
Pooled Cash and Investments	\$ 17	\$ 649
Revolving Fund Cash		
Interest Receivable		1
Taxes Receivable		
Accrued Revenue		
Due from Other Funds		
Advances to Other Funds		
Due from Other Agencies		4
Total Assets	\$ 17	\$ 654
LIABILITIES AND FUND BALANCES (DEFICITS)		
Liabilities:		
Accounts Payable	\$	\$
Salaries and Employee Benefits Payable		
Advances from Other Funds		
Due to Other Funds		
Loans Payable		
Deferred Revenue		
Total Liabilities		
Fund Balances (Deficits):		
Reserved	1	
Unreserved:		
Designated	11	525
Undesignated	5	129
Total Fund Balances (Deficits)	17	654
Total Liabilities and Fund Balances	\$ 17	\$ 654



**COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS)
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

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	<u>TOTAL</u>	<u>ABATEMENT COST</u>	<u>AGING & ADULT SERVICES</u>	<u>ALCOHOL ABUSE</u>	<u>ALCOHOL PROGRAM</u>
REVENUES:					
Taxes	\$ 3,375	\$ 12	\$	\$	\$
Licenses, Permits and Franchises	3,381				
Fines, Forfeitures and Penalties	9,323	5		98	111
Revenues from Use of Money and Property	882	1	56		5
Aid from Other Governmental Agencies	101,703		9,043		
Charges for Current Services	4,155		1,175		
Other Revenues	4,392		258		
Total Revenues	<u>127,211</u>	<u>18</u>	<u>10,532</u>	<u>98</u>	<u>116</u>
EXPENDITURES:					
General Government	29				
Public Protection	4,740				
Health and Sanitation	2,476				
Public Assistance	30,404		12,193		
Public Ways and Facilities	2,719				
Total Expenditures	<u>40,368</u>		<u>12,193</u>		
Excess (Deficiency) of Revenues Over Expenditures	<u>86,843</u>	<u>18</u>	<u>(1,661)</u>	<u>98</u>	<u>116</u>
OTHER FINANCING SOURCES (USES):					
Transfers In	10,185		2,072		
Transfers Out	(95,212)	(149)		(78)	(192)
Total Other Financing Sources (Uses)	<u>(85,027)</u>	<u>(149)</u>	<u>2,072</u>	<u>(78)</u>	<u>(192)</u>
Net Changes in Fund Balances (Deficits)	1,816	(131)	411	20	(76)
Fund Balances (Deficits), July 1, 2009	54,718	392	674	21	297
Fund Balances (Deficits), June 30, 2010	<u>\$ 56,534</u>	<u>\$ 261</u>	<u>\$ 1,085</u>	<u>\$ 41</u>	<u>\$ 221</u>

**COUNTY OF KERN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

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	ARRA ETR	ARRA ROADS	ARRA ENERGY GRANT	AUTOMATED CO. WARRANT SYSTEM	AUTOMATED FINGERPRINT
REVENUES:					
Taxes	\$	\$	\$	\$	\$
Licenses, Permits and Franchises					
Fines, Forfeitures and Penalties				79	333
Revenues from Use of Money and Property	1	1			26
Aid from Other Governmental Agencies	13,389	2,979	50		
Charges for Current Services					
Other Revenues					
Total Revenues	<u>13,390</u>	<u>2,980</u>	<u>50</u>	<u>79</u>	<u>359</u>
EXPENDITURES:					
General Government					
Public Protection					
Health and Sanitation					
Public Assistance					
Public Ways and Facilities					
Total Expenditures					
Excess (Deficiency) of Revenues Over Expenditures	<u>13,390</u>	<u>2,980</u>	<u>50</u>	<u>79</u>	<u>359</u>
OTHER FINANCING SOURCES (USES):					
Transfers In					
Transfers Out	<u>(12,669)</u>	<u>(2,979)</u>		<u>(67)</u>	<u>(200)</u>
Total Other Financing Sources (Uses)	<u>(12,669)</u>	<u>(2,979)</u>		<u>(67)</u>	<u>(200)</u>
Net Changes in Fund Balances (Deficits)	721	1	50	12	159
Fund Balances (Deficits), July 1, 2009				33	1,508
Fund Balances (Deficits), June 30, 2010	<u>\$ 721</u>	<u>\$ 1</u>	<u>\$ 50</u>	<u>\$ 45</u>	<u>\$ 1,667</u>

<u>A-C FARM ADV AGT RESEARCH</u>	<u>BIO TERRORISM GRANT</u>	<u>BOARD OF TRADE ADVERTISING</u>	<u>BUILDING INSPECTION</u>	<u>CHILD RESTRAINT LOANER</u>	
\$	\$	\$	\$	\$	REVENUES:
			3,088		Taxes
6		1	107		Licenses, Permits and Franchises
	978				Fines, Forfeitures and Penalties
		52			Revenues from Use of Money and Property
				25	Aid from Other Governmental Agencies
					Charges for Current Services
					Other Revenues
<u>6</u>	<u>978</u>	<u>53</u>	<u>3,195</u>	<u>25</u>	Total Revenues
					EXPENDITURES:
			4,547		General Government
				8	Public Protection
					Health and Sanitation
					Public Assistance
					Public Ways and Facilities
			<u>4,547</u>	<u>8</u>	Total Expenditures
<u>6</u>	<u>978</u>	<u>53</u>	<u>(1,352)</u>	<u>17</u>	Excess (Deficiency) of Revenues Over Expenditures
					OTHER FINANCING SOURCES (USES):
<u>(401)</u>	<u>(521)</u>	<u>(50)</u>		<u>(94)</u>	Transfers In
					Transfers Out
<u>(401)</u>	<u>(521)</u>	<u>(50)</u>		<u>(94)</u>	Total Other Financing Sources (Uses)
(395)	457	3	(1,352)	(77)	Net Changes in Fund Balances (Deficits)
408	(516)	38	6,298	77	Fund Balances (Deficits), July 1, 2009
<u>\$ 13</u>	<u>\$ (59)</u>	<u>\$ 41</u>	<u>\$ 4,946</u>	<u>\$</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

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	<u>COMMUNITY DEVELOPMENT</u>	<u>COUNTY SERVICE AREAS</u>	<u>CRIMINAL JUSTICE FACILITY</u>	<u>CRIMINALISTICS LABORATORIES</u>	<u>DA COURT ORDERED PENALTIES</u>
REVENUES:					
Taxes	\$	\$ 3,363	\$	\$	\$
Licenses, Permits and Franchises					
Fines, Forfeitures and Penalties		40	3,434	143	81
Revenues from Use of Money and Property		127			2
Aid from Other Governmental Agencies	11,177				
Charges for Current Services					
Other Revenues	279	30			
Total Revenues	<u>11,456</u>	<u>3,560</u>	<u>3,434</u>	<u>143</u>	<u>83</u>
EXPENDITURES:					
General Government					
Public Protection		38			
Health and Sanitation		475			
Public Assistance	7,740				
Public Ways and Facilities		2,661			
Total Expenditures	<u>7,740</u>	<u>3,174</u>			
Excess (Deficiency) of Revenues Over Expenditures	<u>3,716</u>	<u>386</u>	<u>3,434</u>	<u>143</u>	<u>83</u>
OTHER FINANCING SOURCES (USES):					
Transfers In	1	99			
Transfers Out	<u>(3,496)</u>	<u>(73)</u>	<u>(2,945)</u>	<u>(83)</u>	
Total Other Financing Sources (Uses)	<u>(3,495)</u>	<u>26</u>	<u>(2,945)</u>	<u>(83)</u>	
Net Changes in Fund Balances (Deficits)	221	412	489	60	83
Fund Balances (Deficits), July 1, 2009	335	8,483	548	10	1,339
Fund Balances (Deficits), June 30, 2010	<u>\$ 556</u>	<u>\$ 8,895</u>	<u>\$ 1,037</u>	<u>\$ 70</u>	<u>\$ 1,422</u>

DA/SHERIFF PROBATION/DNA FUND	DA EQUIPMENT AUTOMATION	DA-FEDERAL FORFEITURE	DA LOCAL FORFEITURES	DHS WRAPAROUND SAVINGS	
\$	\$	\$	\$	\$	REVENUES:
					Taxes
547		21	99		Licenses, Permits and Franchises
	11	1	25	5	Fines, Forfeitures and Penalties
					Revenues from Use of Money and Property
					Aid from Other Governmental Agencies
					Charges for Current Services
					Other Revenues
<u>547</u>	<u>11</u>	<u>22</u>	<u>124</u>	<u>5</u>	Total Revenues
					EXPENDITURES:
					General Government
					Public Protection
					Health and Sanitation
					Public Assistance
					Public Ways and Facilities
					Total Expenditures
<u>547</u>	<u>11</u>	<u>22</u>	<u>124</u>	<u>5</u>	Excess (Deficiency) of Revenues Over Expenditures
				1,704	OTHER FINANCING SOURCES (USES):
(439)			(640)	(2,250)	Transfers In
					Transfers Out
<u>(439)</u>			<u>(640)</u>	<u>(546)</u>	Total Other Financing Sources (Uses)
108	11	22	(516)	(541)	Net Changes in Fund Balances (Deficits)
192	622	44	1,235	1,021	Fund Balances (Deficits), July 1, 2009
<u>\$ 300</u>	<u>\$ 633</u>	<u>\$ 66</u>	<u>\$ 719</u>	<u>\$ 480</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

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	DOMESTIC VIOLENCE	DRUG PROGRAM	EMERGENCY MEDICAL PAYMENTS	EMS WEEK DONATIONS	H1N1 PUBLIC RESPONSE
REVENUES:					
Taxes	\$	\$	\$	\$	\$
Licenses, Permits and Franchises	94				
Fines, Forfeitures and Penalties	51	30	1,876		
Revenues from Use of Money and Property	1	5	6		2
Aid from Other Governmental Agencies			316		1,886
Charges for Current Services					
Other Revenues			11		
Total Revenues	146	35	2,209		1,888
EXPENDITURES:					
General Government					
Public Protection					
Health and Sanitation			1,669		
Public Assistance					
Public Ways and Facilities					
Total Expenditures			1,669		
Excess (Deficiency) of Revenues Over Expenditures	146	35	540		1,888
OTHER FINANCING SOURCES (USES):					
Transfers In					
Transfers Out	(200)	(22)	(391)		(1,887)
Total Other Financing Sources (Uses)	(200)	(22)	(391)		(1,887)
Net Changes in Fund Balances (Deficits)	(54)	13	149		1
Fund Balances (Deficits), July 1, 2009	205	309	384	24	
Fund Balances (Deficits), June 30, 2010	\$ 151	\$ 322	\$ 533	\$ 24	\$ 1

HEALTH FAX-DEATH CERTIFICATES	HEALTH-MAA TCM	HEALTH NNFP	HEALTH LOCAL OPTION	HEALTH-STATE LUST PROGRAM	
\$	\$	\$	\$	\$	REVENUES:
					Taxes
					Licenses, Permits and Franchises
					Fines, Forfeitures and Penalties
6		2	1		Revenues from Use of Money and Property
		100		41	Aid from Other Governmental Agencies
			6		Charges for Current Services
					Other Revenues
<u>6</u>		<u>102</u>	<u>7</u>	<u>41</u>	Total Revenues
					EXPENDITURES:
					General Government
					Public Protection
					Health and Sanitation
					Public Assistance
					Public Ways and Facilities
					Total Expenditures
<u>6</u>		<u>102</u>	<u>7</u>	<u>41</u>	Excess (Deficiency) of Revenues Over Expenditures
					OTHER FINANCING SOURCES (USES):
					Transfers In
(6)		(102)	(11)		Transfers Out
<u>(6)</u>		<u>(102)</u>	<u>(11)</u>		Total Other Financing Sources (Uses)
			(4)	41	Net Changes in Fund Balances (Deficits)
		(1)	34	67	Fund Balances (Deficits), July 1, 2009
<u>\$</u>	<u>\$</u>	<u>\$ (1)</u>	<u>\$ 30</u>	<u>\$ 108</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

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	HIDTA-STATE ASSET FORFEITURE	IHSS PUBLIC AUTHORITY	JUVENILE INMATE WELFARE	KERN COUNTY CHILDREN'S FUND	KIOSK TRUST FUND
REVENUES:					
Taxes	\$	\$	\$	\$	\$
Licenses, Permits and Franchises					
Fines, Forfeitures and Penalties	13				
Revenues from Use of Money and Property	3	20	29	10	
Aid from Other Governmental Agencies		2,839		98	
Charges for Current Services				190	
Other Revenues					9
Total Revenues	<u>16</u>	<u>2,859</u>	<u>29</u>	<u>298</u>	<u>9</u>
EXPENDITURES:					
General Government					
Public Protection					
Health and Sanitation				324	
Public Assistance		9,017			
Public Ways and Facilities					
Total Expenditures		<u>9,017</u>		<u>324</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>16</u>	<u>(6,158)</u>	<u>29</u>	<u>(26)</u>	<u>9</u>
OTHER FINANCING SOURCES (USES):					
Transfers In		6,157			
Transfers Out	<u>(12)</u>		<u>(50)</u>		<u>(25)</u>
Total Other Financing Sources (Uses)	<u>(12)</u>	<u>6,157</u>	<u>(50)</u>		<u>(25)</u>
Net Changes in Fund Balances (Deficits)	4	(1)	(21)	(26)	(16)
Fund Balances (Deficits), July 1, 2009	143	1	215	490	20
Fund Balances (Deficits), June 30, 2010	<u>\$ 147</u>	<u>\$</u>	<u>\$ 194</u>	<u>\$ 464</u>	<u>\$ 4</u>

LIBRARY BOOKS	LITTER CLEANUP	LOCAL PUBLIC SAFETY	MICROGRAPHICS	NSP GRANT	
\$	\$	\$	\$	\$	REVENUES:
					Taxes
					Licenses, Permits and Franchises
					Fines, Forfeitures and Penalties
5	7				Revenues from Use of Money and Property
		52,268		1,345	Aid from Other Governmental Agencies
			182		Charges for Current Services
<u>383</u>					Other Revenues
<u>388</u>	<u>7</u>	<u>52,268</u>	<u>182</u>	<u>1,345</u>	Total Revenues
					EXPENDITURES:
					General Government
					Public Protection
					Health and Sanitation
				1,179	Public Assistance
					Public Ways and Facilities
				<u>1,179</u>	Total Expenditures
<u>388</u>	<u>7</u>	<u>52,268</u>	<u>182</u>	<u>166</u>	Excess (Deficiency) of Revenues Over Expenditures
					OTHER FINANCING SOURCES (USES):
(150)	(5)	(52,268)	(185)	(166)	Transfers In
					Transfers Out
<u>(150)</u>	<u>(5)</u>	<u>(52,268)</u>	<u>(185)</u>	<u>(166)</u>	Total Other Financing Sources (Uses)
238	2		(3)		Net Changes in Fund Balances (Deficits)
359	1		19		Fund Balances (Deficits), July 1, 2009
<u>\$ 597</u>	<u>\$ 3</u>	<u>\$</u>	<u>\$ 16</u>	<u>\$</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

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	OFF HWY MOTOR VEH LICENSE	PARCEL MAP IN-LIEU FEES	PARKS TEHACHAPI MTN-FOREST	PLANNED LOCAL DRAINAGE	PLANNED SEWER
REVENUES:					
Taxes	\$	\$	\$	\$	\$
Licenses, Permits and Franchises					
Fines, Forfeitures and Penalties					
Revenues from Use of Money and Property	1	14		18	92
Aid from Other Governmental Agencies	153				
Charges for Current Services		6			29
Other Revenues					
Total Revenues	<u>154</u>	<u>20</u>		<u>18</u>	<u>121</u>
EXPENDITURES:					
General Government					29
Public Protection					
Health and Sanitation					
Public Assistance					
Public Ways and Facilities					
Total Expenditures					<u>29</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>154</u>	<u>20</u>		<u>18</u>	<u>92</u>
OTHER FINANCING SOURCES (USES):					
Transfers In					
Transfers Out	<u>(249)</u>	<u>(57)</u>			
Total Other Financing Sources (Uses)	<u>(249)</u>	<u>(57)</u>			
Net Changes in Fund Balances (Deficits)	(95)	(37)		18	92
Fund Balances (Deficits), July 1, 2009	218	833	5	1,058	3,052
Fund Balances (Deficits), June 30, 2010	<u>\$ 123</u>	<u>\$ 796</u>	<u>\$ 5</u>	<u>\$ 1,076</u>	<u>\$ 3,144</u>

PLANNING ADMIN SURCHARGE	PROBATION ASSET FORFEITURE	PROBATION DJJ REALIGNMENT	PROBATION TRAINING	PUBLIC HEALTH MISC	
\$	\$	\$	\$	\$	REVENUES:
					Taxes
	3				Licenses, Permits and Franchises
24	1	39			Fines, Forfeitures and Penalties
		3,117	195	29	Revenues from Use of Money and Property
343				32	Aid from Other Governmental Agencies
				27	Charges for Current Services
					Other Revenues
<u>367</u>	<u>4</u>	<u>3,156</u>	<u>195</u>	<u>88</u>	Total Revenues
					EXPENDITURES:
					General Government
					Public Protection
					Health and Sanitation
					Public Assistance
					Public Ways and Facilities
					Total Expenditures
<u>367</u>	<u>4</u>	<u>3,156</u>	<u>195</u>	<u>88</u>	Excess (Deficiency) of Revenues Over Expenditures
					OTHER FINANCING SOURCES (USES):
					Transfers In
(803)	(2)	(3,441)	(314)	(88)	Transfers Out
<u>(803)</u>	<u>(2)</u>	<u>(3,441)</u>	<u>(314)</u>	<u>(88)</u>	Total Other Financing Sources (Uses)
(436)	2	(285)	(119)		Net Changes in Fund Balances (Deficits)
1,255	46	1,591	128	(1)	Fund Balances (Deficits), July 1, 2009
<u>\$ 819</u>	<u>\$ 48</u>	<u>\$ 1,306</u>	<u>\$ 9</u>	<u>\$ (1)</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

Page 7 of 10

	PUBLIC IMPROVEMENT DISTRICTS	RANGE IMPROVEMENT	REAL ESTATE FRAUD	RECORDER'S FEE	RECORDER'S MODERNIZATION
REVENUES:					
Taxes	\$	\$	\$	\$	\$
Licenses, Permits and Franchises					
Fines, Forfeitures and Penalties					
Revenues from Use of Money and Property	4	1	5	3	3
Aid from Other Governmental Agencies	176	8			
Charges for Current Services			193	622	181
Other Revenues					
Total Revenues	<u>180</u>	<u>9</u>	<u>198</u>	<u>625</u>	<u>184</u>
EXPENDITURES:					
General Government					
Public Protection		7			101
Health and Sanitation					
Public Assistance					
Public Ways and Facilities	58				
Total Expenditures	<u>58</u>	<u>7</u>			<u>101</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>122</u>	<u>2</u>	<u>198</u>	<u>625</u>	<u>83</u>
OTHER FINANCING SOURCES (USES):					
Transfers In				144	
Transfers Out	(9)		(105)	(657)	(17)
Total Other Financing Sources (Uses)	<u>(9)</u>		<u>(105)</u>	<u>(513)</u>	<u>(17)</u>
Net Changes in Fund Balances (Deficits)	113	2	93	112	66
Fund Balances (Deficits), July 1, 2009	(11)	84	246	2,616	189
Fund Balances (Deficits), June 30, 2010	<u>\$ 102</u>	<u>\$ 86</u>	<u>\$ 339</u>	<u>\$ 2,728</u>	<u>\$ 255</u>

RECORDER'S SSN-TRUCATION	REDEMPTION SYSTEMS	RMA-HAZARDOUS WASTE SETTLEMENTS	SHELTER CARE	SHERIFF CAL-L.D.	
\$	\$	\$	\$	\$	REVENUES:
					Taxes
	230	171		654	Licenses, Permits and Franchises
	3			48	Fines, Forfeitures and Penalties
181					Revenues from Use of Money and Property
			12		Aid from Other Governmental Agencies
					Charges for Current Services
					Other Revenues
<u>181</u>	<u>233</u>	<u>171</u>	<u>12</u>	<u>702</u>	Total Revenues
					EXPENDITURES:
					General Government
					Public Protection
			7		Health and Sanitation
					Public Assistance
					Public Ways and Facilities
			<u>7</u>		Total Expenditures
<u>181</u>	<u>233</u>	<u>171</u>	<u>5</u>	<u>702</u>	Excess (Deficiency) of Revenues Over Expenditures
					OTHER FINANCING SOURCES (USES):
(278)				(1,554)	Transfers In
					Transfers Out
<u>(278)</u>				<u>(1,554)</u>	Total Other Financing Sources (Uses)
(97)	233	171	5	(852)	Net Changes in Fund Balances (Deficits)
182	2,691	677	179	2,995	Fund Balances (Deficits), July 1, 2009
<u>\$ 85</u>	<u>\$ 2,924</u>	<u>\$ 848</u>	<u>\$ 184</u>	<u>\$ 2,143</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

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	SHERIFF CIVIL AUTOMATED	SHERIFF CONTROLLED SUBSTANCE	SHERIFF DRUG ABUSE GANG DIVERSION	SHERIFF DRUG AWARENESS PROGRAM	SHERIFF FACILITY TRAINING
REVENUES:					
Taxes	\$	\$	\$	\$	\$
Licenses, Permits and Franchises					
Fines, Forfeitures and Penalties		1,010		53	
Revenues from Use of Money and Property	10		5	13	
Aid from Other Governmental Agencies					
Charges for Current Services	122				169
Other Revenues					
Total Revenues	<u>132</u>	<u>1,010</u>	<u>5</u>	<u>66</u>	<u>169</u>
EXPENDITURES:					
General Government					
Public Protection					
Health and Sanitation					
Public Assistance					
Public Ways and Facilities					
Total Expenditures					
Excess (Deficiency) of Revenues Over Expenditures	<u>132</u>	<u>1,010</u>	<u>5</u>	<u>66</u>	<u>169</u>
OTHER FINANCING SOURCES (USES):					
Transfers In			8		
Transfers Out	<u>(100)</u>			<u>(8)</u>	<u>(215)</u>
Total Other Financing Sources (Uses)	<u>(100)</u>		<u>8</u>	<u>(8)</u>	<u>(215)</u>
Net Changes in Fund Balances (Deficits)	32	1,010	13	58	(46)
Fund Balances (Deficits), July 1, 2009	584	74	268	851	110
Fund Balances (Deficits), June 30, 2010	<u>\$ 616</u>	<u>\$ 1,084</u>	<u>\$ 281</u>	<u>\$ 909</u>	<u>\$ 64</u>

SHERIFF INMATE WELFARE	SHERIFF JUDGEMENT DEBTOR FEE	SHERIFF SIDEARM CONVERSION	SHERIFF STATE ASSET FORFEITURE	SHERIFF TRAINING FUND	
\$	\$	\$	\$	\$	REVENUES:
					Taxes
					Licenses, Permits and Franchises
103	2		95	3	Fines, Forfeitures and Penalties
	187				Revenues from Use of Money and Property
<u>2,582</u>		<u>18</u>		<u>183</u>	Aid from Other Governmental Agencies
<u>2,685</u>	<u>189</u>	<u>18</u>	<u>95</u>	<u>186</u>	Charges for Current Services
					Other Revenues
					Total Revenues
					EXPENDITURES:
					General Government
					Public Protection
					Health and Sanitation
					Public Assistance
					Public Ways and Facilities
					Total Expenditures
<u>2,685</u>	<u>189</u>	<u>18</u>	<u>95</u>	<u>186</u>	Excess (Deficiency) of Revenues Over Expenditures
					OTHER FINANCING SOURCES (USES):
<u>(2,287)</u>	<u>(238)</u>		<u>(8)</u>	<u>(207)</u>	Transfers In
<u>(2,287)</u>	<u>(238)</u>		<u>(8)</u>	<u>(207)</u>	Transfers Out
					Total Other Financing Sources (Uses)
398	(49)	18	87	(21)	Net Changes in Fund Balances (Deficits)
5,785	913	12	221	44	Fund Balances (Deficits), July 1, 2009
<u>\$ 6,183</u>	<u>\$ 864</u>	<u>\$ 30</u>	<u>\$ 308</u>	<u>\$ 23</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
 NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

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	SHERIFF'S VOLUNTEER SERVICE GROUP	SHERIFF WORK RELEASE	SOLID WASTE ENFORCEMENT	STRONG MOTION INSTRUMENTATION	TEHACHAPI TRANSP IMPACT FEE CORE
REVENUES:					
Taxes	\$	\$	\$	\$	\$
Licenses, Permits and Franchises				61	
Fines, Forfeitures and Penalties					
Revenues from Use of Money and Property		3			
Aid from Other Governmental Agencies					
Charges for Current Services			229		
Other Revenues	7	516			
Total Revenues	7	519	229	61	
EXPENDITURES:					
General Government					
Public Protection				25	
Health and Sanitation					
Public Assistance					
Public Ways and Facilities					
Total Expenditures				25	
Excess (Deficiency) of Revenues Over Expenditures	7	519	229	36	
OTHER FINANCING SOURCES (USES):					
Transfers In					
Transfers Out	(2)	(350)			
Total Other Financing Sources (Uses)	(2)	(350)			
Net Changes in Fund Balances (Deficits)	5	169	229	36	
Fund Balances (Deficits), July 1, 2009	85	106	119	49	12
Fund Balances (Deficits), June 30, 2010	\$ 90	\$ 275	\$ 348	\$ 85	\$ 12

TEHACHAPI TRANSP IMPACT FEE NON-CORE	TOBACCO EDUCATION CONTROL	VITAL HEALTH STATISTICS COUNTY CLERK	VITAL HEALTH STATISTICS	VITAL HEALTH STATISTICS RECORDER	
\$ 102	\$	\$	\$	\$	REVENUES:
19					Taxes
	184				Licenses, Permits and Franchises
		1	56	1	Fines, Forfeitures and Penalties
					Revenues from Use of Money and Property
					Aid from Other Governmental Agencies
					Charges for Current Services
					Other Revenues
<u>121</u>	<u>184</u>	<u>1</u>	<u>56</u>	<u>92</u>	Total Revenues
					EXPENDITURES:
					General Government
					Public Protection
					Health and Sanitation
					Public Assistance
					Public Ways and Facilities
					Total Expenditures
<u>121</u>	<u>184</u>	<u>1</u>	<u>56</u>	<u>92</u>	Excess (Deficiency) of Revenues Over Expenditures
					OTHER FINANCING SOURCES (USES):
(74)	(184)	(1)	(55)	(104)	Transfers In
					Transfers Out
<u>(74)</u>	<u>(184)</u>	<u>(1)</u>	<u>(55)</u>	<u>(104)</u>	Total Other Financing Sources (Uses)
47			1	(12)	Net Changes in Fund Balances (Deficits)
1,064			79	385	Fund Balances (Deficits), July 1, 2009
<u>\$ 1,111</u>	<u>\$</u>	<u>\$</u>	<u>\$ 80</u>	<u>\$ 373</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

Page 10 of 10

	<u>WILDLIFE RESOURCES</u>	<u>OTHER SPECIAL REVENUE</u>
REVENUES:		
Taxes	\$	\$
Licenses, Permits and Franchises		36
Fines, Forfeitures and Penalties	4	135
Revenues from Use of Money and Property		2
Aid from Other Governmental Agencies		
Charges for Current Services		
Other Revenues		<u>7</u>
Total Revenues	<u>4</u>	<u>180</u>
EXPENDITURES:		
General Government		
Public Protection	18	4
Health and Sanitation		
Public Assistance		
Public Ways and Facilities		
Total Expenditures	<u>18</u>	<u>4</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(14)</u>	<u>176</u>
OTHER FINANCING SOURCES (USES):		
Transfers In		
Transfers Out		<u>(69)</u>
Total Other Financing Sources (Uses)		<u>(69)</u>
Net Changes in Fund Balances (Deficits)	(14)	107
Fund Balances (Deficits), July 1, 2009	31	547
Fund Balances (Deficits), June 30, 2010	<u>\$ 17</u>	<u>\$ 654</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ABATEMENT COST				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Taxes	\$	\$	\$ 12	\$ 12
Fines, Forfeitures and Penalties			5	5
Revenues from Use of Money and Property			1	1
Total Revenues	<u> </u>	<u> </u>	<u>18</u>	<u>18</u>
Excess of Revenues over Expenditures			<u>18</u>	<u>18</u>
OTHER FINANCING USES:				
Transfers Out	(200)	(200)	(149)	51
Total Other Financing Uses	<u>(200)</u>	<u>(200)</u>	<u>(149)</u>	<u>51</u>
Net Changes in Fund Balances (Deficits)	(200)	(200)	(131)	69
Fund Balances, July 1, 2009	392	392	392	
Fund Balances, June 30, 2010	<u>\$ 192</u>	<u>\$ 192</u>	<u>\$ 261</u>	<u>\$ 69</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>18</u>

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

AGING AND ADULT SERVICES

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 154	\$ 154	\$ 56	\$ (98)
Aid from Other Governmental Agencies	8,806	8,762	9,043	281
Charges for Current Services	1,293	1,293	1,175	(118)
Other Revenues	239	239	258	19
Total Revenues	<u>10,492</u>	<u>10,448</u>	<u>10,532</u>	<u>84</u>
EXPENDITURES:				
Current:				
Public Assistance				
Salaries & Benefits	8,288	8,290	8,028	262
Services & Supplies	3,604	3,914	3,649	265
Other Charges	532	533	470	63
Capital Assets	21	66	46	20
Appropriation for Contingencies	630	386		386
Total Expenditures	<u>13,075</u>	<u>13,189</u>	<u>12,193</u>	<u>996</u>
Deficiency of Revenues over Expenditures	<u>(2,583)</u>	<u>(2,741)</u>	<u>(1,661)</u>	<u>1,080</u>
OTHER FINANCING SOURCES:				
Transfers In	1,953	2,072	2,072	
Total Other Financing Sources	<u>1,953</u>	<u>2,072</u>	<u>2,072</u>	<u></u>
Net Changes in Fund Balances (Deficits)	(630)	(669)	411	1,080
Fund Balances, July 1, 2009	674	674	674	
Fund Balances, June 30, 2010	<u>\$ 44</u>	<u>\$ 5</u>	<u>\$ 1,085</u>	<u>\$ 1,080</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 10,532

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 12,193

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ALCOHOL ABUSE

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 107	\$ 107	\$ 98	\$ (9)
Total Revenues	<u>107</u>	<u>107</u>	<u>98</u>	<u>(9)</u>
Excess of Revenues over Expenditures	<u>107</u>	<u>107</u>	<u>98</u>	<u>(9)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(78)</u>	<u>(78)</u>	<u>(78)</u>	
Total Other Financing Uses	<u>(78)</u>	<u>(78)</u>	<u>(78)</u>	
Net Changes in Fund Balances	29	29	20	(9)
Fund Balances, July 1, 2009	21	21	21	
Fund Balances, June 30, 2010	<u>\$ 50</u>	<u>\$ 50</u>	<u>\$ 41</u>	<u>\$ (9)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 98

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ALCOHOL PROGRAM

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 104	\$ 104	\$ 111	\$ 7
Total Revenues	<u>104</u>	<u>104</u>	<u>116</u>	<u>12</u>
Excess of Revenues over Expenditures	<u>104</u>	<u>104</u>	<u>116</u>	<u>12</u>
OTHER FINANCING USES:				
Transfers Out	<u>(192)</u>	<u>(192)</u>	<u>(192)</u>	
Total Other Financing Uses	<u>(192)</u>	<u>(192)</u>	<u>(192)</u>	
Net Changes in Fund Balances (Deficits)	(88)	(88)	(76)	12
Fund Balances, July 1, 2009	297	297	297	
Fund Balances, June 30, 2010	<u>\$ 209</u>	<u>\$ 209</u>	<u>\$ 221</u>	<u>\$ 12</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 116

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ANIMAL CARE DONATIONS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Other Revenues	\$ 2	\$ 2	\$ 12	\$ 10
Total Revenues	<u>2</u>	<u>2</u>	<u>12</u>	<u>10</u>
Excess of Revenues over Expenditures	2	2	12	10
Net Changes in Fund Balances	2	2	12	10
Fund Balances, July 1, 2009	17	17	17	
Fund Balances, June 30, 2010	<u>\$ 19</u>	<u>\$ 19</u>	<u>\$ 29</u>	<u>\$ 10</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 12

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ARRA AGING & ADULT

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Aid from Other Governmental Agencies	\$ _____	\$ 119	\$ 119	\$ _____
Total Revenues	<u>_____</u>	<u>119</u>	<u>119</u>	<u>_____</u>
Excess of Revenues over Expenditures		<u>119</u>	<u>119</u>	
OTHER FINANCING USES:				
Transfers Out		<u>(119)</u>	<u>(119)</u>	
Total Other Financing Uses		<u>(119)</u>	<u>(119)</u>	
Net Changes in Fund Balances				
Fund Balances, July 1, 2009	\$ _____	\$ _____	\$ _____	\$ _____
Fund Balances, June 30, 2010	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>119</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ARRA JUSTICE ASSISTANCE				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Aid from Other Governmental Agencies	\$ _____	\$ 599	\$ 874	\$ 275
Total Revenues	<u>_____</u>	<u>599</u>	<u>874</u>	<u>275</u>
Excess of Revenues over Expenditures		<u>599</u>	<u>874</u>	<u>275</u>
OTHER FINANCING USES:				
Transfers Out		<u>(599)</u>	<u>(599)</u>	
Total Other Financing Uses		<u>(599)</u>	<u>(599)</u>	
Net Changes in Fund Balances			275	275
Fund Balances, July 1, 2009	\$ _____	\$ _____	\$ 275	\$ 275
Fund Balances, June 30, 2010	<u>_____</u>	<u>_____</u>	<u>275</u>	<u>275</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>874</u>

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ARRA CD-HPRP				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Aid from Other Governmental Agencies	\$ _____	\$ 2,077	\$ 60	\$ (2,017)
Total Revenues	<u>_____</u>	<u>2,077</u>	<u>60</u>	<u>(2,017)</u>
EXPENDITURES:				
Current:				
Public Assistance				
Services & Supplies		1,308	30	1,278
Total Expenditures		<u>1,308</u>	<u>30</u>	<u>1,278</u>
Excess of Revenues over Expenditures		<u>769</u>	<u>30</u>	<u>(739)</u>
OTHER FINANCING USES:				
Transfers Out		(768)	(30)	738
Total Other Financing Uses		<u>(768)</u>	<u>(30)</u>	<u>738</u>
Net Changes in Fund Balances		1		(1)
Fund Balances, July 1, 2009				
Fund Balances, June 30, 2010	\$ _____	\$ <u>1</u>	\$ _____	\$ <u>(1)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>60</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ARRA CDBG-R GRANT

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Aid from Other Governmental Agencies	\$ _____	\$ 1,358	\$ 420	\$ (938)
Total Revenues	<u>_____</u>	<u>1,358</u>	<u>420</u>	<u>(938)</u>
EXPENDITURES:				
Current:				
Public Assistance				
Services & Supplies		992	238	754
Total Expenditures		<u>992</u>	<u>238</u>	<u>754</u>
Excess of Revenues over Expenditures		<u>366</u>	<u>182</u>	<u>(184)</u>
OTHER FINANCING USES:				
Transfers Out		(366)	(182)	184
Total Other Financing Uses		<u>(366)</u>	<u>(182)</u>	<u>184</u>
Net Changes in Fund Balances				
Fund Balances, July 1, 2009				
Fund Balances, June 30, 2010	\$ _____	\$ _____	\$ _____	\$ _____

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

\$ 420

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ARRA ETR				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$	\$	\$ 1	\$ 1
Aid from Other Governmental Agencies		14,597	13,389	(1,208)
Total Revenues		<u>14,597</u>	<u>13,390</u>	<u>(1,207)</u>
Excess of Revenues over Expenditures		<u>14,597</u>	<u>13,390</u>	<u>(1,207)</u>
OTHER FINANCING USES:				
Transfers Out		(14,597)	(12,669)	1,928
Total Other Financing Uses		<u>(14,597)</u>	<u>(12,669)</u>	<u>1,928</u>
Net Changes in Fund Balances			721	721
Fund Balances, July 1, 2009				
Fund Balances, June 30, 2010	\$	\$	\$ <u>721</u>	\$ <u>721</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>13,390</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ARRA ROADS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$	\$	\$ 1	\$ 1
Aid from Other Governmental Agencies		11,572	2,979	(8,593)
Total Revenues		<u>11,572</u>	<u>2,980</u>	<u>(8,592)</u>
Excess of Revenues over Expenditures		<u>11,572</u>	<u>2,980</u>	<u>(8,592)</u>
OTHER FINANCING USES:				
Transfers Out		(11,572)	(2,979)	8,593
Total Other Financing Uses		<u>(11,572)</u>	<u>(2,979)</u>	<u>8,593</u>
Net Changes in Fund Balances			1	1
Fund Balances, July 1, 2009			1	1
Fund Balances, June 30, 2010	\$	\$	\$ <u>1</u>	\$ <u>1</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>2,980</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ARRA ENERGY GRANT

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Aid from Other Governmental Agencies	\$ _____	\$ 50	\$ 50	\$ _____
Total Revenues	_____	50	50	_____
Excess of Revenues over Expenditures	_____	50	50	_____
OTHER FINANCING USES:				
Transfers Out	_____	(50)	_____	50
Total Other Financing Uses	_____	(50)	_____	50
Net Changes in Fund Balances			50	50
Fund Balances, July 1, 2009	\$ _____	\$ _____	\$ 50	\$ 50
Fund Balances, June 30, 2010	\$ _____	\$ _____	\$ 50	\$ 50

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 50

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

AUTOMATED CO. WARRANT SYSTEM

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 67	\$ 67	\$ 79	\$ 12
Total Revenues	<u>67</u>	<u>67</u>	<u>79</u>	<u>12</u>
Excess of Revenues over Expenditures	<u>67</u>	<u>67</u>	<u>79</u>	<u>12</u>
OTHER FINANCING USES:				
Transfers Out	<u>(67)</u>	<u>(67)</u>	<u>(67)</u>	
Total Other Financing Uses	<u>(67)</u>	<u>(67)</u>	<u>(67)</u>	
Net Changes in Fund Balances			12	12
Fund Balances, July 1, 2009	33	33	33	
Fund Balances, June 30, 2010	<u>\$ 33</u>	<u>\$ 33</u>	<u>\$ 45</u>	<u>\$ 12</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 79

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

AUTOMATED FINGERPRINT

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$ 240	\$ 240	\$ 333	\$ 93
Revenues from Use of Money and Property	50	50	26	(24)
Total Revenues	<u>290</u>	<u>290</u>	<u>359</u>	<u>69</u>
Excess of Revenues over Expenditures	<u>290</u>	<u>290</u>	<u>359</u>	<u>69</u>
OTHER FINANCING USES:				
Transfers Out	(200)	(200)	(200)	
Total Other Financing Uses	<u>(200)</u>	<u>(200)</u>	<u>(200)</u>	
Net Changes in Fund Balances	90	90	159	69
Fund Balances, July 1, 2009	1,508	1,508	1,508	
Fund Balances, June 30, 2010	<u>\$ 1,598</u>	<u>\$ 1,598</u>	<u>\$ 1,667</u>	<u>\$ 69</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 359

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

A-C FARM ADV AGT RESEARCH

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 4	\$ 4	\$ 6	\$ 2
Total Revenues	<u>4</u>	<u>4</u>	<u>6</u>	<u>2</u>
Excess of Revenues over Expenditures	<u>4</u>	<u>4</u>	<u>6</u>	<u>2</u>
OTHER FINANCING USES:				
Transfers Out	(401)	(401)	(401)	
Total Other Financing Uses	<u>(401)</u>	<u>(401)</u>	<u>(401)</u>	
Net Changes in Fund Balances (Deficits)	(397)	(397)	(395)	2
Fund Balances, July 1, 2009	408	408	408	
Fund Balances, June 30, 2010	<u>\$ 11</u>	<u>\$ 11</u>	<u>\$ 13</u>	<u>\$ 2</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>6</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

BIO TERRORISM GRANT

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 24	\$ 24	\$	\$ (24)
Aid from Other Governmental Agencies	735	1,012	978	(34)
Total Revenues	<u>759</u>	<u>1,036</u>	<u>978</u>	<u>(58)</u>
Excess of Revenues over Expenditures	<u>759</u>	<u>1,036</u>	<u>978</u>	<u>(58)</u>
OTHER FINANCING USES:				
Transfers Out	(759)	(1,036)	(521)	515
Total Other Financing Uses	<u>(759)</u>	<u>(1,036)</u>	<u>(521)</u>	<u>515</u>
Net Changes in Fund Balances			457	457
Fund Deficits, July 1, 2009	(516)	(516)	(516)	
Fund Balances (Deficits), June 30, 2010	<u>\$ (516)</u>	<u>\$ (516)</u>	<u>\$ (59)</u>	<u>\$ 457</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 978

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

BOARD OF TRADE ADVERTISING

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 1	\$ 1	\$ 1	\$
Other Revenues	29	49	52	3
Total Revenues	<u>30</u>	<u>50</u>	<u>53</u>	<u>3</u>
Excess of Revenues over Expenditures	<u>30</u>	<u>50</u>	<u>53</u>	<u>3</u>
OTHER FINANCING USES:				
Transfers Out	(30)	(50)	(50)	
Total Other Financing Uses	<u>(30)</u>	<u>(50)</u>	<u>(50)</u>	
Net Changes in Fund Balances			3	3
Fund Balances, July 1, 2009	38	38	38	
Fund Balances, June 30, 2010	<u>\$ 38</u>	<u>\$ 38</u>	<u>\$ 41</u>	<u>\$ 3</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 53

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

BUILDING INSPECTION				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Licenses, Permits and Franchises	\$ 3,604	\$ 3,604	\$ 3,088	\$ (516)
Revenues from Use of Money and Property	360	360	107	(253)
Other Revenues	1	2		(2)
Total Revenues	<u>3,965</u>	<u>3,966</u>	<u>3,195</u>	<u>(771)</u>
EXPENDITURES:				
Current:				
Public Protection				
Salaries & Benefits	3,434	3,434	2,862	572
Services & Supplies	1,917	1,921	1,466	455
Other Charges	256	256	256	
Capital Assets	55	55	32	23
Appropriation for Contingencies	550	656		656
Total Expenditures	<u>6,212</u>	<u>6,322</u>	<u>4,616</u>	<u>1,706</u>
Deficiency of Revenues over Expenditures	<u>(2,247)</u>	<u>(2,356)</u>	<u>(1,421)</u>	<u>935</u>
Net Changes in Fund Balances (Deficits)	(2,247)	(2,356)	(1,421)	935
Fund Balances, July 1, 2009	6,298	6,298	6,298	
Fund Balances, June 30, 2010	<u>\$ 4,051</u>	<u>\$ 3,942</u>	<u>\$ 4,877</u>	<u>\$ 935</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues		
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		<u>\$ 3,195</u>
Expenditures		
Actual amount budgetary basis from the budgetary comparison schedule		\$ 4,616
Differences - Budget to GAAP		<u>(69)</u>
Encumbrances for supplies and services ordered but not received within the recognition period		<u>(69)</u>
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		<u>\$ 4,547</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

CHILD RESTRAINT LOANER PROGRAM

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Charges for Current Services	\$ 100	\$ 100	\$ 25	\$ (75)
Total Revenues	<u>100</u>	<u>100</u>	<u>25</u>	<u>(75)</u>
EXPENDITURES:				
Current:				
Health and Sanitation Services & Supplies			8	(8)
Total Expenditures			<u>8</u>	<u>(8)</u>
Excess of Revenues over Expenditures	<u>100</u>	<u>100</u>	<u>17</u>	<u>(83)</u>
OTHER FINANCING USES:				
Transfers Out	(100)	(100)	(94)	6
Total Other Financing Uses	<u>(100)</u>	<u>(100)</u>	<u>(94)</u>	<u>6</u>
Net Changes in Fund Balances (Deficits)			(77)	(77)
Fund Balances, July 1, 2009	77	77	77	
Fund Balances, June 30, 2010	<u>\$ 77</u>	<u>\$ 77</u>	<u>\$ 77</u>	<u>\$ (77)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

\$ 25

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

\$ 8

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

COMMUNITY DEVELOPMENT

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 2	\$ 2	\$	\$ (2)
Aid from Other Governmental Agencies	22,018	22,226	11,177	(11,049)
Other Revenues	610	610	279	(331)
Total Revenues	<u>22,630</u>	<u>22,838</u>	<u>11,456</u>	<u>(11,382)</u>
EXPENDITURES:				
Current:				
Public Assistance				
Services & Supplies	17,391	18,500	7,740	10,760
Appropriation for Contingencies	2,754	827		827
Total Expenditures	<u>20,145</u>	<u>19,327</u>	<u>7,740</u>	<u>11,587</u>
Excess of Revenues over Expenditures	<u>2,485</u>	<u>3,511</u>	<u>3,716</u>	<u>205</u>
OTHER FINANCING SOURCES (USES):				
Transfers In		7	1	(6)
Transfers Out	(2,949)	(3,773)	(3,496)	277
Total Other Financing Sources (Uses)	<u>(2,949)</u>	<u>(3,766)</u>	<u>(3,495)</u>	<u>271</u>
Net Changes in Fund Balances (Deficits)	(464)	(255)	221	476
Fund Balances, July 1, 2009	335	335	335	
Fund Balances (Deficits), June 30, 2010	<u>\$ (129)</u>	<u>\$ 80</u>	<u>\$ 556</u>	<u>\$ 476</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 11,456

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 7,740

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

COUNTY SERVICE AREAS				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Taxes	\$ 3,245	3,245	\$ 3,363	\$ 118
Fines, Forfeitures and Penalties			40	40
Revenues from Use of Money and Property	211	211	127	(84)
Other Revenues	194	135	30	(105)
Total Revenues	3,650	3,591	3,560	(31)
EXPENDITURES:				
Current:				
Public Protection				
Services & Supplies	239	231	36	195
Other Charges	5	5	2	3
Appropriation for Contingencies	17	16		16
Total Public Protection	261	252	38	214
Health and Sanitation				
Service and Supplies	925	1,049	466	583
Other Charges	19	18	9	9
Appropriation for Contingencies	88	81		81
Total Health and Sanitation	1,032	1,148	475	673
Public Ways and Facilities				
Salaries and Benefits				
Service and Supplies	2,935	3,290	2,629	661
Other Charges	69	57	32	25
Appropriation for Contingencies	271	165		165
Total Public Ways and Facilities	3,275	3,512	2,661	851
Total Expenditures	4,568	4,912	3,174	(1,738)
Excess (Deficiency) of Revenues over Expenditures	(918)	(1,321)	386	1,707
OTHER FINANCING SOURCES (USES):				
Transfers In	100	159	99	(60)
Transfers Out		(78)	(73)	5
Total Other Financing Sources (Uses)	100	81	26	(55)
Net Changes in Fund Balances (Deficits)	(818)	(1,240)	412	1,652
Fund Balances, July 1, 2009	8,483	8,483	8,483	
Fund Balances, June 30, 2010	\$ 7,665	\$ 7,243	\$ 8,895	\$ 1,652

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues		
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		\$ 3,560
Expenditures		
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		\$ 3,174

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

CRIMINAL JUSTICE FACILITY

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 3,300	\$ 3,300	\$ 3,434	\$ 134
Total Revenues	<u>3,300</u>	<u>3,300</u>	<u>3,434</u>	<u>134</u>
Excess of Revenues over Expenditures	<u>3,300</u>	<u>3,300</u>	<u>3,434</u>	<u>134</u>
OTHER FINANCING USES:				
Transfers Out	<u>(3,300)</u>	<u>(3,300)</u>	<u>(2,945)</u>	<u>355</u>
Total Other Financing Uses	<u>(3,300)</u>	<u>(3,300)</u>	<u>(2,945)</u>	<u>355</u>
Net Changes in Fund Balances			489	489
Fund Balances, July 1, 2009	298	548	548	
Fund Balances, June 30, 2010	<u>\$ 298</u>	<u>\$ 548</u>	<u>\$ 1,037</u>	<u>\$ 489</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 3,434

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

CRIMINALISTICS LABORATORIES

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 170	\$ 170	\$ 143	\$ (27)
Total Revenues	<u>170</u>	<u>170</u>	<u>143</u>	<u>(27)</u>
Excess of Revenues over Expenditures	<u>170</u>	<u>170</u>	<u>143</u>	<u>(27)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(170)</u>	<u>(170)</u>	<u>(83)</u>	<u>87</u>
Total Other Financing Uses	<u>(170)</u>	<u>(170)</u>	<u>(83)</u>	<u>87</u>
Net Changes in Fund Balances			60	60
Fund Balances, July 1, 2009	10	10	10	
Fund Balances, June 30, 2010	<u>\$ 10</u>	<u>\$ 10</u>	<u>\$ 70</u>	<u>\$ 60</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 143

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

DA COURT ORDERED PENALTIES

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 60	\$ 60	\$ 81	\$ 21
Revenues from Use of Money and Property			2	2
Total Revenues	<u>60</u>	<u>60</u>	<u>83</u>	<u>23</u>
Excess of Revenues over Expenditures	<u>60</u>	<u>60</u>	<u>83</u>	<u>23</u>
Net Changes in Fund Balances	60	60	83	23
Fund Balances, July 1, 2009	1,339	1,339	1,339	
Fund Balances, June 30, 2010	<u>\$ 1,399</u>	<u>\$ 1,399</u>	<u>\$ 1,422</u>	<u>\$ 23</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 83

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

DA/SHERIFF/PROBATION/DNA FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 439	\$ 439	\$ 547	\$ 108
Total Revenues	<u>439</u>	<u>439</u>	<u>547</u>	<u>108</u>
Excess of Revenues over Expenditures	<u>439</u>	<u>439</u>	<u>547</u>	<u>108</u>
OTHER FINANCING USES:				
Transfers Out	<u>(439)</u>	<u>(439)</u>	<u>(439)</u>	
Total Other Financing Uses	<u>(439)</u>	<u>(439)</u>	<u>(439)</u>	
Net Changes in Fund Balances			108	108
Fund Balances, July 1, 2009	<u>192</u>	<u>192</u>	<u>192</u>	
Fund Balances, June 30, 2010	<u>\$ 192</u>	<u>\$ 192</u>	<u>\$ 300</u>	<u>\$ 108</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>547</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

DA EQUIPMENT AUTOMATION

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 8	\$ 8	\$ 11	\$ 3
Total Revenues	<u>8</u>	<u>8</u>	<u>11</u>	<u>3</u>
Excess of Revenues over Expenditures	<u>8</u>	<u>8</u>	<u>11</u>	<u>3</u>
OTHER FINANCING USES:				
Transfers Out	(500)	(500)		500
Total Other Financing Uses	<u>(500)</u>	<u>(500)</u>		<u>500</u>
Net Changes in Fund Balances (Deficits)	(492)	(492)	11	503
Fund Balances, July 1, 2009	622	622	622	
Fund Balances, June 30, 2010	<u>\$ 130</u>	<u>\$ 130</u>	<u>\$ 633</u>	<u>\$ 503</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 11

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

DA-FEDERAL FORFEITURE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$ 3	\$ 3	\$ 21	\$ 18
Revenues from Use of Money and Property	<u>1</u>	<u>1</u>	<u>1</u>	<u>18</u>
Total Revenues	<u>4</u>	<u>4</u>	<u>22</u>	<u>18</u>
Excess of Revenues over Expenditures	<u>4</u>	<u>4</u>	<u>22</u>	<u>18</u>
Net Changes in Fund Balances	4	4	22	18
Fund Balances, July 1, 2009	44	44	44	
Fund Balances, June 30, 2010	<u>\$ 48</u>	<u>\$ 48</u>	<u>\$ 66</u>	<u>\$ 18</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances			\$	<u>22</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

DA LOCAL FORFEITURES

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$ 90	\$ 90	\$ 99	\$ 9
Revenues from Use of Money and Property	40	40	25	(15)
Total Revenues	<u>130</u>	<u>130</u>	<u>124</u>	<u>(6)</u>
Excess of Revenues over Expenditures	<u>130</u>	<u>130</u>	<u>124</u>	<u>(6)</u>
OTHER FINANCING USES:				
Transfers Out	(1,000)	(1,000)	(640)	360
Total Other Financing Uses	<u>(1,000)</u>	<u>(1,000)</u>	<u>(640)</u>	<u>360</u>
Net Changes in Fund Balances (Deficits)	(870)	(870)	(516)	354
Fund Balances, July 1, 2009	1,235	1,235	1,235	
Fund Balances, June 30, 2010	<u>\$ 365</u>	<u>\$ 365</u>	<u>\$ 719</u>	<u>\$ 354</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 124

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

DHS WRAPAROUND SAVINGS

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ _____	\$ _____	\$ _____ 5	\$ _____ 5
Total Revenues	<u>_____</u>	<u>_____</u>	<u>_____ 5</u>	<u>_____ 5</u>
Excess of Revenues over Expenditures			5	5
OTHER FINANCING SOURCES (USES):				
Transfers In	2,720	2,720	1,704	(1,016)
Transfers Out	(2,720)	(2,720)	(2,250)	470
Total Other Financing Sources (Uses)	<u>_____</u>	<u>_____</u>	<u>_____ (546)</u>	<u>_____ (546)</u>
Net Changes in Fund Balances (Deficits)			(541)	(541)
Fund Balances, July 1, 2009	1,021	1,021	1,021	
Fund Balances, June 30, 2010	<u>\$ _____ 1,021</u>	<u>\$ _____ 1,021</u>	<u>\$ _____ 480</u>	<u>\$ _____ (541)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ _____ 5

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

DOMESTIC VIOLENCE				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Licenses, Permits and Franchises			94	94
Fines, Forfeitures and Penalties	78	78	51	(27)
Revenues from Use of Money and Property			1	1
Total Revenues	<u>78</u>	<u>78</u>	<u>146</u>	<u>68</u>
Excess of Revenues over Expenditures	<u>78</u>	<u>78</u>	<u>146</u>	<u>68</u>
OTHER FINANCING USES:				
Transfers Out	(200)	(200)	(200)	
Total Other Financing Uses	<u>(200)</u>	<u>(200)</u>	<u>(200)</u>	
Net Changes in Fund Balances (Deficits)	(122)	(122)	(54)	68
Fund Balances, July 1, 2009	205	205	205	
Fund Balances, June 30, 2010	<u>\$ 83</u>	<u>\$ 83</u>	<u>\$ 151</u>	<u>\$ 68</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$ 146</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

DRUG PROGRAM

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Licenses, Permits and Franchises	\$ 7	\$ 7	\$ 30	\$ 30
Fines, Forfeitures and Penalties	7	7	5	(2)
Total Revenues	<u>7</u>	<u>7</u>	<u>35</u>	<u>28</u>
Excess of Revenues over Expenditures	7	7	35	28
OTHER FINANCING USES:				
Transfers Out	(22)	(22)	(22)	
Total Other Financing Uses	<u>(22)</u>	<u>(22)</u>	<u>(22)</u>	
Net Changes in Fund Balances (Deficits)	(15)	(15)	13	28
Fund Balances, July 1, 2009	309	309	309	
Fund Balances, June 30, 2010	<u>\$ 294</u>	<u>\$ 294</u>	<u>\$ 322</u>	<u>\$ 28</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 35

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

EMERGENCY MEDICAL PAYMENTS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 1,540	\$ 1,650	\$ 1,876	\$ 226
Revenues from Use of Money and Property	6	6	6	
Aid from Other Governmental Agencies	122	122	316	194
Other Revenues		1	11	10
Total Revenues	<u>1,668</u>	<u>1,779</u>	<u>2,209</u>	<u>430</u>
EXPENDITURES:				
Current:				
Health and Sanitation		1,669	1,669	
Services & Supplies		1,669	1,669	
Total Expenditures		<u>1,669</u>	<u>1,669</u>	
Excess of Revenues over Expenditures	<u>1,668</u>	<u>110</u>	<u>540</u>	<u>430</u>
OTHER FINANCING USES:				
Transfers Out	(391)	(391)	(391)	
Total Other Financing Uses	<u>(391)</u>	<u>(391)</u>	<u>(391)</u>	
Net Changes in Fund Balances (Deficits)	1,277	(281)	149	430
Fund Balances, July 1, 2009	374	384	384	
Fund Balances, June 30, 2010	<u>\$ 1,651</u>	<u>\$ 103</u>	<u>\$ 533</u>	<u>\$ 430</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 2,209

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 1,669

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

EMS WEEK-DONATIONS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ _____	\$ _____ 1	\$ _____	\$ _____ (1)
Total Revenues	<u>_____</u>	<u>_____ 1</u>	<u>_____</u>	<u>_____ (1)</u>
Excess of Revenues over Expenditures	<u>_____</u>	<u>_____ 1</u>	<u>_____</u>	<u>_____ (1)</u>
Net Changes in Fund Balances		1		(1)
Fund Balances, July 1, 2009	24	24	24	
Fund Balances, June 30, 2010	<u>\$ _____ 24</u>	<u>\$ _____ 25</u>	<u>\$ _____ 24</u>	<u>\$ _____ (1)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ _____

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

H1N1 PUBLIC RESPONSE				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$	\$	\$	\$
Aid from Other Governmental Agencies	2,354	2,354	1,886	(468)
Total Revenues	2,354	2,354	1,888	(466)
Excess of Revenues over Expenditures	2,354	2,354	1,888	(466)
OTHER FINANCING USES:				
Transfers Out		(2,354)	(1,887)	467
Total Other Financing Uses		(2,354)	(1,887)	467
Net Changes in Fund Balances	2,354		1	1
Fund Balances, July 1, 2009				
Fund Balances, June 30, 2010	\$ 2,354	\$	\$ 1	\$ 1

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>1,888</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

HEALTH - FAX DEATH CERTIFICATES

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 7	\$ 7	\$ 6	\$ 6
Other Revenues	7	7	6	(7)
Total Revenues	<u>7</u>	<u>7</u>	<u>6</u>	<u>(1)</u>
Excess of Revenues over Expenditures	7	7	6	(1)
OTHER FINANCING USES:				
Transfers Out	(7)	(7)	(6)	1
Total Other Financing Uses	<u>(7)</u>	<u>(7)</u>	<u>(6)</u>	<u>1</u>
Net Changes in Fund Balances				
Fund Deficits, July 1, 2009				
Fund Balances (Deficits), June 30, 2010	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>6</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

HEALTH-MAA TCM				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Aid from Other Governmental Agencies	\$ 75	\$ 75	\$	\$ (75)
Total Revenues	<u>75</u>	<u>75</u>	<u></u>	<u>(75)</u>
Excess of Revenues over Expenditures	<u>75</u>	<u>75</u>	<u></u>	<u>(75)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(75)</u>	<u>(75)</u>	<u></u>	<u>75</u>
Total Other Financing Uses	<u>(75)</u>	<u>(75)</u>	<u></u>	<u>75</u>
Net Changes in Fund Balances				
Fund Balances, July 1, 2009	<u></u>	<u></u>	<u></u>	<u></u>
Fund Balances, June 30, 2010	<u></u>	<u></u>	<u></u>	<u></u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

HEALTH NNFP

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 2	\$ 2	\$ 2	\$
Charges for Current Services	100	100	100	
Total Revenues	<u>102</u>	<u>102</u>	<u>102</u>	
Excess of Revenues over Expenditures	<u>102</u>	<u>102</u>	<u>102</u>	
OTHER FINANCING USES:				
Transfers Out	(102)	(102)	(102)	
Total Other Financing Uses	<u>(102)</u>	<u>(102)</u>	<u>(102)</u>	
Net Changes in Fund Balances				
Fund Deficits, July 1, 2009	(1)	(1)	(1)	
Fund Balances (Deficits), June 30, 2010	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>102</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

HEALTH LOCAL OPTION				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 20	\$ 20	\$ 1	\$ 1
Charges for Current Services				(20)
Other Revenues			6	6
Total Revenues	<u>20</u>	<u>20</u>	<u>7</u>	<u>(13)</u>
Excess of Revenues over Expenditures	<u>20</u>	<u>20</u>	<u>7</u>	<u>(13)</u>
OTHER FINANCING USES:				
Transfers Out	(20)	(20)	(11)	9
Total Other Financing Uses	<u>(20)</u>	<u>(20)</u>	<u>(11)</u>	<u>9</u>
Net Changes in Fund Balances (Deficits)			(4)	(4)
Fund Balances, July 1, 2009	34	34	34	
Fund Balances, June 30, 2010	<u>\$ 34</u>	<u>\$ 34</u>	<u>\$ 30</u>	<u>\$ (4)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>7</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

HEALTH-STATE LUST PROGRAM

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Charges for Current Services	\$ 200	\$ 200	\$ 41	\$ (159)
Total Revenues	<u>200</u>	<u>200</u>	<u>41</u>	<u>(159)</u>
Excess of Revenues over Expenditures	<u>200</u>	<u>200</u>	<u>41</u>	<u>(159)</u>
OTHER FINANCING USES:				
Transfers Out	(200)	(200)		200
Total Other Financing Uses	<u>(200)</u>	<u>(200)</u>		<u>200</u>
Net Changes in Fund Balances			41	41
Fund Balances, July 1, 2009	67	67	67	
Fund Balances, June 30, 2010	<u>\$ 67</u>	<u>\$ 67</u>	<u>\$ 108</u>	<u>\$ 41</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>41</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

HIDTA-STATE ASSET FORFEITURE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$	\$	13	\$ 13
Revenues from Use of Money and Property		12	3	(9)
Total Revenues		<u>12</u>	<u>16</u>	<u>4</u>
Excess of Revenues over Expenditures		<u>12</u>	<u>16</u>	<u>4</u>
OTHER FINANCING USES:				
Transfers Out			(12)	(12)
Total Other Financing Uses			<u>(12)</u>	<u>(12)</u>
Net Changes in Fund Balances		12	4	(8)
Fund Balances, July 1, 2009	143	143	143	
Fund Balances, June 30, 2010	<u>\$ 143</u>	<u>\$ 155</u>	<u>\$ 147</u>	<u>\$ (8)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 16

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

IHSS PUBLIC AUTHORITY

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 20	\$ 20	\$ 20	\$
Aid from Other Governmental Agencies	2,705	2,705	2,839	134
Total Revenues	<u>2,725</u>	<u>2,725</u>	<u>2,859</u>	<u>134</u>
EXPENDITURES:				
Current:				
Public Assistance				
Services & Supplies	557	557	351	206
Other Charges	11,433	11,433	8,666	2,767
Total Expenditures	<u>11,990</u>	<u>11,990</u>	<u>9,017</u>	<u>2,973</u>
Deficiency of Revenues over Expenditures	<u>(9,265)</u>	<u>(9,265)</u>	<u>(6,158)</u>	<u>3,107</u>
OTHER FINANCING SOURCES:				
Transfers In	9,265	9,265	6,157	(3,108)
Total Other Financing Sources	<u>9,265</u>	<u>9,265</u>	<u>6,157</u>	<u>(3,108)</u>
Net Changes in Fund Balances (Deficits)			(1)	(1)
Fund Balances, July 1, 2009	1	1	1	
Fund Balances, June 30, 2010	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ (1)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues		
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		\$ <u>2,859</u>
Expenditures		
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances		\$ <u>9,017</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

JUVENILE INMATE WELFARE				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 40	\$ 40	\$ 29	\$ (11)
Total Revenues	<u>40</u>	<u>40</u>	<u>29</u>	<u>(11)</u>
Excess of Revenues over Expenditures	<u>40</u>	<u>40</u>	<u>29</u>	<u>(11)</u>
OTHER FINANCING USES:				
Transfers Out	(50)	(50)	(50)	
Total Other Financing Uses	<u>(50)</u>	<u>(50)</u>	<u>(50)</u>	
Net Changes in Fund Balances (Deficits)	(10)	(10)	(21)	(11)
Fund Balances, July 1, 2009	215	215	215	
Fund Balances, June 30, 2010	<u>\$ 205</u>	<u>\$ 205</u>	<u>\$ 194</u>	<u>\$ (11)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>29</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

KERN COUNTY CHILDREN'S FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 16	\$ 16	\$ 10	\$ (6)
Aid from Other Governmental Agencies	37	37	98	61
Charges for Current Services	216	216	190	(26)
Total Revenues	<u>269</u>	<u>269</u>	<u>298</u>	<u>29</u>
EXPENDITURES:				
Current:				
Health and Sanitation				
Services & Supplies	411	462	324	138
Total Expenditures	<u>411</u>	<u>462</u>	<u>324</u>	<u>138</u>
Deficiency of Revenues over Expenditures	<u>(142)</u>	<u>(193)</u>	<u>(26)</u>	<u>167</u>
Net Changes in Fund Balances (Deficits)	(142)	(193)	(26)	167
Fund Balances, July 1, 2009	490	490	490	
Fund Balances, June 30, 2010	<u>\$ 348</u>	<u>\$ 297</u>	<u>\$ 464</u>	<u>\$ 167</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 298

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

KIOSK TRUST FUND

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 1	\$ 1	\$	\$ (1)
Other Revenues	39	39	9	(30)
Total Revenues	<u>40</u>	<u>40</u>	<u>9</u>	<u>(31)</u>
Excess of Revenues over Expenditures	<u>40</u>	<u>40</u>	<u>9</u>	<u>(31)</u>
OTHER FINANCING USES:				
Transfers Out	(40)	(40)	(25)	15
Total Other Financing Uses	<u>(40)</u>	<u>(40)</u>	<u>(25)</u>	<u>15</u>
Net Changes in Fund Balances (Deficits)			(16)	(16)
Fund Balances, July 1, 2009	20	20	20	
Fund Balances, June 30, 2010	<u>\$ 20</u>	<u>\$ 20</u>	<u>\$ 4</u>	<u>\$ (16)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 9

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

LIBRARY BOOKS

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 17	\$ 11	\$ 5	\$ (6)
Other Revenues	80	86	383	297
Total Revenues	<u>97</u>	<u>97</u>	<u>388</u>	<u>291</u>
Excess of Revenues over Expenditures	<u>97</u>	<u>97</u>	<u>388</u>	<u>291</u>
OTHER FINANCING USES:				
Transfers Out		(150)	(150)	
Total Other Financing Uses		<u>(150)</u>	<u>(150)</u>	
Net Changes in Fund Balances (Deficits)	97	(53)	238	291
Fund Balances, July 1, 2009	359	359	359	
Fund Balances, June 30, 2010	<u>\$ 456</u>	<u>\$ 306</u>	<u>\$ 597</u>	<u>\$ 291</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 388

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

LITTER CLEANUP

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 5	\$ 5	\$ 7	\$ 2
Total Revenues	<u>5</u>	<u>5</u>	<u>7</u>	<u>2</u>
Excess of Revenues over Expenditures	<u>5</u>	<u>5</u>	<u>7</u>	<u>2</u>
OTHER FINANCING USES:				
Transfers Out	<u>(5)</u>	<u>(5)</u>	<u>(5)</u>	
Total Other Financing Uses	<u>(5)</u>	<u>(5)</u>	<u>(5)</u>	
Net Changes in Fund Balances			2	2
Fund Balances, July 1, 2009	<u>1</u>	<u>1</u>	<u>1</u>	
Fund Balances, June 30, 2010	<u><u>1</u></u>	<u><u>1</u></u>	<u><u>3</u></u>	<u><u>2</u></u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u><u>7</u></u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

LOCAL PUBLIC SAFETY

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Aid from Other Governmental Agencies	\$ 53,484	\$ 53,484	\$ 52,268	\$ (1,216)
Total Revenues	<u>53,484</u>	<u>53,484</u>	<u>52,268</u>	<u>(1,216)</u>
Excess of Revenues over Expenditures	<u>53,484</u>	<u>53,484</u>	<u>52,268</u>	<u>(1,216)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(53,484)</u>	<u>(53,484)</u>	<u>(52,268)</u>	<u>1,216</u>
Total Other Financing Uses	<u>(53,484)</u>	<u>(53,484)</u>	<u>(52,268)</u>	<u>1,216</u>
Net Changes in Fund Balances				
Fund Balances, July 1, 2009	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
Fund Balances, June 30, 2010	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances			\$ 52,268	

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

MICRO GRAPHICS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Charges for Current Services	\$ 178	\$ 178	\$ 182	\$ 4
Total Revenues	<u>178</u>	<u>178</u>	<u>182</u>	<u>4</u>
Excess of Revenues over Expenditures	<u>178</u>	<u>178</u>	<u>182</u>	<u>4</u>
OTHER FINANCING USES:				
Transfers Out	(195)	(195)	(185)	10
Total Other Financing Uses	<u>(195)</u>	<u>(195)</u>	<u>(185)</u>	<u>10</u>
Net Changes in Fund Balances (Deficits)	(17)	(17)	(3)	14
Fund Balances, July 1, 2009	19	19	19	
Fund Balances, June 30, 2010	<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ 16</u>	<u>\$ 14</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 182

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	NSP GRANT			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Aid from Other Governmental Agencies	\$ 11,159	\$ 11,159	\$ 1,345	\$ (9,814)
Total Revenues	<u>11,159</u>	<u>11,159</u>	<u>1,345</u>	<u>(9,814)</u>
EXPENDITURES:				
Current:				
Public Assistance				
Services & Supplies	11,079	10,909	1,179	9,730
Total Expenditures	<u>11,079</u>	<u>10,909</u>	<u>1,179</u>	<u>9,730</u>
Excess of Revenues over Expenditures	<u>80</u>	<u>250</u>	<u>166</u>	<u>(84)</u>
OTHER FINANCING USES:				
Transfers Out	(80)	(250)	(166)	84
Total Other Financing Uses	<u>(80)</u>	<u>(250)</u>	<u>(166)</u>	<u>84</u>
Net Changes in Fund Balances				
Fund Balances, July 1, 2009				
Fund Balances, June 30, 2010	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues			
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances			\$ <u>1,345</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

OFF HWY MOTOR VEHICLE LICENSE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$	\$	\$	\$
Aid from Other Governmental Agencies	172	172	153	(19)
Total Revenues	<u>172</u>	<u>172</u>	<u>154</u>	<u>(18)</u>
Excess of Revenues over Expenditures	<u>172</u>	<u>172</u>	<u>154</u>	<u>(18)</u>
OTHER FINANCING USES:				
Transfers Out	(185)	(249)	(249)	
Total Other Financing Uses	<u>(185)</u>	<u>(249)</u>	<u>(249)</u>	
Net Changes in Fund Balances (Deficits)	(13)	(77)	(95)	(18)
Fund Balances, July 1, 2009	218	218	218	
Fund Balances, June 30, 2010	<u>\$ 205</u>	<u>\$ 141</u>	<u>\$ 123</u>	<u>\$ (18)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 154

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

PARCEL MAP IN-LIEU FEES

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 45	\$ 45	\$ 14	\$ (31)
Charges for Current Services			6	6
Total Revenues	<u>45</u>	<u>45</u>	<u>20</u>	<u>(25)</u>
Excess of Revenues over Expenditures	<u>45</u>	<u>45</u>	<u>20</u>	<u>(25)</u>
OTHER FINANCING USES:				
Transfers Out	(80)	(80)	(57)	23
Total Other Financing Uses	<u>(80)</u>	<u>(80)</u>	<u>(57)</u>	<u>23</u>
Net Changes in Fund Balances (Deficits)	(35)	(35)	(37)	(2)
Fund Balances, July 1, 2009	833	833	833	
Fund Balances, June 30, 2010	<u>\$ 798</u>	<u>\$ 798</u>	<u>\$ 796</u>	<u>\$ (2)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 20

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

PARKS-TEHACHAPI MTN. FOREST

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 3	\$ 3	\$	\$ (3)
Total Revenues	<u>3</u>	<u>3</u>	<u></u>	<u>(3)</u>
Excess of Revenues over Expenditures	<u>3</u>	<u>3</u>	<u></u>	<u>(3)</u>
Net Changes in Fund Balances	3	3		(3)
Fund Balances, July 1, 2009	5	5	5	
Fund Balances, June 30, 2010	<u>\$ 8</u>	<u>\$ 8</u>	<u>\$ 5</u>	<u>\$ (3)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

\$ _____

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

PLANNED LOCAL DRAINAGE FACILITY

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 40	\$ 40	\$ 18	\$ (22)
Total Revenues	<u>40</u>	<u>40</u>	<u>18</u>	<u>(22)</u>
EXPENDITURES:				
Current:				
Public Protection				
Services & Supplies	810	810		810
Total Expenditures	<u>810</u>	<u>810</u>		<u>810</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(770)</u>	<u>(770)</u>	<u>18</u>	<u>788</u>
Net Changes in Fund Balances (Deficits)	(770)	(770)	18	788
Fund Balances, July 1, 2009	1,058	1,058	1,058	
Fund Balances, June 30, 2010	<u>\$ 288</u>	<u>\$ 288</u>	<u>\$ 1,076</u>	<u>\$ 788</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

\$ 18

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

PLANNED SEWER

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 42	\$ 5	\$ 92	\$ 87
Charges for Current Services	106	15	29	14
Total Revenues	<u>148</u>	<u>20</u>	<u>121</u>	<u>101</u>
EXPENDITURES:				
Current:				
Public Ways and Facilities				
Services & Supplies	1,129	1,029	29	1,000
Total Expenditures	<u>1,129</u>	<u>1,029</u>	<u>29</u>	<u>1,000</u>
Excess (Deficiency) of Revenues over Expenditures	(981)	(1,009)	92	1,101
Net Changes in Fund Balances (Deficits)	<u>(981)</u>	<u>(1,009)</u>	<u>92</u>	<u>1,101</u>
Fund Balances, July 1, 2009	3,052	3,052	3,052	
Fund Balances, June 30, 2010	<u>\$ 2,071</u>	<u>\$ 2,043</u>	<u>\$ 3,144</u>	<u>\$ 1,101</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 121

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 29

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	PLANNING ADMIN SURCHARGE			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 40	\$ 40	\$ 24	\$ (16)
Charges for Current Services	396	396	343	(53)
Total Revenues	<u>436</u>	<u>436</u>	<u>367</u>	<u>(69)</u>
Excess of Revenues over Expenditures	<u>436</u>	<u>436</u>	<u>367</u>	<u>(69)</u>
OTHER FINANCING USES:				
Transfers Out	(1,039)	(1,039)	(803)	236
Total Other Financing Uses	<u>(1,039)</u>	<u>(1,039)</u>	<u>(803)</u>	<u>236</u>
Net Changes in Fund Balances (Deficits)	(603)	(603)	(436)	167
Fund Balances, July 1, 2009	1,255	1,255	1,255	
Fund Balances, June 30, 2010	<u>\$ 652</u>	<u>\$ 652</u>	<u>\$ 819</u>	<u>\$ 167</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>367</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

PROBATION ASSET FORFEITURE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$	\$	\$ 3	\$ 3
Revenues from Use of Money and Property	2	2	1	(1)
Total Revenues	<u>2</u>	<u>2</u>	<u>4</u>	<u>2</u>
Excess of Revenues over Expenditures	<u>2</u>	<u>2</u>	<u>4</u>	<u>2</u>
OTHER FINANCING USES:				
Transfers Out	(2)	(2)	(2)	
Total Other Financing Uses	<u>(2)</u>	<u>(2)</u>	<u>(2)</u>	
Net Changes in Fund Balances			2	2
Fund Balances, July 1, 2009	46	46	46	
Fund Balances, June 30, 2010	<u>\$ 46</u>	<u>\$ 46</u>	<u>\$ 48</u>	<u>\$ 2</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 4

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

PROBATION DJJ REALIGNMENT

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 43	\$ 43	\$ 39	\$ (4)
Aid from Other Governmental Agencies	3,280	3,280	3,117	(163)
Total Revenues	<u>3,323</u>	<u>3,323</u>	<u>3,156</u>	<u>(167)</u>
Excess of Revenues over Expenditures	<u>3,323</u>	<u>3,323</u>	<u>3,156</u>	<u>(167)</u>
OTHER FINANCING USES:				
Transfers Out	(3,523)	(3,523)	(3,441)	82
Total Other Financing Uses	<u>(3,523)</u>	<u>(3,523)</u>	<u>(3,441)</u>	<u>82</u>
Net Changes in Fund Balances (Deficits)	(200)	(200)	(285)	(85)
Fund Balances, July 1, 2009	1,591	1,591	1,591	
Fund Balances, June 30, 2010	<u>\$ 1,391</u>	<u>\$ 1,391</u>	<u>\$ 1,306</u>	<u>\$ (85)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 3,156

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	PROBATION TRAINING			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Aid from Other Governmental Agencies	\$ 259	\$ 259	\$ 195	\$ (64)
Total Revenues	<u>259</u>	<u>259</u>	<u>195</u>	<u>(64)</u>
Excess of Revenues over Expenditures	<u>259</u>	<u>259</u>	<u>195</u>	<u>(64)</u>
OTHER FINANCING USES:				
Transfers Out	(314)	(314)	(314)	
Total Other Financing Uses	<u>(314)</u>	<u>(314)</u>	<u>(314)</u>	
Net Changes in Fund Balances (Deficits)	(55)	(55)	(119)	(64)
Fund Balances, July 1, 2009	128	128	128	
Fund Balances, June 30, 2010	<u>\$ 73</u>	<u>\$ 73</u>	<u>\$ 9</u>	<u>\$ (64)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>195</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

PUBLIC HEALTH MISCELLANEOUS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Aid from Other Governmental Agencies	\$	\$	\$ 29	\$ 29
Charges for Current Services	119	119	32	(87)
Other Revenues	<u>3</u>	<u>3</u>	<u>27</u>	<u>24</u>
Total Revenues	<u>122</u>	<u>122</u>	<u>88</u>	<u>(34)</u>
Excess of Revenues over Expenditures	<u>122</u>	<u>122</u>	<u>88</u>	<u>(34)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(122)</u>	<u>(122)</u>	<u>(88)</u>	<u>34</u>
Total Other Financing Uses	<u>(122)</u>	<u>(122)</u>	<u>(88)</u>	<u>34</u>
Net Changes in Fund Balances				
Fund Deficits, July 1, 2009	<u>(1)</u>	<u>(1)</u>	<u>(1)</u>	<u></u>
Fund Balances (Deficits), June 30, 2010	<u><u>(1)</u></u>	<u><u>(1)</u></u>	<u><u>(1)</u></u>	<u><u></u></u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 88

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

PUBLIC IMPROVEMENT DISTRICTS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$	\$	4	\$ 4
Aid from Other Governmental Agencies			176	176
Total Revenues			<u>180</u>	<u>180</u>
EXPENDITURES:				
Current:				
Public Ways and Facilities				
Other Charges		11	11	
Capital Assets			47	(47)
Total Expenditures		<u>11</u>	<u>58</u>	<u>(47)</u>
Excess (Deficiency) of Revenues over Expenditures		<u>(11)</u>	<u>122</u>	<u>133</u>
OTHER FINANCING SOURCES (USES):				
Transfers In		200		(200)
Transfers Out			(9)	(9)
Total Other Financing Sources (Uses)		<u>200</u>	<u>(9)</u>	<u>(209)</u>
Net Changes in Fund Balances		189	113	(76)
Fund Deficits, July 1, 2009	(11)	(11)	(11)	
Fund Balances (Deficits), June 30, 2010	<u>\$ (11)</u>	<u>\$ 178</u>	<u>\$ 102</u>	<u>\$ (76)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 180

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 58

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	RANGE IMPROVEMENT			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 2	\$ 2	\$ 1	\$ (1)
Aid from Other Governmental Agencies	14	14	8	(6)
Total Revenues	<u>16</u>	<u>16</u>	<u>9</u>	<u>(7)</u>
EXPENDITURES:				
Current:				
Public Protection				
Services & Supplies	96	96	7	89
Total Expenditures	<u>96</u>	<u>96</u>	<u>7</u>	<u>89</u>
Excess (Deficiency) of Revenues over Expenditures	(80)	(80)	2	82
Net Changes in Fund Balances (Deficits)	(80)	(80)	2	82
Fund Balances, July 1, 2009	84	84	84	
Fund Balances, June 30, 2010	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 86</u>	<u>\$ 82</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 9

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 7

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

REAL ESTATE FRAUD

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$	\$	\$	\$
Charges for Current Services	118	118	193	75
Total Revenues	<u>118</u>	<u>118</u>	<u>198</u>	<u>80</u>
Excess of Revenues over Expenditures	<u>118</u>	<u>118</u>	<u>198</u>	<u>80</u>
OTHER FINANCING USES:				
Transfers Out	(118)	(118)	(105)	13
Total Other Financing Uses	<u>(118)</u>	<u>(118)</u>	<u>(105)</u>	<u>13</u>
Net Changes in Fund Balances			93	93
Fund Balances, July 1, 2009	246	246	246	
Fund Balances, June 30, 2010	<u>\$ 246</u>	<u>\$ 246</u>	<u>\$ 339</u>	<u>\$ 93</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 198

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

RECORDER'S FEE

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$	\$	\$	\$
Charges for Current Services	612	612	622	10
Total Revenues	<u>612</u>	<u>612</u>	<u>625</u>	<u>13</u>
Excess of Revenues over Expenditures	<u>612</u>	<u>612</u>	<u>625</u>	<u>13</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	144	144	144	
Transfers Out	(1,500)	(1,500)	(657)	843
Total Other Financing Sources (Uses)	<u>(1,356)</u>	<u>(1,356)</u>	<u>(513)</u>	<u>843</u>
Net Changes in Fund Balances (Deficits)	(744)	(744)	112	856
Fund Balances, July 1, 2009	2,616	2,616	2,616	
Fund Balances, June 30, 2010	<u>\$ 1,872</u>	<u>\$ 1,872</u>	<u>\$ 2,728</u>	<u>\$ 856</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 625

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

RECORDER'S MODERNIZATION

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues from Use of Money and Property	\$ 6	\$ 6	\$ 3	\$ (3)
Charges for Current Services	<u>171</u>	<u>171</u>	<u>181</u>	<u>10</u>
Total Revenues	<u>177</u>	<u>177</u>	<u>184</u>	<u>7</u>
EXPENDITURES:				
Current:				
Public Protection				
Other Charges	<u>150</u>	<u>150</u>	<u>101</u>	<u>49</u>
Total Expenditures	<u>150</u>	<u>150</u>	<u>101</u>	<u>49</u>
Excess of Revenues over Expenditures	<u>27</u>	<u>27</u>	<u>83</u>	<u>56</u>
OTHER FINANCING USES:				
Transfers Out	<u>(35)</u>	<u>(35)</u>	<u>(17)</u>	<u>18</u>
Total Other Financing Uses	<u>(35)</u>	<u>(35)</u>	<u>(17)</u>	<u>18</u>
Net Changes in Fund Balances (Deficits)	(8)	(8)	66	74
Fund Balances, July 1, 2009	189	189	189	
Fund Balances, June 30, 2010	<u>\$ 125</u>	<u>\$ 181</u>	<u>\$ 255</u>	<u>\$ 74</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 184

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 101

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

RECORDER'S SSN TRUNCATION

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Charges for Current Services	\$ 178	\$ 178	\$ 181	\$ 3
Total Revenues	<u>178</u>	<u>178</u>	<u>181</u>	<u>3</u>
Excess of Revenues over Expenditures	<u>178</u>	<u>178</u>	<u>181</u>	<u>3</u>
OTHER FINANCING USES:				
Transfers Out	(278)	(278)	(278)	
Total Other Financing Uses	<u>(278)</u>	<u>(278)</u>	<u>(278)</u>	
Net Changes in Fund Balances (Deficits)	(100)	(100)	(97)	3
Fund Balances, July 1, 2009	182	182	182	
Fund Balances, June 30, 2010	<u>\$ 82</u>	<u>\$ 82</u>	<u>\$ 85</u>	<u>\$ 3</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 181

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

REDEMPTION SYSTEMS				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$ 210	\$ 210	\$ 230	\$ 20
Revenues from Use of Money and Property			3	3
Total Revenues	<u>210</u>	<u>210</u>	<u>233</u>	<u>23</u>
Excess of Revenues over Expenditures	<u>210</u>	<u>210</u>	<u>233</u>	<u>23</u>
OTHER FINANCING USES:				
Transfers Out	(532)	(532)		532
Total Other Financing Uses	<u>(532)</u>	<u>(532)</u>		<u>532</u>
Net Changes in Fund Balances (Deficits)	(322)	(322)	233	555
Fund Balances, July 1, 2009	2,691	2,691	2,691	
Fund Balances, June 30, 2010	<u>\$ 2,369</u>	<u>\$ 2,369</u>	<u>\$ 2,924</u>	<u>\$ 555</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>233</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

RMA-HAZARDOUS WASTE SETTLEMENTS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 150	\$ 150	\$ 171	\$ 21
Total Revenues	<u>150</u>	<u>150</u>	<u>171</u>	<u>21</u>
Excess of Revenues over Expenditures	<u>150</u>	<u>150</u>	<u>171</u>	<u>21</u>
OTHER FINANCING USES:				
Transfers Out	(150)	(150)		150
Total Other Financing Uses	<u>(150)</u>	<u>(150)</u>		<u>150</u>
Net Changes in Fund Balances			171	171
Fund Balances, July 1, 2009	677	677	677	
Fund Balances, June 30, 2010	<u>\$ 677</u>	<u>\$ 677</u>	<u>\$ 848</u>	<u>\$ 171</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>171</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHELTER CARE

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Other Revenues	\$ 15	\$ 15	\$ 12	\$ (3)
Total Revenues	<u>15</u>	<u>15</u>	<u>12</u>	<u>(3)</u>
EXPENDITURES:				
Current:				
Public Assistance				
Services & Supplies	100	100	7	93
Total Expenditures	<u>100</u>	<u>100</u>	<u>7</u>	<u>93</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(85)</u>	<u>(85)</u>	<u>5</u>	<u>90</u>
Net Changes in Fund Balances (Deficits)	(85)	(85)	5	90
Fund Balances, July 1, 2009	179	179	179	
Fund Balances, June 30, 2010	<u>\$ 94</u>	<u>\$ 94</u>	<u>\$ 184</u>	<u>\$ 90</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 12

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 7

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF-CAL ID				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$ 1,050	\$ 1,050	\$ 654	\$ (396)
Revenues from Use of Money and Property		85	48	(37)
Other Revenues	<u>85</u>			
Total Revenues	<u>1,135</u>	<u>1,135</u>	<u>702</u>	<u>(433)</u>
Excess of Revenues over Expenditures	<u>1,135</u>	<u>1,135</u>	<u>702</u>	<u>(433)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(1,511)</u>	<u>(2,955)</u>	<u>(1,554)</u>	<u>1,401</u>
Total Other Financing Uses	<u>(1,511)</u>	<u>(2,955)</u>	<u>(1,554)</u>	<u>1,401</u>
Net Changes in Fund Balances (Deficits)	(376)	(1,820)	(852)	968
Fund Balances, July 1, 2009	2,995	2,995	2,995	
Fund Balances, June 30, 2010	<u>\$ 2,619</u>	<u>\$ 1,175</u>	<u>\$ 2,143</u>	<u>\$ 968</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 702

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF CIVIL AUTOMATED

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 17	\$ 17	\$ 10	\$ (7)
Charges for Current Services	110	110	122	12
Total Revenues	<u>127</u>	<u>127</u>	<u>132</u>	<u>5</u>
Excess of Revenues over Expenditures	<u>127</u>	<u>127</u>	<u>132</u>	<u>5</u>
OTHER FINANCING USES:				
Transfers Out	(116)	(151)	(100)	51
Total Other Financing Uses	<u>(116)</u>	<u>(151)</u>	<u>(100)</u>	<u>51</u>
Net Changes in Fund Balances (Deficits)	11	(24)	32	56
Fund Balances, July 1, 2009	523	584	584	
Fund Balances, June 30, 2010	<u>\$ 534</u>	<u>\$ 560</u>	<u>\$ 616</u>	<u>\$ 56</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 132

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF-CONTROLLED SUBSTANCE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$ 2	\$ 2	\$ 1,010	\$ 1,010
Revenues from Use of Money and Property	<u>2</u>	<u>2</u>	<u>1,010</u>	<u>(2)</u>
Total Revenues	<u>2</u>	<u>2</u>	<u>1,010</u>	<u>1,008</u>
Excess of Revenues over Expenditures	<u>2</u>	<u>2</u>	<u>1,010</u>	<u>1,008</u>
Net Changes in Fund Balances	2	2	1,010	1,008
Fund Balances, July 1, 2009	74	74	74	
Fund Balances, June 30, 2010	<u>\$ 76</u>	<u>\$ 76</u>	<u>\$ 1,084</u>	<u>\$ 1,008</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 1,010

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF-DRUG ABUSE GANG DIVERSION

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ _____	\$ _____	\$ 5	\$ 5
Total Revenues	<u> </u>	<u> </u>	<u>5</u>	<u>5</u>
Excess of Revenues over Expenditures			5	5
OTHER FINANCING SOURCES (USES):				
Transfers In			8	8
Transfers Out	(50)	(50)		50
Total Other Financing Sources (Uses)	<u>(50)</u>	<u>(50)</u>	<u>8</u>	<u>58</u>
Net Changes in Fund Balances (Deficits)	(50)	(50)	13	63
Fund Balances, July 1, 2009	268	268	268	
Fund Balances, June 30, 2010	<u>\$ 218</u>	<u>\$ 218</u>	<u>\$ 281</u>	<u>\$ 63</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues	
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ <u>5</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF DRUG AWARENESS PROGRAM

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Fines, Forfeitures and Penalties	\$ 111	\$ 111	\$ 53	\$ (58)
Revenues from Use of Money and Property	23	23	13	(10)
Total Revenues	<u>134</u>	<u>134</u>	<u>66</u>	<u>(68)</u>
Excess of Revenues over Expenditures	<u>134</u>	<u>134</u>	<u>66</u>	<u>(68)</u>
OTHER FINANCING USES:				
Transfers Out		(38)	(8)	30
Total Other Financing Uses		<u>(38)</u>	<u>(8)</u>	<u>30</u>
Net Changes in Fund Balances	134	96	58	(38)
Fund Balances, July 1, 2009	851	851	851	
Fund Balances, June 30, 2010	<u>\$ 985</u>	<u>\$ 947</u>	<u>\$ 909</u>	<u>\$ (38)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 66

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF FACILITY TRAINING

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Charges for Current Services	\$ 215	\$ 215	\$ 169	\$ (46)
Total Revenues	<u>215</u>	<u>215</u>	<u>169</u>	<u>(46)</u>
Excess of Revenues over Expenditures	<u>215</u>	<u>215</u>	<u>169</u>	<u>(46)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(215)</u>	<u>(215)</u>	<u>(215)</u>	
Total Other Financing Uses	<u>(215)</u>	<u>(215)</u>	<u>(215)</u>	
Net Changes in Fund Balances (Deficits)			(46)	(46)
Fund Balances, July 1, 2009	110	110	110	
Fund Balances, June 30, 2010	<u>\$ 110</u>	<u>\$ 110</u>	<u>\$ 64</u>	<u>\$ (46)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 169

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF INMATE WELFARE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 200	\$ 200	\$ 103	\$ (97)
Other Revenues	<u>2,800</u>	<u>2,800</u>	<u>2,582</u>	<u>(218)</u>
Total Revenues	<u>3,000</u>	<u>3,000</u>	<u>2,685</u>	<u>(315)</u>
Excess of Revenues over Expenditures	<u>3,000</u>	<u>3,000</u>	<u>2,685</u>	<u>(315)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(3,430)</u>	<u>(3,430)</u>	<u>(2,287)</u>	<u>1,143</u>
Total Other Financing Uses	<u>(3,430)</u>	<u>(3,430)</u>	<u>(2,287)</u>	<u>1,143</u>
Net Changes in Fund Balances (Deficits)	(430)	(430)	398	828
Fund Balances, July 1, 2009	5,655	5,785	5,785	
Fund Balances, June 30, 2010	<u>\$ 5,225</u>	<u>\$ 5,355</u>	<u>\$ 6,183</u>	<u>\$ 828</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 2,685

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF JUDGMENT DEBTOR FEE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 160	\$ 160	\$ 2	\$ 2
Charges for Current Services	160	160	187	27
Total Revenues	<u>160</u>	<u>160</u>	<u>189</u>	<u>29</u>
Excess of Revenues over Expenditures	<u>160</u>	<u>160</u>	<u>189</u>	<u>29</u>
OTHER FINANCING USES:				
Transfers Out	(100)	(338)	(238)	100
Total Other Financing Uses	<u>(100)</u>	<u>(338)</u>	<u>(238)</u>	<u>100</u>
Net Changes in Fund Balances (Deficits)	60	(178)	(49)	129
Fund Balances, July 1, 2009	913	913	913	
Fund Balances, June 30, 2010	<u>\$ 973</u>	<u>\$ 735</u>	<u>\$ 864</u>	<u>\$ 129</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 189

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF SIDEARM CONVERSION

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Other Revenues	\$ 2	\$ 2	\$ 18	\$ 16
Total Revenues	<u>2</u>	<u>2</u>	<u>18</u>	<u>16</u>
Excess of Revenues over Expenditures	<u>2</u>	<u>2</u>	<u>18</u>	<u>16</u>
Net Changes in Fund Balances	2	2	18	16
Fund Balances, July 1, 2009	12	12	12	
Fund Balances, June 30, 2010	<u>\$ 14</u>	<u>\$ 14</u>	<u>\$ 30</u>	<u>\$ 16</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 18

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF STATE ASSET FORFEITURE

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 90	\$ 90	\$ 95	\$ 5
Total Revenues	<u>90</u>	<u>90</u>	<u>95</u>	<u>5</u>
Excess of Revenues over Expenditures	<u>90</u>	<u>90</u>	<u>95</u>	<u>5</u>
OTHER FINANCING USES:				
Transfers Out	<u> </u>	<u>(45)</u>	<u>(8)</u>	<u>37</u>
Total Other Financing Uses	<u> </u>	<u>(45)</u>	<u>(8)</u>	<u>37</u>
Net Changes in Fund Balances	90	45	87	42
Fund Balances, July 1, 2009	221	221	221	
Fund Balances, June 30, 2010	<u>\$ 311</u>	<u>\$ 266</u>	<u>\$ 308</u>	<u>\$ 42</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 95

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF TRAINING FUND

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 8	\$ 8	\$ 3	\$ (5)
Other Revenues	115	155	183	28
Total Revenues	<u>123</u>	<u>163</u>	<u>186</u>	<u>23</u>
Excess of Revenues over Expenditures	<u>123</u>	<u>163</u>	<u>186</u>	<u>23</u>
OTHER FINANCING USES:				
Transfers Out	(77)	(207)	(207)	
Total Other Financing Uses	<u>(77)</u>	<u>(207)</u>	<u>(207)</u>	
Net Changes in Fund Balances (Deficits)	46	(44)	(21)	23
Fund Balances, July 1, 2009	44	44	44	
Fund Balances, June 30, 2010	<u>\$ 90</u>	<u>\$</u>	<u>\$ 23</u>	<u>\$ 23</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 186

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF VOLUNTEER SERVICE GROUP

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Other Revenues	\$ 72	\$ 72	\$ 7	\$ (65)
Total Revenues	<u>72</u>	<u>72</u>	<u>7</u>	<u>(65)</u>
Excess of Revenues over Expenditures	<u>72</u>	<u>72</u>	<u>7</u>	<u>(65)</u>
OTHER FINANCING USES:				
Transfers Out	<u>(80)</u>	<u>(80)</u>	<u>(2)</u>	<u>78</u>
Total Other Financing Uses	<u>(80)</u>	<u>(80)</u>	<u>(2)</u>	<u>78</u>
Net Changes in Fund Balances (Deficits)	(8)	(8)	5	13
Fund Balances, July 1, 2009	85	85	85	
Fund Balances, June 30, 2010	<u><u>77</u></u>	<u><u>77</u></u>	<u><u>90</u></u>	<u><u>13</u></u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 7

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SHERIFF WORK RELEASE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 6	\$ 6	\$ 3	\$ (3)
Other Revenues	350	350	516	166
Total Revenues	<u>356</u>	<u>356</u>	<u>519</u>	<u>163</u>
Excess of Revenues over Expenditures	<u>356</u>	<u>356</u>	<u>519</u>	<u>163</u>
OTHER FINANCING USES:				
Transfers Out	(300)	(350)	(350)	
Total Other Financing Uses	<u>(300)</u>	<u>(350)</u>	<u>(350)</u>	
Net Changes in Fund Balances	56	6	169	163
Fund Balances, July 1, 2009	106	106	106	
Fund Balances, June 30, 2010	<u>\$ 162</u>	<u>\$ 112</u>	<u>\$ 275</u>	<u>\$ 163</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 519

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SOLID WASTE ENFORCEMENT				
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Charges for Current Services	\$ 100	\$ 100	\$ 229	\$ 129
Total Revenues	<u>100</u>	<u>100</u>	<u>229</u>	<u>129</u>
Excess of Revenues over Expenditures	<u>100</u>	<u>100</u>	<u>229</u>	<u>129</u>
OTHER FINANCING USES:				
Transfers Out	(100)	(100)		100
Total Other Financing Uses	<u>(100)</u>	<u>(100)</u>		<u>100</u>
Net Changes in Fund Balances			229	229
Fund Balances, July 1, 2009	119	119	119	
Fund Balances, June 30, 2010	<u>\$ 119</u>	<u>\$ 119</u>	<u>\$ 348</u>	<u>\$ 229</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>229</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

STRONG MOTION INSTRUMENTATION

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Licenses, Permits and Franchises	\$ 56	\$ 56	\$ 61	\$ 5
Total Revenues	<u>56</u>	<u>56</u>	<u>61</u>	<u>5</u>
EXPENDITURES:				
Current:				
Public Protection				
Services & Supplies	90	90	25	65
Total Expenditures	<u>90</u>	<u>90</u>	<u>25</u>	<u>65</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(34)</u>	<u>(34)</u>	<u>36</u>	<u>70</u>
Net Changes in Fund Balances (Deficits)	(34)	(34)	36	70
Fund Balances, July 1, 2009	49	49	49	
Fund Balances, June 30, 2010	<u>\$ 15</u>	<u>\$ 15</u>	<u>\$ 85</u>	<u>\$ 70</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 61

Expenditures

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 25

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

TEHACHAPI TRANS IMPACT FEE CORE

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Licenses, Permits and Franchises	\$ 14	\$ 14	\$	\$ (14)
Total Revenues	<u>14</u>	<u>14</u>	<u></u>	<u>(14)</u>
Excess of Revenues over Expenditures	<u>14</u>	<u>14</u>	<u></u>	<u>(14)</u>
Net Changes in Fund Balances	14	14		(14)
Fund Balances, July 1, 2009	12	12	12	
Fund Balances, June 30, 2010	<u>\$ 26</u>	<u>\$ 26</u>	<u>\$ 12</u>	<u>\$ (14)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

\$ _____

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

TEHACHAPI TRANS IMPACT FEE NON-CORE

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Licenses, Permits and Franchises	\$ 324	\$ 324	\$ 102	\$ (222)
Revenues from Use of Money and Property	33	33	19	(14)
Total Revenues	<u>357</u>	<u>357</u>	<u>121</u>	<u>(236)</u>
Excess of Revenues over Expenditures	<u>357</u>	<u>357</u>	<u>121</u>	<u>(236)</u>
OTHER FINANCING USES:				
Transfers Out	(75)	(75)	(74)	(74)
Total Other Financing Uses	<u>(75)</u>	<u>(75)</u>	<u>(74)</u>	<u>(74)</u>
Net Changes in Fund Balances	282	357	47	(310)
Fund Balances, July 1, 2009	1,064	1,064	1,064	
Fund Balances, June 30, 2010	<u>\$ 1,346</u>	<u>\$ 1,421</u>	<u>\$ 1,111</u>	<u>\$ (310)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 121

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

TOBACCO EDUCATION CONTROL

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$ 3	\$ 3	\$	\$ (3)
Aid from Other Governmental Agencies	181	181	184	3
Total Revenues	<u>184</u>	<u>184</u>	<u>184</u>	
Excess of Revenues over Expenditures	<u>184</u>	<u>184</u>	<u>184</u>	
OTHER FINANCING USES:				
Transfers Out	(184)	(184)	(184)	
Total Other Financing Uses	<u>(184)</u>	<u>(184)</u>	<u>(184)</u>	
Net Changes in Fund Balances				
Fund Balances, July 1, 2009	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund Balances, June 30, 2010	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>184</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VITAL & HEALTH STATS-CO. CLERK

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Charges for Current Services	\$ 1	\$ 1	\$ 1	\$
Total Revenues	<u>1</u>	<u>1</u>	<u>1</u>	<u></u>
Excess of Revenues over Expenditures	<u>1</u>	<u>1</u>	<u>1</u>	<u></u>
OTHER FINANCING USES:				
Transfers Out	(1)	(1)	(1)	
Total Other Financing Uses	<u>(1)</u>	<u>(1)</u>	<u>(1)</u>	<u></u>
Net Changes in Fund Balances				
Fund Balances, July 1, 2009	(2)			
Fund Balances, June 30, 2010	<u>(2)</u>	<u></u>	<u></u>	<u></u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues				
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances				\$ <u>1</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VITAL & HEALTH STATS-HEALTH

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Charges for Current Services	\$ 55	\$ 55	\$ 56	\$ 56
Other Revenues	55	55	56	(55)
Total Revenues	55	55	56	1
Excess of Revenues over Expenditures	55	55	56	1
OTHER FINANCING USES:				
Transfers Out	(55)	(55)	(55)	
Total Other Financing Uses	(55)	(55)	(55)	
Net Changes in Fund Balances			1	1
Fund Balances, July 1, 2009	79	79	79	
Fund Balances, June 30, 2010	\$ 79	\$ 79	\$ 80	\$ 1

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 56

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

VITAL HEALTH STATISTICS-RECORDER

	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Revenues from Use of Money and Property	\$	\$	\$ 1	\$ 1
Charges for Current Services	99	99	91	(8)
Total Revenues	<u>99</u>	<u>99</u>	<u>92</u>	<u>(7)</u>
Excess of Revenues over Expenditures	99	99	92	(7)
OTHER FINANCING USES:				
Transfers Out	(104)	(104)	(104)	
Total Other Financing Uses	<u>(104)</u>	<u>(104)</u>	<u>(104)</u>	
Net Changes in Fund Balances (Deficits)	(5)	(5)	(12)	(7)
Fund Balances, July 1, 2009	385	385	385	
Fund Balances, June 30, 2010	<u>\$ 380</u>	<u>\$ 380</u>	<u>\$ 373</u>	<u>\$ (7)</u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 92

**COUNTY OF KERN
BUDGETARY COMPARISON SCHEDULE
CERTAIN NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

WILDLIFE RESOURCES

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Fines, Forfeitures and Penalties	\$ 6	\$ 6	\$ 4	\$ (2)
Total Revenues	<u>6</u>	<u>6</u>	<u>4</u>	<u>(2)</u>
EXPENDITURES:				
Current:				
Public Protection				
Services & Supplies	4	2	1	1
Other Charges	19	25	18	7
Total Expenditures	<u>23</u>	<u>27</u>	<u>19</u>	<u>8</u>
Deficiency of Revenues over Expenditures	<u>(17)</u>	<u>(21)</u>	<u>(15)</u>	<u>6</u>
Net Changes in Fund Balances (Deficits)	(17)	(21)	(15)	6
Fund Balances, July 1, 2009	34	31	31	
Fund Balances, June 30, 2010	<u><u>17</u></u>	<u><u>10</u></u>	<u><u>16</u></u>	<u><u>6</u></u>

Explanation of differences between budgetary revenues and expenditures and GAAP revenues and expenditures

Revenues

Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 4

Expenditures

Actual amount budgetary basis from the budgetary comparison schedule \$ 19
Differences - Budget to GAAP (1)
Encumbrances for other charges ordered but not received within the recognition period
Actual amount budgetary basis as reported on the budgetary comparison schedule and on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances \$ 18

NON-MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS DESCRIPTIONS

The capital projects funds serve as depositories for revenues received from the sale of real property and such other revenue as designated by the Board of Supervisors. The Board of Supervisors generally appropriates these funds for capital outlay.

Wheeler Ridge Overpass – This fund accounts for proceeds from the Federal government and Tejon Ranch for the construction of an overpass project at Highway 99 and Laval Road.

Separation of Grade – This fund accounts for the proceeds from various participating entities such as the State of California, City of Bakersfield, City of Shafter, and Union Pacific Railroad for the Seventh Standard Road interchange modification and Separation of Grade construction projects.

7th Standard Road Widening – This fund accounts for proceeds from the State of California, the Federal government, and the 2009 Certificates of Participation for the widening of Seventh Standard Road from Coffee Road to Santa Fe Way and for an over crossing of the railroad tracks at Santa Fe Way.

2009 Capital Projects – This fund accounts for the proceeds of the 2009 COP B Series for the completion of various local transportation projects including, but not limited to, reconstructions, curbs, gutters and sidewalks, overlays, and widening.

Hageman Road – This fund accounts for the proceeds of Proposition 1B HRCSA funds, transportation impact fees, County COP bond funds, and various other contributions, for the construction of the Hageman Road/BNSF separation of grade project.

Accumulated Capital Outlay - General and Accumulated Capital Outlay – Fire – These funds provide the funding of lease payments, consisting of both interest and principal, on the Certificates of Participation issued by the County to finance the construction of various County facilities. These funds have been re-classified as Capital Project funds as they are no longer making debt service payments.

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR CAPITAL PROJECT FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

	<u>TOTAL</u>	<u>WHEELER RIDGE OVERPASS</u>	<u>SEPARATION OF GRADE</u>	<u>7TH STANDARD ROAD WIDENING</u>
<u>ASSETS</u>				
Pooled Cash and Investments	\$ 23,345	\$ 225	\$ 4,513	\$ 2,883
Interest Receivable	59	1	15	6
Accrued Revenue	14,582			9,192
Advances to Other Funds	8,888			
Loans Receivable	1,074			
Total Assets	<u>\$ 47,948</u>	<u>\$ 226</u>	<u>\$ 4,528</u>	<u>\$ 12,081</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accrued Expenditures	\$ 5,514			\$ 76
Advances from Other Funds	22,500			12,000
Total Liabilities	<u>28,014</u>			<u>12,076</u>
Fund Balances:				
Reserved	21,333	315	2,169	18,459
Unreserved:				
Designated	15,344			
Undesignated	<u>(16,743)</u>	<u>(89)</u>	<u>2,359</u>	<u>(18,454)</u>
Total Fund Balances	<u>19,934</u>	<u>226</u>	<u>4,528</u>	<u>5</u>
Total Liabilities and Fund Balances	<u>\$ 47,948</u>	<u>\$ 226</u>	<u>\$ 4,528</u>	<u>\$ 12,081</u>

<u>2009 CAPITAL PROJECTS</u>	<u>HAGEMAN ROAD</u>	<u>ACCUMULATIVE CAPITAL OUTLAY GENERAL</u>	<u>ACCUMULATIVE CAPITAL OUTLAY FIRE</u>	
\$ 3,414	\$ 6,958	\$ 5,087	\$ 265	
10	10	16	1	
5,390		8,888		
		1,074		
<u>\$ 8,814</u>	<u>\$ 6,968</u>	<u>\$ 15,065</u>	<u>\$ 266</u>	
				ASSETS
				Pooled Cash and Investments
				Interest Receivable
				Accrued Revenue
				Advances to Other Funds
				Loans Receivable
				Total Assets
				LIABILITIES AND FUND BALANCES
				Liabilities:
\$ 5,438	\$ 7,000	\$	\$	Accrued Expenditures
3,500				Advances from Other Funds
<u>8,938</u>	<u>7,000</u>			Total Liabilities
				Fund Balances:
381			9	Reserved
		15,083	261	Unreserved:
(505)	(32)	(18)	(4)	Designated
				Undesignated
<u>(124)</u>	<u>(32)</u>	<u>15,065</u>	<u>266</u>	Total Fund Balances
<u>\$ 8,814</u>	<u>\$ 6,968</u>	<u>\$ 15,065</u>	<u>\$ 266</u>	Total Liabilities and Fund Balances

**COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES (DEFICITS)
NON-MAJOR CAPITAL PROJECT FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	<u>TOTAL</u>	<u>WHEELER RIDGE OVERPASS</u>	<u>SEPARATION OF GRADE</u>	<u>7TH STANDARD ROAD WIDENING</u>
REVENUES:				
Revenues From Use of Money	\$ 383	\$ 11	\$ 101	\$ 6
Aid From Other Governments	12,343	1,537	3,069	7,737
Other Revenues	7,195	590	13	1,202
Total Revenues	<u>19,921</u>	<u>2,138</u>	<u>3,183</u>	<u>8,945</u>
EXPENDITURES:				
Capital Outlay	<u>31,982</u>	<u>2,997</u>	<u>5,552</u>	<u>17,423</u>
Total Expenditures	<u>31,982</u>	<u>2,997</u>	<u>5,552</u>	<u>17,423</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(12,061)</u>	<u>(859)</u>	<u>(2,369)</u>	<u>(8,478)</u>
OTHER FINANCING:				
Transfers In	21,306			10,421
Transfers Out	<u>(10,864)</u>			
Total Other Financing Sources	<u>10,442</u>			<u>10,421</u>
Net Changes In Fund Balances	(1,619)	(859)	(2,369)	1,943
Fund Balances, July 1, 2009	6,044	1,085	6,897	(1,938)
Prior Period Adjustment	<u>15,509</u>			
Fund Balances (Deficits), June 30, 2010	<u>\$ 19,934</u>	<u>\$ 226</u>	<u>\$ 4,528</u>	<u>\$ 5</u>

2009 CAPITAL PROJECTS	HAGEMAN ROAD	ACCUMULATIVE CAPITAL OUTLAY GENERAL	ACCUMULATIVE CAPITAL OUTLAY FIRE	
\$	\$	\$ 260	\$ 5	REVENUES:
				Revenues From Use of Money
				Aid From Other Governments
				Other Revenues
<u>5,390</u>				
<u>5,390</u>		<u>260</u>	<u>5</u>	Total Revenues
				EXPENDITURES:
<u>5,978</u>	<u>32</u>			Capital Outlay
<u>5,978</u>	<u>32</u>			Total Expenditures
<u>(588)</u>	<u>(32)</u>	<u>260</u>	<u>5</u>	Excess (Deficiency) of Revenues over Expenditures
				OTHER FINANCING:
10,885				Transfers In
<u>(10,421)</u>		<u>(443)</u>		Transfers Out
<u>464</u>		<u>(443)</u>		Total Other Financing Sources
(124)	(32)	(183)	5	Net Changes In Fund Balances
				Fund Balances, July 1, 2009
		<u>15,248</u>	<u>261</u>	Prior Period Adjustment
<u>\$ (124)</u>	<u>\$ (32)</u>	<u>\$ 15,065</u>	<u>\$ 266</u>	Fund Balances (Deficits), June 30, 2010

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR CAPITAL PROJECT FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

WHEELER RIDGE OVERPASS

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues From Use of Money	\$	\$	\$ 11	\$ 11
Aid From Other Governments		5,200	1,537	(3,663)
Other Revenues		4,500	590	(3,910)
Total Revenues		<u>9,700</u>	<u>2,138</u>	<u>(7,562)</u>
EXPENDITURES:				
General Government				
Capital Outlay		<u>9,700</u>	<u>2,997</u>	<u>6,703</u>
Total Expenditures		<u>9,700</u>	<u>2,997</u>	<u>6,703</u>
Deficiency of Revenues over Expenditures			<u>(859)</u>	<u>(859)</u>
Net Changes in Fund Balances (Deficits)			(859)	(859)
Fund Balance, July 1, 2009	1,085	1,085	1,085	
Fund Balance, June 30, 2010	<u>\$ 1,085</u>	<u>\$ 1,085</u>	<u>\$ 226</u>	<u>\$ (859)</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR CAPITAL PROJECT FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

SEPARATION OF GRADE

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues From Use of Money	\$	\$ 150	\$ 101	\$ (49)
Aid From Other Governments		19,300	3,069	(16,231)
Other Revenues		9,506	13	(9,493)
Total Revenues		<u>28,956</u>	<u>3,183</u>	<u>(25,773)</u>
EXPENDITURES:				
General Government				
Capital Outlay		28,956	5,552	23,404
Total Expenditures		<u>28,956</u>	<u>5,552</u>	<u>23,404</u>
Deficiency of Revenues over Expenditures			(2,369)	(2,369)
Net Changes in Fund Balances (Deficits)			(2,369)	(2,369)
Fund Balance, July 1, 2009		6,897	6,897	
Fund Balance, June 30, 2010	\$	<u>6,897</u>	<u>4,528</u>	<u>(2,369)</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR CAPITAL PROJECT FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

7TH STANDARD ROAD WIDENING

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues From Use of Money	\$	\$	\$ 6	\$ 6
Aid From Other Governments		30,646	7,737	(22,909)
Other Revenues		500	1,201	701
Total Revenues		<u>31,146</u>	<u>8,944</u>	<u>(22,202)</u>
EXPENDITURES:				
General Government				
Capital Outlay		42,646	17,422	25,224
Total Expenditures		<u>42,646</u>	<u>17,422</u>	<u>25,224</u>
Deficiency of Revenues over Expenditures		<u>(11,500)</u>	<u>(8,478)</u>	<u>3,022</u>
OTHER FINANCING SOURCES:				
Transfers In		11,500	10,421	(1,079)
Total Other Financing Sources		<u>11,500</u>	<u>10,421</u>	<u>(1,079)</u>
Net Changes in Fund Deficits			1,943	1,943
Fund Deficits, July 1, 2009		(1,938)	(1,938)	(1,938)
Fund Balances (Deficits), June 30, 2010	\$	<u>(1,938)</u>	\$ <u>5</u>	<u>1,943</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR CAPITAL PROJECT FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	2009 CAPITAL PROJECTS			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
REVENUES:				
Other Revenues	\$ _____	\$ 76,715	\$ 5,390	\$ (71,325)
Total Revenues	_____	76,715	5,390	(71,325)
EXPENDITURES:				
General Government Capital Outlay	_____	42,715	5,978	36,737
Total Expenditures	_____	42,715	5,978	36,737
Excess (Deficiency) of Revenues over Expenditures	_____	34,000	(588)	(34,588)
OTHER FINANCING SOURCES (USES):				
Transfers In	_____	_____	10,885	10,885
Transfers Out	_____	(34,000)	(10,421)	23,579
Total Other Financing Sources (Uses)	_____	(34,000)	464	34,464
Net Changes in Fund Balances (Deficits)			(124)	(124)
Fund Balance, July 1, 2009	_____	_____	_____	_____
Fund Balance, June 30, 2010	\$ _____	\$ _____	\$ (124)	\$ (124)

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR CAPITAL PROJECT FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

HAGEMAN ROAD

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Aid From Other Governments	\$	\$ 17,650	\$	\$ (17,650)
Other Revenues		3,000		(3,000)
Total Revenues		<u>20,650</u>		<u>(20,650)</u>
EXPENDITURES:				
General Government				
Capital Outlay		39,000	32	38,968
Total Expenditures		<u>39,000</u>	<u>32</u>	<u>38,968</u>
Deficiency of Revenues over Expenditures		<u>(18,350)</u>	<u>(32)</u>	<u>18,318</u>
Net Changes in Fund Balances (Deficits)		(18,350)	(32)	18,318
Fund Balance, July 1, 2009				
Fund Deficits, June 30, 2010	\$	<u>(18,350)</u>	<u>(32)</u>	<u>\$ 18,318</u>

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR CAPITAL PROJECT FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ACCUMULATIVE CAPITAL OUTLAY GENERAL

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues From Use of Money	\$ _____	\$ _____ 246	\$ _____ 260	\$ _____ 13
Total Revenues	_____	_____ 246	_____ 260	_____ 13
Excess of Revenues over Expenditures	_____	_____ 246	_____ 260	_____ 13
OTHER FINANCING USES:				
Transfers Out	_____	_____ (443)	_____ (443)	_____
Total Other Financing Uses	_____	_____ (443)	_____ (443)	_____
Net Changes in Fund Balances (Deficits)		(196)	(183)	13
Fund Balance, July 1, 2009			15,248	15,248
Period Adjustment			15,065	15,261
Fund Balance, June 30, 2010	\$ _____	\$ _____ (196)	\$ _____ 15,065	\$ _____ 15,261

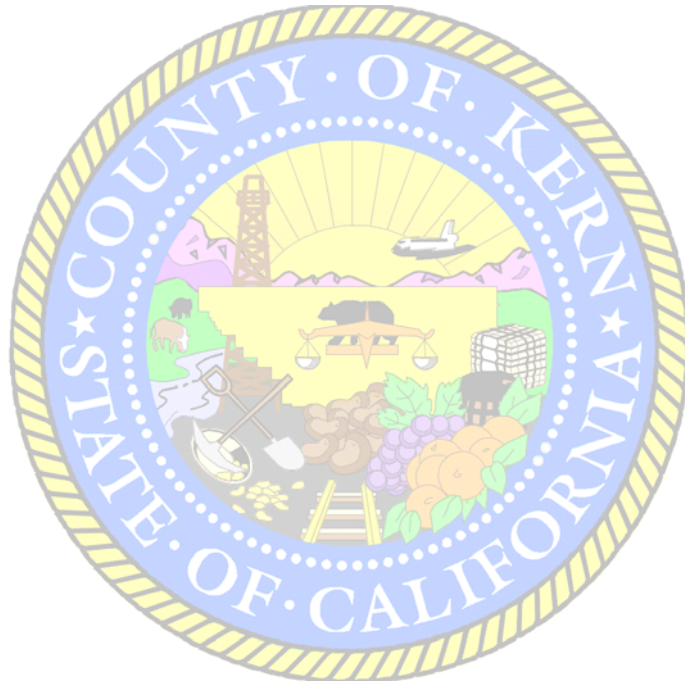
**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 CERTAIN NON-MAJOR CAPITAL PROJECT FUNDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

ACCUMULATIVE CAPITAL OUTLAY FIRE

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues From Use of Money	\$ _____	\$ _____ 8	\$ _____ 5	\$ _____ (3)
Total Revenues	_____	_____ 8	_____ 5	_____ (3)
Excess of Revenues over Expenditures	_____	_____ 8	_____ 5	_____ (3)
Net Changes in Fund Balances		8	5	(3)
Fund Balance, July 1, 2009				
Prior Period Adjustment			261	261
Fund Balance, June 30, 2010	\$ _____	\$ _____ 8	\$ _____ 266	\$ _____ 258

**COUNTY OF KERN
 BUDGETARY COMPARISON SCHEDULE
 TOBACCO SECURITIZATION PROCEEDS
 YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
REVENUES:				
Revenues From Use of Money	\$	\$ 5,571	\$ 1,975	\$ (3,595)
Aid From Other Governments		33,035		(33,035)
Total Revenues		38,606	1,975	(36,631)
EXPENDITURES:				
General Government				
Capital Outlay		36,856	57	36,799
Total Expenditures		36,856	57	36,799
Excess of Revenues over Expenditures		1,750	1,918	168
OTHER FINANCING USES:				
Transfers Out			(1,750)	(1,750)
Total Other Financing Uses			(1,750)	(1,750)
Net Changes in Fund Balances (Deficits)		1,750	168	(1,582)
Fund Balance, July 1, 2009	39,097	39,097	39,097	
Fund Balance, June 30, 2010	\$ 39,097	\$ 40,847	\$ 39,265	\$ (1,582)



NON-MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS DESCRIPTIONS

Debt service funds account for the accumulation of resources for the payment of general long-term debt principal, interest and related costs.

Accumulated Capital Outlay - General and Accumulated Capital Outlay – Fire – These funds provide the funding of lease payments, consisting of both interest and principal, on the Certificates of Participation issued by the County to finance the construction of various County facilities. These funds have been re-classed as Capital Project funds as they are no longer making debt service payments.

Kern County Tobacco Funding Corporation – This is a nonprofit public benefit corporation established to insure and otherwise protect against the risk of a substantial decline in tobacco revenues and to assure a source of funding for County programs.

Kern Asset Leasing – This is a nonprofit public benefit corporation established to assist the County of Kern by acquiring equipment and facilities financed from the proceeds of borrowings and leasing such equipment and facilities to the County.

Pension Obligation Bond Trustee – This fund administers the debt service payments related to the County's Pension Obligation Bond.

Public Health Facility Loan Trustee – This fund administers the debt service payments related to the public health facility loan.

SW Shafter Water Project – This fund administers the debt service payments related to the southwest Shafter water loan.

Rexland Acres Sewer Project – This fund administers the debt service payments related to the Rexland Acres bonds.

**COUNTY OF KERN
 COMBINING BALANCE SHEET
 NON-MAJOR DEBT SERVICE FUNDS
 JUNE 30, 2010 (IN THOUSANDS)**

	<u>TOTAL</u>	<u>ACCUMULATIVE CAPITAL OUTLAY GENERAL</u>	<u>ACCUMULATIVE CAPITAL OUTLAY FIRE</u>	<u>KERN COUNTY TOBACCO FUNDING CORP.</u>	<u>KERN ASSET LEASING</u>
ASSETS					
Pooled Cash and Investments	\$ 137	\$	\$	\$	\$
Cash and Investments Deposited with Trustee	<u>91,840</u>	<u></u>	<u></u>	<u>10,900</u>	<u>79,917</u>
Total Assets	<u>\$ 91,977</u>	<u>\$</u>	<u>\$</u>	<u>\$ 10,900</u>	<u>\$ 79,917</u>
LIABILITIES AND FUND BALANCES					
Fund Balances:					
Reserved	<u>\$ 91,977</u>	<u>\$</u>	<u>\$</u>	<u>\$ 10,900</u>	<u>\$ 79,917</u>
Total Fund Balances	<u>\$ 91,977</u>	<u>\$</u>	<u>\$</u>	<u>\$ 10,900</u>	<u>\$ 79,917</u>

<u>PENSION OBLIGATION BOND TRUSTEE</u>	<u>PUBLIC HEALTH FACILITY LOAN TRUSTEE</u>	<u>SW SHAFTER WATER PROJECT</u>	<u>REXLAND ACRES SEWER PROJECT</u>	
				ASSETS
\$	\$	\$	\$	
1,023		17	120	Pooled Cash and Investments
				Cash and Investments Deposited with Trustee
\$	\$	\$	\$	Total Assets
<u>1,023</u>		<u>17</u>	<u>120</u>	
				LIABILITIES AND FUND BALANCES
				Fund Balances:
\$	\$	\$	\$	Reserved
1,023		17	120	
\$	\$	\$	\$	Total Fund Balances
<u>1,023</u>		<u>17</u>	<u>120</u>	

**COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
NON-MAJOR DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	<u>TOTAL</u>	<u>ACCUMULATIVE CAPITAL OUTLAY GENERAL</u>	<u>ACCUMULATIVE CAPITAL OUTLAY FIRE</u>	<u>KERN COUNTY TOBACCO FUNDING CORP.</u>	<u>KERN ASSET LEASING</u>
REVENUES:					
Revenues from Use of Money and Property	\$ 1,044	\$	\$	\$ 404	\$ 640
Tobacco Settlement	6,779			6,779	
Other Revenues	<u>31,345</u>				
Total Revenues	<u>39,168</u>			<u>7,183</u>	<u>640</u>
EXPENDITURES:					
General Government	47			47	
Debt Service:					
Principal	18,684			1,350	980
Interest	26,558			5,939	4,285
Cost of Issuance	<u>7</u>				<u>7</u>
Total Expenditures	<u>45,296</u>			<u>7,336</u>	<u>5,272</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(6,128)</u>			<u>(153)</u>	<u>(4,632)</u>
OTHER FINANCING SOURCES (USES):					
Transfer In	2,823				1,473
Transfer Out	<u>(10,885)</u>				<u>(10,885)</u>
Total Other Financing Sources (Uses)	<u>(8,062)</u>				<u>(9,412)</u>
Net Changes in Fund Balances	(14,190)			(153)	(14,044)
Fund Balances, July 1, 2009	121,676	15,248	261	11,053	93,961
Prior Period Adjustment	<u>(15,509)</u>	<u>(15,248)</u>	<u>(261)</u>		
Fund Balances, June 30, 2010	<u>\$ 91,977</u>	<u>\$</u>	<u>\$</u>	<u>\$ 10,900</u>	<u>\$ 79,917</u>

PENSION OBLIGATION BOND TRUSTEE	PUBLIC HEALTH FACILITY LOAN TRUSTEE	SW SHAFTER WATER PROJECT	REXLAND ACRES SEWER PROJECT
\$	\$	\$	\$
31,160		11	174
31,160		11	174
15,021	1,295	4	34
16,151	47	7	129
31,172	1,342	11	163
(12)	(1,342)		11
	1,342		8
	1,342		8
(12)			19
1,035		17	101
<u>1,023</u>	<u></u>	<u>17</u>	<u>120</u>

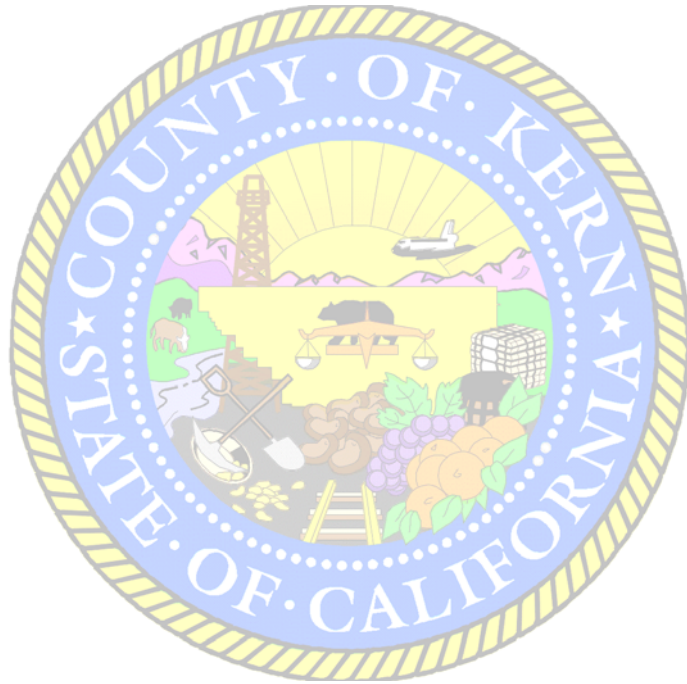
REVENUES:
 Revenues from Use of Money and Property
 Tobacco Settlement
 Other Revenues
 Total Revenues

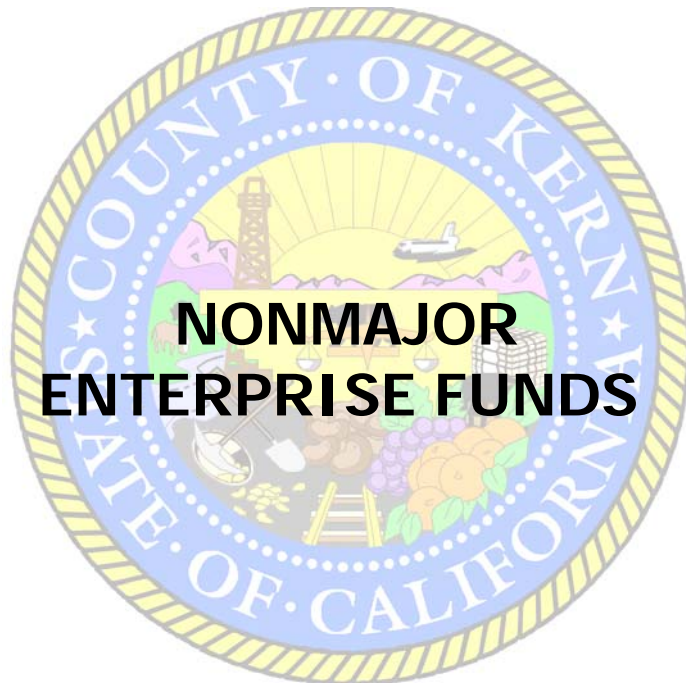
EXPENDITURES:
 General Government
 Debt Service:
 Principal
 Interest
 Cost of Issuance
 Total Expenditures

Excess (Deficiency) of Revenues over Expenditures

OTHER FINANCING SOURCES (USES):
 Transfer In
 Transfer Out
 Total Other Financing Sources (Uses)

Net Changes in Fund Balances
 Fund Balances, July 1, 2009
 Prior Period Adjustment
 Fund Balances, June 30, 2010





**NONMAJOR
ENTERPRISE FUNDS**

NON-MAJOR ENTERPRISE FUNDS

FUNDS DESCRIPTIONS

Enterprise funds are used to account for operations: (a) that are financed and operated in a similar manner to private business (where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges) or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

County Sanitation Districts - These funds consist of two sanitation districts, Kern Sanitation Authority and Ford City-Taft Heights. These funds are administered by the Waste Management Department, which is responsible for the planning, design, construction, operations, and maintenance of the County's sanitation districts.

Golf Course - This fund is used to finance new capital improvements and replace existing capital improvements as necessary. Revenues are generated primarily from a percentage of user fees collected by lessee.

Public Transportation - This fund is administered by the Roads Department and provides for the planning, development and management of public transportation for intercity routes and unincorporated areas of Kern County.

Universal Collection - This fund is administered by the Waste Management Department and segregates the revenues and expenses related to waste pick-up and disposal within the universal collection area that encompasses the more densely populated unincorporated areas of metropolitan Bakersfield, South Taft and Lost Hills.

**COUNTY OF KERN
COMBINING STATEMENT OF NET ASSETS
NON-MAJOR ENTERPRISE FUNDS
JUNE 30, 2010 (IN THOUSANDS)**

	<u>TOTAL</u>	<u>COUNTY SANITATION DISTRICTS</u>	<u>GOLF COURSE</u>	<u>PUBLIC TRANSPORTATION</u>	<u>UNIVERSAL COLLECTION</u>
ASSETS					
Current Assets:					
Pooled Cash and Investments	\$ 17,766	\$ 9,334	\$ 1,679	\$ 2,488	\$ 4,265
Interest Receivable	55	29	5	7	14
Accrued Revenue	671			671	
Net Pension Asset	112			112	
Total Current Assets	<u>18,604</u>	<u>9,363</u>	<u>1,684</u>	<u>3,278</u>	<u>4,279</u>
Non-Current Assets:					
Taxes Receivable - Net	2,406	641			1,765
Investment in Joint Venture	1,973	1,973			
Capital Assets:					
Non-Depreciable:					
Land	668	603	65		
Construction in Progress	4			4	
Depreciable:					
Structures and Improvements	15,109	8,519	6,483	107	
Equipment	9,620	1,021		8,599	
Intangible Assets	48	48			
Infrastructure	8,669	8,669			
Accumulated Depreciation and Amortization	(17,392)	(9,825)	(2,333)	(5,234)	
Total Non-Current Assets	<u>21,105</u>	<u>11,649</u>	<u>4,215</u>	<u>3,476</u>	<u>1,765</u>
Total Assets	<u>\$ 39,709</u>	<u>\$ 21,012</u>	<u>\$ 5,899</u>	<u>\$ 6,754</u>	<u>\$ 6,044</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 1,000	\$ 510		\$ 490	
Salaries and Employee Benefits Payable	50	44		6	
Current Portion of Long Term Debt	206		195	11	
Interest Payable - Current	20		17	3	
Compensated Absences - Current	8			8	
Deferred Income	2,093	40		2,053	
Total Current Liabilities	<u>3,377</u>	<u>594</u>	<u>212</u>	<u>2,571</u>	
Non-Current Liabilities:					
Loans Payable	879		879		
Advances Payable	2,500				2,500
Compensated Absences Payable	5			5	
Long Term Debt - Pension Obligation Bonds	215			215	
Interest Payable - Pension Obligation Bonds	59			59	
Total Non-Current Liabilities	<u>3,658</u>		<u>879</u>	<u>279</u>	<u>2,500</u>
Total Liabilities	<u>7,035</u>	<u>594</u>	<u>1,091</u>	<u>2,850</u>	<u>2,500</u>
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	15,652	9,035	3,141	3,476	
Unrestricted	17,022	11,383	1,667	428	3,544
Total Net Assets	<u>\$ 32,674</u>	<u>\$ 20,418</u>	<u>\$ 4,808</u>	<u>\$ 3,904</u>	<u>\$ 3,544</u>

COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
NON-MAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)

	<u>TOTAL</u>	<u>COUNTY SANITATION DISTRICTS</u>	<u>GOLF COURSE</u>	<u>PUBLIC TRANSPORTATION</u>	<u>UNIVERSAL COLLECTION</u>
OPERATING REVENUES:					
Charges for Current Services	\$ 15,729	\$ 3,868	\$ 467	\$ 735	\$ 10,659
Revenues from Use of Property	134	82		44	8
Total Operating Revenues	<u>15,863</u>	<u>3,950</u>	<u>467</u>	<u>779</u>	<u>10,667</u>
OPERATING EXPENSES:					
Salaries and Employee Benefits	1,965	1,703		262	
Services and Supplies	17,554	1,389	85	5,909	10,171
Other Charges	143	95	12	36	
Depreciation	1,252	431	148	673	
Total Operating Expenses	<u>20,914</u>	<u>3,618</u>	<u>245</u>	<u>6,880</u>	<u>10,171</u>
Operating Income (Loss)	<u>(5,051)</u>	<u>332</u>	<u>222</u>	<u>(6,101)</u>	<u>496</u>
NON-OPERATING REVENUES (EXPENSES):					
Taxes and Assessments	4,432			4,432	
Fines, Forfeitures and Penalties	209	54			155
Licenses, Permits and Franchises	4	4			
Interest on Bank Deposits and Investments	251	150	32	17	52
Aid from Other Governmental Agencies	2,217			2,217	
Interest Expense	(104)		(57)	(16)	(31)
Other Non-Operating Revenues	51	51			
Gain (Loss) on Sale of Fixed Assets	10	11		(1)	
Total Non-Operating Revenues (Expenses)	<u>7,070</u>	<u>270</u>	<u>(25)</u>	<u>6,649</u>	<u>176</u>
Income before transfers	2,019	602	197	548	672
Transfers Out	<u>(223)</u>		<u>(223)</u>		
Change in Net Assets	1,796	602	(26)	548	672
Net Assets, July 1, 2009	<u>30,878</u>	<u>19,816</u>	<u>4,834</u>	<u>3,356</u>	<u>2,872</u>
Net Assets, June 30, 2010	<u>\$ 32,674</u>	<u>\$ 20,418</u>	<u>\$ 4,808</u>	<u>\$ 3,904</u>	<u>\$ 3,544</u>

**COUNTY OF KERN
COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	<u>TOTAL</u>	<u>COUNTY SANITATION DISTRICTS</u>	<u>GOLF COURSE</u>	<u>PUBLIC TRANSPORTATION</u>	<u>UNIVERSAL COLLECTION</u>
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash Received for Current Services	\$ 15,789	\$ 3,740	\$ 468	\$ 1,242	\$ 10,339
Cash Received for Use of Property	174	122		44	8
Cash Paid for Salaries and Benefits	(1,965)	(1,699)		(266)	
Cash Paid for Services and Supplies	(17,338)	(1,178)	(87)	(5,902)	(10,171)
Cash Paid for Interfund Services and Supplies	(323)	(282)		(41)	
Cash Paid for Other Charges	(143)	(95)	(12)	(36)	
Net Cash Provided (Used) by Operating Activities	(3,806)	608	369	(4,959)	176
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:					
Cash Received for Other Operations	55	55			
Cash Received as Fines, Forfeitures, and Penalties	159	4			155
Taxes and Special Assessments	4,432			4,432	
Loans Paid	(187)		(187)		
Aid from Other Governmental Agencies	2,673			2,673	
Cash Paid to Other Funds	(222)		(222)		
Payment of Long Term Debt - Pension Obligation Bond	(11)			(11)	
Interest Paid	(101)		(60)	(10)	(31)
Net Cash Provided (Used) by Non-Capital Financing Activities	6,798	59	(469)	7,084	124
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Proceeds from Sale of Capital Assets	22	11		11	
Acquisition or Construction of Capital Assets	(1,787)	(814)		(973)	
Payment of Long Term Debt - Certificates of Participation	2			2	
Net Cash Used by Capital and Related Financing Activities	(1,763)	(803)		(960)	
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest on Bank Deposits and Investments	288	171	36	20	61
Net Cash Provided by Investing Activities	288	171	36	20	61
Net Increase (Decrease) in Cash and Cash Equivalents	1,517	35	(64)	1,185	361
Cash and Cash Equivalents, July 1, 2009	16,249	9,299	1,743	1,303	3,904
Cash and Cash Equivalents, June 30, 2010	\$ 17,766	\$ 9,334	\$ 1,679	\$ 2,488	\$ 4,265
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (5,051)	\$ 332	\$ 222	\$ (6,101)	\$ 496
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation	1,252	431	148	673	
Changes in Assets and Liabilities:					
(Increase) Decrease in Accrued Revenue	379	(128)		507	
(Increase) Decrease in Taxes Receivable	(320)				(320)
(Increase) Decrease in Net Pension Asset	4			4	
Increase (Decrease) in Accrued Expenses	(105)	(70)	(1)	(34)	
Increase (Decrease) in Due to Others	(1)	(1)			
Increase (Decrease) in Salaries & Benefits Payable	1	4		(3)	
Increase (Decrease) in Compensated Absences Payable	(5)			(5)	
Increase (Decrease) in Deferred Income	40	40			
Total Adjustments	1,245	276	147	1,142	(320)
Net Cash Provided (Used) by Operating Activities	\$ (3,806)	\$ 608	\$ 369	\$ (4,959)	\$ 176

INTERNAL SERVICE FUNDS



INTERNAL SERVICE FUNDS DESCRIPTIONS

Internal service funds accounts for services furnished to other County departments and are financed primarily by charges for such services. Because the internal service funds are separated from the regular County operations, they are free to employ commercial accounting techniques and are often used in situations where a more accurate determination of costs is desired.

General Liability - This fund provides for the funding, administration and operation of a self-insured system to meet the County's legal liability for damages to persons and/or property arising out of the County's general and automotive activities.

General Services - Garage - This fund provides funding for purchase and maintenance service for vehicles assigned operationally to County departments, excluding those departments that maintain and operate their own vehicle fleets (Parks, Fire, Roads, Airports, and Sheriffs Lerdo Facility).

Group Health - This fund provides for the funding, administration and operation of the County employees' health and dental insurance plans. This fund is administered by the County Administrative Office and is financed through charges to the operating departments and special districts enrolled in the program.

Retiree Group Health - This fund provides for the County's contributions to the Retired Employees Health Insurance and the Retiree Premium Support Program.

Unemployment Compensation - This fund provides for the funding, administration, and operation of the Unemployment Compensation Program to meet the County's obligation of providing unemployment benefits to former employees eligible under State law.

Workers' Compensation - This fund provides for the funding, administration and operation of the self-insured system to meet the County's statutory obligation to compensate its employees for work related injuries and illnesses.

**COUNTY OF KERN
COMBINING STATEMENT OF NET ASSETS (DEFICITS)
INTERNAL SERVICE FUNDS
JUNE 30, 2010 (IN THOUSANDS)**

	<u>TOTAL</u>	<u>GENERAL LIABILITY</u>	<u>GENERAL SERVICES- GARAGE</u>	<u>GROUP HEALTH</u>
ASSETS				
Current Assets:				
Pooled Cash and Investments	\$ 101,240	\$ 7,312	\$ 3,347	\$ 41,808
Interest Receivable	322	25	10	125
Accounts Receivable	750			750
Accrued Revenue	2		2	
Due from Other Funds	81		81	
Net Pension Asset	146		146	
Inventory - Materials and Supplies	80		80	
Total Current Assets	<u>102,621</u>	<u>7,337</u>	<u>3,666</u>	<u>42,683</u>
Non-Current Assets:				
Deposits with Others	455			455
Equipment	8,828		8,828	
Intangible	37		37	
Accumulated Depreciation	<u>(3,189)</u>		<u>(3,189)</u>	
Total Non-Current Assets	<u>6,131</u>		<u>5,676</u>	<u>455</u>
Total Assets	<u>108,752</u>	<u>7,337</u>	<u>9,342</u>	<u>43,138</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	1,080		39	1,032
Salaries and Employee Benefits Payable	29		29	
Long Term Debt - Current	39		39	
Interest Payable - Current	9		9	
Compensated Absences - Current	40		40	
Liability for Self-Insurance - Current	30,499	1,604		13,144
Deferred Income	568			568
Total Current Liabilities	<u>32,264</u>	<u>1,604</u>	<u>156</u>	<u>14,744</u>
Non-Current Liabilities				
Compensated Absences Payable	27		27	
Liability for Self-Insurance - Long Term	64,180	11,093		
Long Term Debt - Pension Obligation Bonds	520		520	
Interest Payable - Long-term - Pension Obligation Bonds	218		218	
Total Non-Current Liabilities	<u>64,945</u>	<u>11,093</u>	<u>765</u>	
Total Liabilities	<u>97,209</u>	<u>12,697</u>	<u>921</u>	<u>14,744</u>
NET ASSETS (DEFICITS)				
Invested in Capital Assets, Net of Related Debt	5,676		5,676	
Restricted	455			455
Unrestricted	5,412	(5,360)	2,745	27,939
Total Net Assets (Deficits)	<u>\$ 11,543</u>	<u>\$ (5,360)</u>	<u>\$ 8,421</u>	<u>\$ 28,394</u>

<u>RETIREE GROUP HEALTH</u>	<u>UNEMPLOYMENT COMPENSATION</u>	<u>WORKERS' COMPENSATION</u>		
			ASSETS	
\$ 39,512	\$ 938	\$ 8,323	Current Assets:	
122	5	35	Pooled Cash and Investments	
			Interest Receivable	
			Accounts Receivable	
			Accrued Revenue	
			Due from Other Funds	
			Net Pension Asset	
			Inventory- Materials and Supplies	
<u>39,634</u>	<u>943</u>	<u>8,358</u>	Total Current Assets	
			Non-Current Assets:	
			Deposits with Others	
			Equipment	
			Intangible	
			Accumulated Depreciation	
			Total Non-Current Assets	
<u>39,634</u>	<u>943</u>	<u>8,358</u>	Total Assets	
			LIABILITIES	
			Current Liabilities:	
		9	Accounts Payable	
			Salaries and Employee Benefits Payable	
			Long Term Debt - Current	
			Interest Payable - Current	
			Compensated Absences - Current	
	1,681	14,070	Liability for Self-Insurance- Current	
			Deferred Income	
	<u>1,681</u>	<u>14,079</u>	Total Current Liabilities	
			Non-Current Liabilities	
		53,087	Compensated Absences Payable	
			Liability for Self-Insurance- Long Term	
			Long Term Debt - Pension Obligation Bonds	
			Long Term Debt - Pension Obligation Bonds	
		<u>53,087</u>	Total Non-Current Liabilities	
	<u>1,681</u>	<u>67,166</u>	Total Liabilities	
			NET ASSETS (DEFICITS)	
			Invested in Capital Assets, Net of Related Debt	
			Restricted	
			Unrestricted	
<u>39,634</u>	<u>(738)</u>	<u>(58,808)</u>	Total Net Assets (Deficits)	
\$ <u>39,634</u>	\$ <u>(738)</u>	\$ <u>(58,808)</u>		

**COUNTY OF KERN
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS (DEFICITS)
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

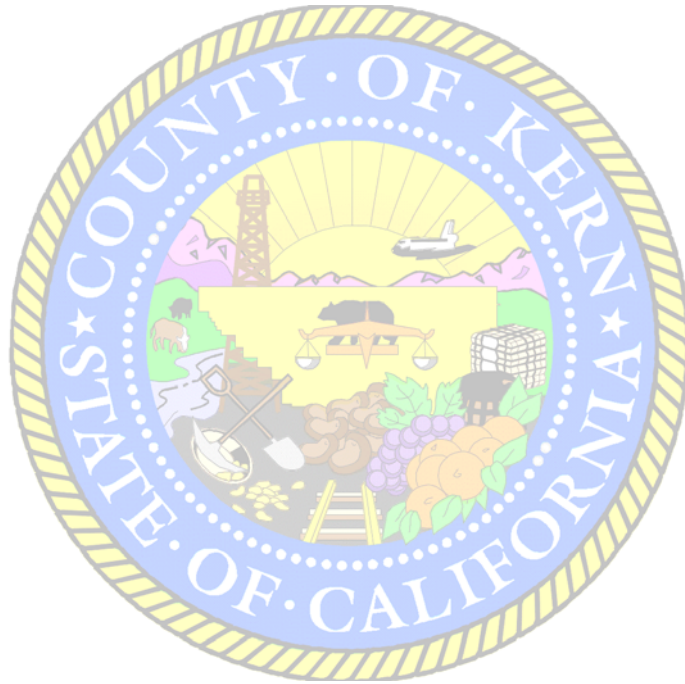
	<u>TOTAL</u>	<u>GENERAL LIABILITY</u>	<u>GENERAL SERVICES- GARAGE</u>	<u>GROUP HEALTH</u>
OPERATING REVENUES:				
Charges for Current Services	\$ 161,066	\$ 6,026	\$ 3,082	\$ 116,409
Total Operating Revenues	<u>161,066</u>	<u>6,026</u>	<u>3,082</u>	<u>116,409</u>
OPERATING EXPENSES:				
Salaries and Employee Benefits	7,531		1,008	
Services and Supplies	18,036	2,974	950	9,656
Claims Incurred	112,308	1,003		99,855
Other Charges	4,095		189	2,976
Depreciation Expense	673		673	
Total Operating Expenses	<u>142,643</u>	<u>3,977</u>	<u>2,820</u>	<u>112,487</u>
Operating Income (Loss)	<u>18,423</u>	<u>2,049</u>	<u>262</u>	<u>3,922</u>
NON-OPERATING REVENUES (EXPENSES):				
Interest on Bank Deposits and Investments	1,479	103	49	528
Aid from Other Governmental Agencies	24			24
Interest Expense	(53)		(49)	
Other Revenues	1,925	79		
Gain on Sale of Capital Assets	(59)		(59)	
Total Non-Operating Revenue	<u>3,316</u>	<u>182</u>	<u>(59)</u>	<u>552</u>
Income (Loss) before Transfers	<u>21,739</u>	<u>2,231</u>	<u>203</u>	<u>4,474</u>
Transfers In				
Transfers Out	(90)		(90)	
Change in Net Assets (Deficits)	21,649	2,231	113	4,474
Net Assets (Deficits), July 1, 2009 (as previously reported)	<u>(34,351)</u>	<u>(7,591)</u>	<u>8,308</u>	<u>23,920</u>
Prior Period Adjustments	24,245			
Net Assets (Deficits), June 30, 2010	<u>\$ 11,543</u>	<u>\$ (5,360)</u>	<u>\$ 8,421</u>	<u>\$ 28,394</u>

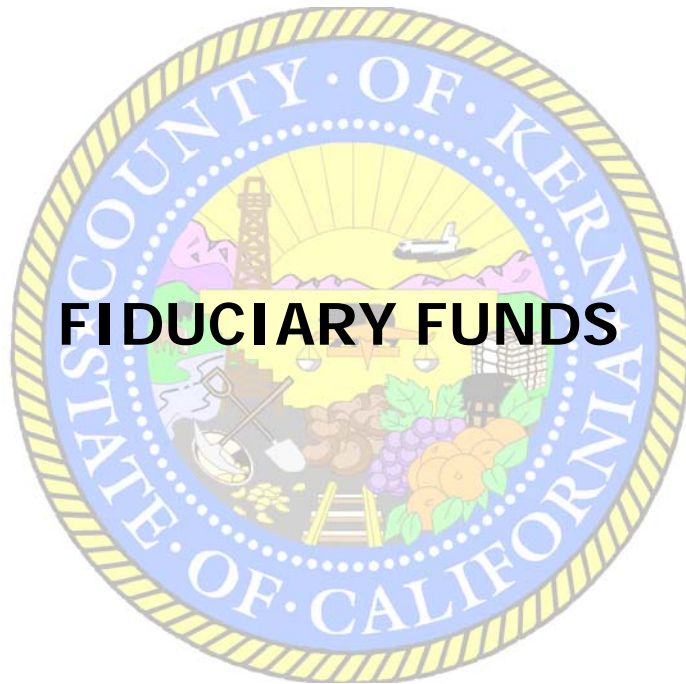
RETIREE GROUP HEALTH	UNEMPLOYMENT COMPENSATION	WORKERS' COMPENSATION	
\$ 11,628	\$ 7,266	\$ 16,655	OPERATING REVENUES:
			Charges for Current Services
<u>11,628</u>	<u>7,266</u>	<u>16,655</u>	Total Operating Revenues
6,523			OPERATING EXPENSES:
209	15	4,232	Salaries and Employee Benefits
	5,201	6,249	Services and Supplies
103		827	Claims Incurred
			Other Charges
			Depreciation Expense
<u>6,835</u>	<u>5,216</u>	<u>11,308</u>	Total Operating Expenses
<u>4,793</u>	<u>2,050</u>	<u>5,347</u>	Operating Income (Loss)
579	47	173	NON-OPERATING REVENUES (EXPENSES):
			Interest on Bank Deposits and Investments
	(4)		Aid from Other Governmental Agencies
		1,846	Interest Expense
			Other Revenues
			Gain (Loss) on Sale of Fixed Assets
<u>579</u>	<u>43</u>	<u>2,019</u>	Total Non-Operating Revenue
<u>5,372</u>	<u>2,093</u>	<u>7,366</u>	Income (Loss) before Transfers
			Transfers In
			Transfers Out
5,372	2,093	7,366	Change in Net Assets (Deficits)
<u>10,017</u>	<u>(2,831)</u>	<u>(66,174)</u>	Net Assets (Deficits), July 1, 2009 (as previously reported)
<u>24,245</u>			Prior Period Adjustments
<u>\$ 39,634</u>	<u>\$ (738)</u>	<u>\$ (58,808)</u>	Net Assets (Deficits), June 30, 2010

**COUNTY OF KERN
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

	<u>TOTAL</u>	<u>GENERAL LIABILITY</u>	<u>GENERAL SERVICES- GARAGE</u>	<u>GROUP HEALTH</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash Received for Current Services	\$ 161,626	\$ 6,026	\$ 3,083	\$ 116,968
Cash Received for Use of Property	4			4
Cash Received for Other Operations	10			10
Cash Paid for Salaries and Benefits	(7,549)		(1,025)	
Cash Paid for Services and Supplies	(17,001)	(2,973)	(941)	(8,625)
Cash Paid for Reported Claims	(116,538)	(1,313)		(96,211)
Cash Paid for Other Charges	(4,094)		(188)	(2,976)
Deposits with Others	(140)			(140)
Net Cash Provided (Used) by Operating Activities	<u>16,318</u>	<u>1,740</u>	<u>929</u>	<u>9,030</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Cash Received for Other Operations	79	79		
Cash Received From Other Funds	2,405			558
Cash Paid to Other Funds	(558)			
Aid from Other Governmental Agencies	24			24
Pension Obligation Bond Principal Paid	(33)		(33)	
Interest Paid	(30)		(26)	
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>1,887</u>	<u>79</u>	<u>(59)</u>	<u>582</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Proceeds From Sale of Capital Assets	26		26	
Acquisition or Construction of Capital Assets	(594)		(594)	
Net Cash Used by Capital and Related Financing Activities	<u>(568)</u>		<u>(568)</u>	
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest on Bank Deposits and Investments	<u>1,588</u>	<u>111</u>	<u>55</u>	<u>550</u>
Net Increase (Decrease) in Cash and Cash Equivalents	19,225	1,930	357	10,162
Beginning Cash and Cash Equivalents at July 1, 2009	<u>82,015</u>	<u>5,382</u>	<u>2,990</u>	<u>31,646</u>
Ending Cash and Cash Equivalents at June 30, 2010	<u>\$ 101,240</u>	<u>\$ 7,312</u>	<u>\$ 3,347</u>	<u>\$ 41,808</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ 18,423	\$ 2,049	\$ 262	\$ 3,922
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	673		673	
Changes in Assets and Liabilities:				
(Increase) Decrease in Inventory	(6)		(6)	
(Increase) Decrease in Deposits with Others	(140)			(140)
(Increase) Decrease in Net Pension Asset	13		13	
Increase (Decrease) in Deferred Income	568			568
Increase (Decrease) in Accrued Expenses	1,046		17	1,036
Increase (Decrease) in Salaries & Benefits Payable	4		4	
Increase (Decrease) in Compensated Absences Payable	(34)		(34)	
Increase (Decrease) in Provision for Liability Claims	(4,229)	(309)		3,644
Total Adjustments	<u>(2,105)</u>	<u>(309)</u>	<u>667</u>	<u>5,108</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 16,318</u>	<u>\$ 1,740</u>	<u>\$ 929</u>	<u>\$ 9,030</u>
NON-CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:				
Net Transfers of Capital Assets (To) From Other Funds	\$ (90)		\$ (90)	
Total Non-cash Investing, Capital, and Financing Activities	<u>\$ (90)</u>		<u>\$ (90)</u>	

<u>RETIREE GROUP HEALTH</u>	<u>UNEMPLOYMENT COMPENSATION</u>	<u>WORKERS' COMPENSATION</u>	
\$ 11,628	\$ 7,266	\$ 16,655	CASH FLOWS FROM OPERATING ACTIVITIES:
(6,524)	(15)	(4,239)	Cash Received for Current Services
(208)	(5,795)	(13,219)	Cash Received for Current Services
(103)		(827)	Cash Received for Current Services
			Cash Paid for Salaries and Benefits
			Cash Paid for Services and Supplies
			Cash Paid for Reported Claims
			Cash Paid for Other Charges
			Deposits with Others
<u>4,793</u>	<u>1,456</u>	<u>(1,630)</u>	Net Cash Provided (Used) by Operating Activities
			CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:
		1,847	Cash Received for Other Operations
	(558)		Cash Received From Other Funds
			Cash Paid to Other Funds
			Aid from Other Governmental Agencies
			Pension Obligation Bond Principal Paid
	(4)		Interest Paid
<u>(562)</u>	<u>(562)</u>	<u>1,847</u>	Net Cash Provided (Used) by Non-Capital Financing Activities
			CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:
			Proceeds From Sale of Capital Assets
			Acquisition or Construction of Capital Assets
			Net Cash Used by Capital and Related Financing Activities
			CASH FLOWS FROM INVESTING ACTIVITIES:
635	43	194	Interest on Bank Deposits and Investments
5,428	937	411	Net Increase (Decrease) in Cash and Cash Equivalents
<u>34,084</u>	<u>1</u>	<u>7,912</u>	Beginning Cash and Cash Equivalents at July 1, 2009
<u>\$ 39,512</u>	<u>\$ 938</u>	<u>\$ 8,323</u>	Ending Cash and Cash Equivalents at June 30, 2010
			RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:
\$ <u>4,793</u>	\$ <u>2,050</u>	\$ <u>5,347</u>	Operating Income (Loss)
			Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:
			Depreciation
			Changes in Assets and Liabilities:
			(Increase) Decrease in Inventory
			(Increase) Decrease in Deposits with Others
			(Increase) Decrease in Net Pension Asset
			Increase (Decrease) in Deferred Income
		(7)	Increase (Decrease) in Accrued Expenses
			Increase (Decrease) in Salaries & Benefits Payable
			Increase (Decrease) in Compensated Absences Payable
			Increase (Decrease) in Provision for Liability Claims
	(594)	(6,970)	Total Adjustments
<u>(594)</u>	<u>(594)</u>	<u>(6,977)</u>	Net Cash Provided (Used) by Operating Activities
<u>\$ 4,793</u>	<u>\$ 1,456</u>	<u>\$ (1,630)</u>	NON-CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:
\$ _____	\$ _____	\$ _____	Net Transfers of Capital Assets (To) From Other Funds
<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>	Total Non-cash Investing, Capital, and Financing Activities





FIDUCIARY FUNDS

FIDUCIARY FUNDS DESCRIPTIONS

Agency Funds - Agency funds are funds under the control of individual County officers who use them for the deposit of various types of receipts and to accumulate resources for specific purposes. Unapportioned funds are used for recording the collection and distribution of property taxes and interest on bank deposits. Disbursements are made from these funds by warrants issued by the Auditor-Controller-County Clerk upon the requisition of the responsible officer.

**COUNTY OF KERN
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

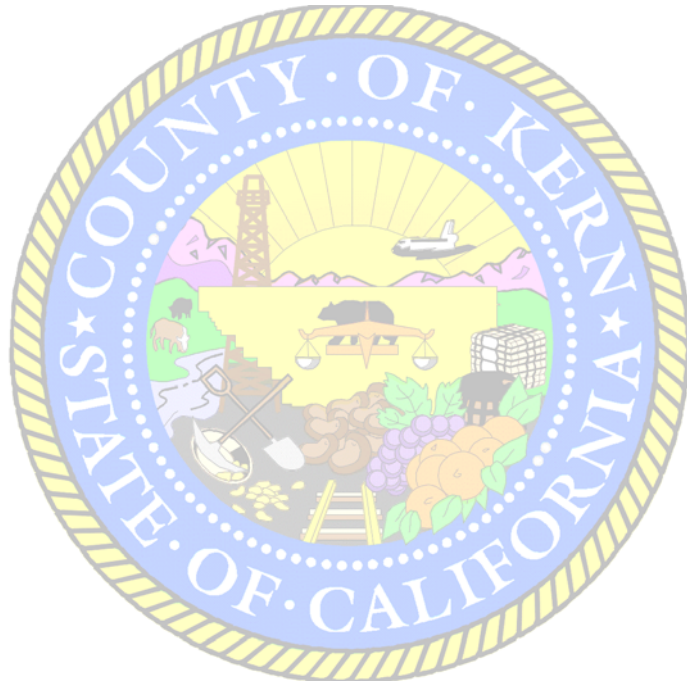
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	<u>BALANCE JULY 1, 2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE JUNE 30, 2010</u>
TOTAL AGENCY FUNDS				
ASSETS				
Pooled Cash and Investments	\$ 158,396	\$ 6,255,235	\$ 6,251,672	\$ 161,959
Investments		1,240	1,240	
Accounts Receivable	2	26	27	1
Interest Receivable	694	407	655	446
Taxes Receivable	69,702	1,138,921	1,134,881	73,742
Due from Other Agencies	6,775	9,037	8,046	7,766
Total Assets	<u>\$ 235,569</u>	<u>\$ 7,404,866</u>	<u>\$ 7,396,521</u>	<u>\$ 243,914</u>
LIABILITIES				
Accounts Payable	\$ 1,153	\$ 281,764	\$ 281,767	\$ 1,150
Warrants Payable	38,729	3,006,426	3,026,997	18,158
Interest Payable		815	815	
Due to Other Agencies	195,367	3,448,809	3,419,890	224,286
Unapportioned Installment Redemptions	320			320
Total Liabilities	<u>\$ 235,569</u>	<u>\$ 6,737,814</u>	<u>\$ 6,729,469</u>	<u>\$ 243,914</u>
CLEARING FUNDS				
ASSETS				
Pooled Cash and Investments	\$ 3,679	\$ 1,181,226	\$ 1,184,126	\$ 779
Investments		1,240	1,240	
Accounts Receivable	2	26	27	1
Total Assets	<u>\$ 3,681</u>	<u>\$ 1,182,492</u>	<u>\$ 1,185,393</u>	<u>\$ 780</u>
LIABILITIES				
Accounts Payable	\$ 1,145	\$ 207,200	\$ 208,345	\$
Warrant Payable	1	215,700	215,701	
Due to Other Agencies	2,535	1,164,805	1,166,560	780
Total Liabilities	<u>\$ 3,681</u>	<u>\$ 1,587,705</u>	<u>\$ 1,590,606</u>	<u>\$ 780</u>
WARRANT CLEARANCE FUNDS				
ASSETS				
Pooled Cash and Investments	\$ 38,732	\$ 2,732,916	\$ 2,752,342	\$ 19,306
Total Assets	<u>\$ 38,732</u>	<u>\$ 2,732,916</u>	<u>\$ 2,752,342</u>	<u>\$ 19,306</u>
LIABILITIES				
Warrants Payable	\$ 38,728	\$ 2,732,913	\$ 2,752,339	\$ 19,302
Due to Other Agencies	4	4	4	4
Total Liabilities	<u>\$ 38,732</u>	<u>\$ 2,732,917</u>	<u>\$ 2,752,343</u>	<u>\$ 19,306</u>

**COUNTY OF KERN
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)
AGENCY FUNDS
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

Page 2 of 2

	BALANCE JULY 1, 2009	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2010
STATE FUNDS				
ASSETS				
Pooled Cash and Investments	\$ 6,020	\$ 41,514	\$ 40,728	\$ 6,806
Interest Receivable	9	3	6	6
Total Assets	<u>\$ 6,029</u>	<u>\$ 41,517</u>	<u>\$ 40,734</u>	<u>\$ 6,812</u>
LIABILITIES				
Accounts Payable	\$	\$ 38,460	\$ 38,460	\$
Warrant Payable		38,460	38,460	
Due to Other Agencies	6,029	39,461	38,678	6,812
Total Liabilities	<u>\$ 6,029</u>	<u>\$ 116,381</u>	<u>\$ 115,598</u>	<u>\$ 6,812</u>
OTHER FUNDS				
ASSETS				
Pooled Cash and Investments	\$ 91,134	\$ 1,150,844	\$ 1,123,354	\$ 118,624
Interest Receivable	388	205	349	244
Due from Other Agencies	6,755	8,399	7,404	7,750
Total Assets	<u>\$ 98,277</u>	<u>\$ 1,159,448</u>	<u>\$ 1,131,107</u>	<u>\$ 126,618</u>
LIABILITIES				
Accounts Payable	\$ 8	\$ 27,604	\$ 27,606	\$ 6
Warrant Payable		27,853	27,853	
Due to Other Agencies	98,269	1,069,004	1,040,661	126,612
Total Liabilities	<u>\$ 98,277</u>	<u>\$ 1,124,461</u>	<u>\$ 1,096,120</u>	<u>\$ 126,618</u>
UNAPPORTIONED FUNDS				
ASSETS				
Pooled Cash and Investments	\$ 18,831	\$ 1,148,735	\$ 1,151,122	\$ 16,444
Interest Receivable	297	199	300	196
Taxes Receivable	69,702	1,138,921	1,134,881	73,742
Due from Other Agencies	20	638	642	16
Total Assets	<u>\$ 88,850</u>	<u>\$ 2,288,493</u>	<u>\$ 2,286,945</u>	<u>\$ 90,398</u>
LIABILITIES				
Interest Payable	\$	\$ 815	\$ 815	\$
Due to Other Agencies	88,530	1,175,535	1,173,987	90,078
Unapportioned Installment Redemptions	320			320
Total Liabilities	<u>\$ 88,850</u>	<u>\$ 1,176,350</u>	<u>\$ 1,174,802</u>	<u>\$ 90,398</u>



**CAPITAL ASSETS USED IN
THE OPERATION OF
GOVERNMENTAL FUNDS**



**COUNTY OF KERN
CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE OF FUNCTION AND ACTIVITY
JUNE 30, 2010 (IN THOUSANDS)**

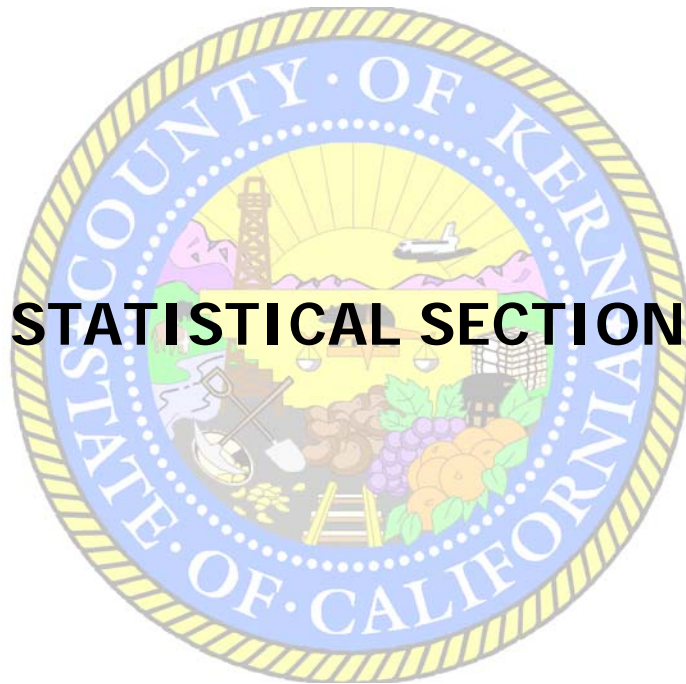
Function & Activity	Department #	Land	Structures & Improvements	Equipment	Construction in Progress	Infrastructure	Intangibles	Total
General Activity								
Board of Supervisors - Dist #1	1011	\$	\$	72	\$	\$	\$	72
Board of Supervisors - Dist #2	1012							
Board of Supervisors - Dist #5	1015			9				9
County Administrative Office	1020							
Clerk of the Board	1030			31			37	68
Auditor-Controller	1110			104				104
Treasurer	1120		238	756				994
Assessor	1130	9	1,072	136				1,217
General Services - Mail Services	1151			58				58
Reprographics	1153			184				184
Information Systems	1160			2,227			1,172	3,399
County Counsel	1210		467	126			130	723
Personnel	1310			17				17
Elections - County Clerk	1420			5,224				5,224
Communications	1510		27,153	13,308				40,461
General Services**	1610	2,659	74,339	2,785				79,783
General Services - Construction	1640			19				19
Board of Trade	1812		139	233				372
Engineering & Survey Services	1900		2,382	749		15,408	127	18,666
Risk Management	1910			61			142	203
Separation of Grade	1955				22,820			22,820
General Services	1960				4,629			4,629
Rexland Acres	1969					9,222		9,222
Total General Activity		<u>2,668</u>	<u>105,790</u>	<u>26,099</u>	<u>27,449</u>	<u>24,630</u>	<u>1,608</u>	<u>188,244</u>
Public Safety								
Superior Court	2115	401	40,987					41,388
County Clerk	2116			6				6
District Attorney	2180		406	1,731			80	2,217
Children Support Services	2183		55	636			35	726
Public Defender	2190		3,809	360				4,169
DA Forensic	2200		139	3,263				3,402
Sheriff	2210	7,105	56,971	33,411			1,670	99,157
Probation	2340	580	41,348	5,113				47,041
Fire	2415	4,455	29,541	54,947			266	89,209
Dept. of Ag & Measure Standard	2610	317	2,644	397				3,358
Code Compliance	2620			116				116
Building Inspection	2625			1,089				1,089
Recorder	2705			634			145	779
Resource Management Agency	2730	1	79	330				410
Planning	2750			63				63
Animal Control	2760	443	555	296				1,294
Total Public Safety		<u>13,302</u>	<u>176,534</u>	<u>102,392</u>			<u>2,196</u>	<u>294,424</u>
Public Ways								
Road	3000	2,704	6,623	12,337	27,560	458,702	1,082,052	1,589,978
Total Public Ways		<u>2,704</u>	<u>6,623</u>	<u>12,337</u>	<u>27,560</u>	<u>458,702</u>	<u>1,082,052</u>	<u>1,589,978</u>
Health								
Public Health	4110	207	14,014	532			177	14,930
Environmental Health	4113		1,294	464				1,758
Mental Health	4120		2,650	1,142				3,792
Mental Health - Substance Abuse	4123			34				34
Emergency Medical Services	4200			286			132	418
California Children's Services	4300			8				8
Total Health		<u>207</u>	<u>17,958</u>	<u>2,466</u>			<u>309</u>	<u>20,940</u>
Public Assistance								
Human Services	5120	6	2,653	6,796				9,455
Veterans Services	5510		228					228
Aging & Adult Services	5610		276	338				614
Employers Training Resources	5923			1,268			100	1,368
Community Development Program Agency	5940			17				17
Total Public Assistance		<u>6</u>	<u>3,157</u>	<u>8,419</u>			<u>100</u>	<u>11,682</u>
Education								
Library	6210	2,131	25,388	1,187	205			28,911
Farm & Home Advisor	6310		433	29				462
Experimental Farm	6320		506					506
Total Education		<u>2,131</u>	<u>26,327</u>	<u>1,216</u>	<u>205</u>			<u>29,879</u>
Parks & Recreation								
Parks	7100	4,185	42,471	5,035	195			51,886
Total Parks & Recreation		<u>4,185</u>	<u>42,471</u>	<u>5,035</u>	<u>195</u>			<u>51,886</u>
Total Governmental Funds		<u>\$ 25,203</u>	<u>\$ 378,860</u>	<u>\$ 157,964</u>	<u>\$ 55,409</u>	<u>\$ 483,332</u>	<u>\$ 1,086,265</u>	<u>\$ 2,187,033</u>

**General Services accounts for a large portion of the governmental activity because there are several county buildings, such as the Administration building located at 1115 Truxtun and the Public Services building located at Golden State, that are being occupied by departments that have different functions.

**COUNTY OF KERN
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES IN FUNCTION AND ACTIVITY
YEAR ENDED JUNE 30, 2010 (IN THOUSANDS)**

Function & Activity	Department #	Governmental Funds Capital Assets 6/30/2009	Additions	Deductions	Governmental Funds Capital Assets 6/30/2010
General Activity					
Board of Supervisors - Dist #1	1011	\$ 72	\$	\$	\$ 72
Board of Supervisors - Dist #2	1012	47		47	
Board of Supervisors - Dist #5	1015	9			9
County Administrative Office	1020	32		32	
Clerk of the Board	1030	68			68
Auditor-Controller	1110	234	6	136	104
Treasurer	1120	1,138		144	994
Assessor	1130	1,217			1,217
General Services - Mail Services	1151	58			58
Reprographics	1153	184			184
Information Systems	1160	3,506	171	278	3,399
County Counsel	1210	696	33	6	723
Personnel	1310	26		9	17
Elections - County Clerk	1420	6,211	12	999	5,224
Communications	1510	36,266	4,318	123	40,461
General Services	1610	80,715	1,124	2,056	79,783
General Services - Construction	1640	19			19
Board of Trade	1812	351	31	10	372
Engineering & Survey Services	1900	27,708	317	9,359	18,666
Risk Management	1910	187	16		203
Separation of Grade	1955	17,268	5,552		22,820
General Services	1960	3,012	4,296	2,679	4,629
Rexland Acres	1969		9,222		9,222
Total General Activity		<u>179,024</u>	<u>25,098</u>	<u>15,878</u>	<u>188,244</u>
Public Safety					
Superior Court	2115	41,388			41,388
County Clerk	2116		6		6
District Attorney	2180	2,117	129	29	2,217
Children Support Services	2183	1,496	107	877	726
Public Defender	2190	4,159	10		4,169
DA Forensic	2200	3,378	102	78	3,402
Sheriff	2210	91,916	8,473	1,232	99,157
Probation	2340	46,756	509	224	47,041
Fire	2415	91,727	2,016	4,534	89,209
Agricultural Commissioner	2610	3,341	17		3,358
Code Compliance	2620	133		17	116
Building Inspection	2625	1,220	26	157	1,089
Recorder	2705	808		29	779
Resource Management Agency	2730	398	12		410
Planning	2750	63			63
Animal Control	2760	1,262	32		1,294
Total Public Safety		<u>290,162</u>	<u>11,439</u>	<u>7,177</u>	<u>294,424</u>
Public Ways					
Road	3000	1,547,471	48,638	6,131	1,589,978
Total Public Ways		<u>1,547,471</u>	<u>48,638</u>	<u>6,131</u>	<u>1,589,978</u>
Health					
Public Health	4110	15,083	103	256	14,930
Environmental Health	4113	1,764		6	1,758
Mental Health	4120	3,748	49	5	3,792
Mental Health - Substance Abuse	4123	34			34
Emergency Medical Services	4200	359	59		418
California Children's Services	4300	8			8
Total Health		<u>20,996</u>	<u>211</u>	<u>267</u>	<u>20,940</u>
Public Assistance					
Human Services	5120	9,375	601	521	9,455
Veterans Services	5510	228			228
Aging & Adult Services	5610	773	78	237	614
Employers' Training Resources	5923	1,399	105	136	1,368
Community Development Program Agency	5940	46		29	17
Total Public Assistance		<u>11,821</u>	<u>784</u>	<u>923</u>	<u>11,682</u>
Education					
Library	6210	28,847	113	49	28,911
Farm & Home Advisor	6310	446	16		462
Experimental Farm	6320	506			506
Total Education		<u>29,799</u>	<u>129</u>	<u>49</u>	<u>29,879</u>
Parks & Recreation					
Parks	7100	49,399	4,809	2,322	51,886
Total Parks & Recreation		<u>49,399</u>	<u>4,809</u>	<u>2,322</u>	<u>51,886</u>
Total Governmental Funds		<u>\$ 2,128,672</u>	<u>\$ 91,108</u>	<u>\$ 32,747</u>	<u>\$ 2,187,033</u>

Note: Additions and Deductions included transfers between functions



STATISTICAL SECTION

STATISTICAL SECTION

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Financial Trends	281
<p>The financial trend schedules contain trend information to assist the reader in understanding how the County's financial performance and well-being have changed over time and to help the reader follow the direction the County's economic condition is heading. These schedules also provide information to assist the user in comprehending how spending priorities and funding sources have changed from year to year.</p>	
Revenue Capacity	294
<p>The revenue capacity schedules contain information to help the reader assess the factors affecting the County's ability to generate its most significant revenue source, property taxes. The schedules have information to help the user assess the tax burden on the taxpayers. Information is provided to help the user evaluate whether the County is disproportionately dependent on a single taxpayer.</p>	
Debt Capacity	297
<p>The debt capacity schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future. Information is provided to give users an idea of the burden of debt on the taxpayers, both the direct burden and the portion of debt issued by other governmental entities for which the County's taxpayers are responsible.</p>	
Demographic and Economic Information	303
<p>The demographic and economic information schedules offer demographic and economic indicators to help the reader understand the environment within which the county's financial activities take place and to help make comparisons over time and with other governments.</p>	
Operating Information	308
<p>The operating information schedules contain information about the county's operations and resources to help the reader understand how the county's financial information relates to the services the county provides and the activities it performs. The schedules provide information to give the user a sense of the size of the County, the types of services it provides, the volume of these services and the non-financial resources used to provide those services.</p>	

Sources: Unless otherwise noted, the information in the statistical schedules is derived from the Comprehensive Annual Financial Reports (CAFR) for the relevant years.

COUNTY OF KERN
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS (IN THOUSANDS)
 (ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year				
	2001**	2002	2003	2004	2005
Governmental Activities:					
Invested in Capital Assets, Net of Related Debt	\$	\$ 195,245	\$ 217,758	\$ 258,993	\$ 309,886
Restricted		27,658	27,478	35,816	35,653
Unrestricted (deficit)		45,116	46,970	(111,616)	(141,419)
Total Governmental Activities Net Assets	\$	\$ 268,019	\$ 292,206	\$ 183,193	\$ 204,120
Business-type Activities:					
Invested in Capital Assets, Net of Related Debt	\$	\$ 90,467	\$ 92,288	\$ 92,994	\$ 94,418
Restricted		5,935	7,623	9,701	9,724
Unrestricted (deficit)		(25,329)	(34,857)	(39,612)	(37,436)
Total Business-type Activities Net Assets	\$	\$ 71,073	\$ 65,054	\$ 63,083	\$ 66,706
Primary Government:					
Invested in Capital Assets, Net of Related Debt	\$	\$ 285,712	\$ 310,046	\$ 351,987	\$ 404,304
Restricted		33,593	35,101	45,517	45,377
Unrestricted (deficit)		19,787	12,113	(151,228)	(178,855)
Total Primary Government Net Assets	\$	\$ 339,092	\$ 357,260	\$ 246,276	\$ 270,826

**The County did not begin reporting government-wide statements until it was implemented by GASB Statement 34 in 2002.

Fiscal Year					
2006	2007	2008	2009	2010	
					Governmental Activities:
\$ 417,677	\$ 494,591	\$ 508,638	\$ 473,897	\$ 1,542,559	Invested in Capital Assets, Net of Related Debt
15,349	15,352	13,975	230,225	229,285	Restricted
(122,898)	(74,478)	(62,710)	(198,015)	(122,364)	Unrestricted (deficit)
<u>\$ 310,128</u>	<u>\$ 435,465</u>	<u>\$ 459,903</u>	<u>\$ 506,107</u>	<u>\$ 1,649,480</u>	Total Governmental Activities Net Assets
					Business-type Activities:
\$ 124,631	\$ 140,235	\$ 146,013	\$ 154,030	\$ 160,640	Invested in Capital Assets, Net of Related Debt
8,428	12,060	5,646	4,904	4,240	Restricted
(52,275)	(79,592)	(85,454)	(70,079)	(44,226)	Unrestricted (deficit)
<u>\$ 80,784</u>	<u>\$ 72,703</u>	<u>\$ 66,205</u>	<u>\$ 88,855</u>	<u>\$ 120,654</u>	Total Business-type Activities Net Assets
					Primary Government:
\$ 542,308	\$ 634,826	\$ 654,651	\$ 627,927	\$ 1,703,199	Invested in Capital Assets, Net of Related Debt
23,777	27,412	19,621	235,129	233,525	Restricted
(175,173)	(154,070)	(148,164)	(268,094)	(166,590)	Unrestricted (deficit)
<u>\$ 390,912</u>	<u>\$ 508,168</u>	<u>\$ 526,108</u>	<u>\$ 594,962</u>	<u>\$ 1,770,134</u>	Total Primary Government Net Assets

COUNTY OF KERN
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS (IN THOUSANDS)
 (ACCRUAL BASIS OF ACCOUNTING)

Page 1 of 2

	Fiscal Year				
	2001**	2002	2003	2004	2005
Governmental Activities:					
Expenses:					
General Government	\$	\$ 74,021	\$ 86,271	\$ 67,409	\$ 78,057
Public Protection		312,049	311,333	325,240	342,347
Public Ways and Facilities		24,837	36,774	29,721	22,146
Health and Sanitation		137,690	158,830	180,518	194,836
Public Assistance		344,798	354,479	349,772	369,097
Education		9,131	10,697	8,596	8,852
Culture and Recreation		9,608	7,790	4,923	12,915
Interest on Short and Long-term Debt		20,606	14,396	38,204	39,428
Total Expenses		<u>932,740</u>	<u>980,570</u>	<u>1,004,383</u>	<u>1,067,678</u>
Program Revenues:					
Charges for Services:					
General Government		51,985	54,658	49,552	55,580
Public Protection		79,011	75,771	81,960	85,930
Health and Sanitation		78,144	89,824	110,355	120,522
Other		12,341	13,466	13,281	17,186
Operating Grants and Contributions		601,913	616,677	596,585	595,660
Capital Grants and Contributions			5,619	10,037	9,165
Total Program Revenues		<u>823,394</u>	<u>856,015</u>	<u>861,770</u>	<u>884,043</u>
Total Governmental Activities, Net Program Expenses		<u>(109,346)</u>	<u>(124,555)</u>	<u>(142,613)</u>	<u>(183,635)</u>
General Revenues:					
Taxes:					
Property Taxes		129,580	139,434	109,176	148,204
Vehicle License Taxes ^a					43,739
Aircraft Taxes		117	175	247	150
Sales and Use Taxes		23,047	22,808	22,804	27,423
Transient Occupancy Tax		1,551	1,172	1,300	1,338
Special Assessments					
Transfer Taxes		2,040	2,780	3,612	5,909
Other Taxes		800	963	942	590
Grants and Contributions not Restricted to Specific Programs:					
Unrestricted Investment Earnings		11,770	12,312	8,819	10,502
Miscellaneous		1,998	2,413	1,244	3,041
Special Items		83,922			
Transfers		(19,182)	(31,767)	(25,520)	(30,166)
Total General Revenues and Transfers		<u>235,643</u>	<u>150,290</u>	<u>122,624</u>	<u>210,730</u>
Total Governmental Activities Change in Net Assets	\$	<u>\$ 126,297</u>	<u>\$ 25,735</u>	<u>\$ (19,989)</u>	<u>\$ 27,095</u>

Notes:

^a Due to a change in the State's method of distribution, beginning in fiscal year 04-05, vehicle license fees of \$43,739 are reported separately as vehicle license taxes. In prior years, they were reported under operating grants and contributions.

** The County did not begin reporting government-wide statements until it was implemented by GASB Statement 34 in 2002

Fiscal Year					
2006	2007	2008	2009	2010	
\$ 82,788	\$ 76,033	\$ 95,918	\$ 52,916	\$ 92,049	Governmental Activities:
374,303	377,961	480,002	487,167	449,054	Expenses:
38,348	55,913	50,878	44,648	60,510	General Government
126,815	127,676	149,023	151,741	143,156	Public Protection
381,836	363,655	400,263	411,388	421,154	Public Ways and Facilities
9,002	10,143	10,159	9,372	8,436	Health and Sanitation
10,556	13,459	15,256	14,440	12,747	Public Assistance
41,864	42,788	42,412	44,354	42,013	Education
1,065,512	1,067,628	1,243,911	1,216,026	1,229,119	Culture and Recreation
					Interest on Short and Long-term Debt
					Total Expenses
					Program Revenues:
					Charges for Services:
53,668	42,294	59,209	62,485	65,670	General Government
87,368	74,051	97,856	97,993	93,839	Public Protection
48,041	29,760	54,205	53,702	40,064	Health and Sanitation
18,310	21,230	18,340	17,095	13,451	Other
606,855	617,358	679,220	656,815	724,772	Operating Grants and Contributions
6,564	15,149	9,478	22,800	19,123	Capital Grants and Contributions
820,806	799,842	918,308	910,890	956,919	Total Program Revenues
(244,706)	(267,786)	(325,603)	(305,136)	(272,200)	Total Governmental Activities, Net Program Expenses
					General Revenues:
					Taxes:
181,729	213,535	244,636	227,163	226,528	Property Taxes
61,061	77,620	86,828	91,737	85,897	Vehicle License Taxes a
156	170	227	232	201	Aircraft Taxes
33,182	35,602	39,618	40,502	33,414	Sales and Use Taxes
1,414	1,688	1,506	1,676	1,346	Transient Occupancy Tax
		3,141	3,093	3,375	Special Assessments
7,402	5,334	3,166	2,407	2,423	Transfer Taxes
795	864	1,385	856	711	Other Taxes
					Grants and Contributions not Restricted to Specific Programs:
14,682	28,310	28,043	25,681	18,976	Unrestricted Investment Earnings
20,488	69,578	6,428	9,802	14,260	Miscellaneous
		3,112			Special Items
(36,337)	(40,607)	(49,304)	(51,809)	(32,591)	Transfers
284,572	392,094	368,786	351,340	354,540	Total General Revenues and Transfers
\$ 39,866	\$ 124,308	\$ 43,183	\$ 46,204	\$ 82,340	Total Governmental Activities Change in Net Assets

COUNTY OF KERN
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS (IN THOUSANDS)
 (ACCRUAL BASIS OF ACCOUNTING)

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	Fiscal Year				
	2001	2002	2003	2004	2005
Business-type Activities:					
Expenses:					
Airports	\$ 3,888	\$ 4,413	\$ 3,888	\$ 4,427	\$ 5,608
County Sanitation Districts	2,328	2,327	2,328	2,778	3,061
Golf Course	4,555	4,718	4,555	4,438	4,400
Kern Medical Center	167,710	197,543	167,710	188,031	192,186
Public Transportation	5,153	3,951	5,153	5,174	5,376
Universal Collection	5,962	5,997	5,962	6,710	7,557
Waste Management	28,514	25,599	28,514	28,295	26,631
Total Expenses	<u>218,110</u>	<u>244,548</u>	<u>218,110</u>	<u>239,853</u>	<u>244,819</u>
Revenues:					
Charges for Services:					
Airports	2,548	2,694	2,548	2,480	2,905
County Sanitation Districts	2,510	2,451	2,510	2,463	3,124
Golf Course	4,492	4,799	4,492	4,340	4,368
Kern Medical Center	93,626	136,606	93,626	106,453	153,310
Public Transportation	3,865	3,232	3,865	3,230	5,009
Universal Collection	5,926	5,850	5,926	7,434	7,853
Waste Management	23,234	22,857	23,234	29,725	31,236
Operating Grants and Contributions	34,275	24,679	34,275	49,654	686
Capital Grants and Contributions	1,283	5,649	1,283	5,626	4,505
Total Revenues	<u>171,759</u>	<u>208,817</u>	<u>171,759</u>	<u>211,405</u>	<u>212,996</u>
Total Business-type Activities, Net Program Expenses	<u>(46,351)</u>	<u>(35,731)</u>	<u>(46,351)</u>	<u>(28,448)</u>	<u>(31,823)</u>
General Revenues:					
Grants and Contributions not Restricted to Specific Programs:					
Unrestricted Investment Earnings	1,929	3,451	1,929	797	1,294
Miscellaneous	2,441	676	2,441	2,895	3,575
Gain on Sale of Capital Assets					52
Transfers	31,767	19,182	31,767	25,520	30,166
Total General Revenues and Transfers	<u>36,137</u>	<u>23,309</u>	<u>36,137</u>	<u>29,212</u>	<u>35,087</u>
Total Business-type Activities Change in Net Assets	<u>\$ (10,214)</u>	<u>\$ (12,422)</u>	<u>\$ (10,214)</u>	<u>\$ 764</u>	<u>\$ 3,264</u>
Total Primary Government Change in Net Assets	<u>\$ \$ (10,214)</u>	<u>\$ 113,875</u>	<u>\$ 15,521</u>	<u>\$ (19,225)</u>	<u>\$ 30,359</u>

Fiscal Year					
2006	2007	2008	2009	2010	
\$ 6,223	\$ 5,962	\$ 8,408	\$ 7,626	\$ 7,301	Business-type Activities:
3,429	3,199	3,378	3,319	3,593	Expenses:
4,725	5,011	4,083	412	302	Airports
240,742	246,210	266,490	259,558	255,248	County Sanitation Districts
5,652	6,014	6,759	6,787	6,892	Golf Course
7,930	8,594	9,314	9,797	10,203	Kern Medical Center
36,237	40,305	35,119	35,115	31,869	Public Transportation
304,938	315,295	333,551	322,614	315,408	Universal Collection
					Waste Management
					Total Expenses
3,396	3,705	4,140	3,785	3,610	Revenues:
3,580	3,381	4,301	3,696	4,008	Charges for Services:
4,937	5,274	4,863	421	468	Airports
205,985	192,987	199,666	222,054	206,106	County Sanitation Districts
4,567	4,350	5,236	5,134	5,211	Golf Course
8,390	8,970	9,644	9,610	10,815	Kern Medical Center
32,960	32,603	34,212	32,885	34,635	Public Transportation
1,853	7,324	15,666	6,109	34,579	Universal Collection
9,674			2,131	4,300	Waste Management
275,342	258,594	277,728	285,825	303,732	Operating Grants and Contributions
(29,596)	(56,701)	(55,823)	(36,789)	(11,676)	Capital Grants and Contributions
					Total Revenues
					Total Business-type Activities, Net Program Expenses
1,404	8,432	3,556	3,062	1,386	General Revenues:
3,593	2,470	3,570	4,568	426	Grants and Contributions not Restricted to Specific Programs:
(4)		374			Unrestricted Investment Earnings
36,337	40,607	49,304	51,809	32,591	Miscellaneous
41,330	51,509	56,804	59,439	34,403	Gain on Sale of Capital Assets
\$ 11,734	\$ (5,192)	\$ 981	\$ 22,650	\$ 22,727	Transfers
					Total General Revenues and Transfers
					Total Business-type Activities Change in Net Assets
\$ 51,600	\$ 119,116	\$ 44,164	\$ 68,854	\$ 105,067	Total Primary Government Change in Net Assets

COUNTY OF KERN
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (IN THOUSANDS)
 (ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year				
	2001	2002	2003	2004	2005
General Fund Balances:					
Reserved	\$ 42,637	\$ 55,027	\$ 67,965	\$ 27,552	\$ 22,892
Unreserved	25,340	37,246	30,349	46,148	56,413
Total General Fund Balances	<u>\$ 67,977</u>	<u>\$ 92,273</u>	<u>\$ 98,314</u>	<u>\$ 73,700</u>	<u>\$ 79,305</u>
All Other Governmental Fund Balances:					
Reserved	\$ 95,641	\$ 107,531	\$ 100,131	\$ 101,974	\$ 56,889
Unreserved, reported in:					
Special Revenue Funds	36,916	23,954	43,386	33,151	69,451
Capital Project Funds	(6,320)	80,321	66,646	64,662	60,930
Debt Service	33,186				
Total All Other Governmental Fund Balances	<u>\$ 159,423</u>	<u>\$ 211,806</u>	<u>\$ 210,163</u>	<u>\$ 199,787</u>	<u>\$ 187,270</u>

Fiscal Year					
2006	2007	2008	2009	2010	
					General Fund Balances:
\$ 45,409	\$ 85,976	\$ 87,876	\$ 64,283	\$ 27,536	Reserved
80,986	89,163	63,759	80,008	112,674	Unreserved
<u>\$ 126,395</u>	<u>\$ 175,139</u>	<u>\$ 151,635</u>	<u>144,291</u>	<u>140,210</u>	Total General Fund Balances
					All Other Governmental Fund Balances:
\$ 45,301	\$ 50,273	\$ 74,362	\$ 207,722	\$ 184,907	Reserved
					Unreserved, reported in:
69,210	64,416	50,494	71,212	148,114	Special Revenue Funds
57,068	62,562	98,835	24,129	2,721	Capital Project Funds
					Debt Service
<u>\$ 171,579</u>	<u>\$ 177,251</u>	<u>\$ 223,691</u>	<u>\$ 303,063</u>	<u>\$ 335,742</u>	Total All Other Governmental Fund Balances

COUNTY OF KERN
CHANGES IN FUND BALANCES
LAST TEN FISCAL YEARS (IN THOUSANDS)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year				
	2001	2002	2003	2004	2005
REVENUES:					
Taxes	\$ 143,060	\$ 158,277	\$ 168,142	\$ 138,075	\$ 226,259
Licenses, Permits and Franchises	12,293	13,609	11,988	13,276	15,084
Fines, Forfeitures and Penalties	17,618	23,787	17,878	21,009	23,026
Revenues from Use of Money and Property	19,543	13,466	13,246	8,540	10,549
Aid from Other Governmental Agencies	577,078	621,690	624,447	603,631	604,825
Charges for Current Services	132,038	129,066	124,171	135,431	142,872
Other Revenues	78,482	146,829	91,856	105,810	119,878
Total Revenues	980,112	1,106,724	1,051,728	1,025,772	1,142,493
EXPENDITURES:					
Current:					
General Government	69,040	76,860	87,676	85,318	77,566
Public Protection	300,742	316,154	321,502	327,726	347,724
Health and Sanitation	152,334	144,518	161,553	180,341	196,003
Public Assistance	334,562	370,226	355,787	350,059	368,630
Education	8,377	8,909	10,258	8,055	8,313
Recreation and Cultural Services	9,843	10,591	10,268	11,231	12,489
Public Ways and Facilities	36,632	27,533	28,380	29,337	30,649
Capital Outlay	17,455	10,363	11,808	24,264	7,284
Debt Service:					
Principal	9,816	11,724	13,277	16,197	32,933
Interest	14,139	15,215	14,356	27,290	31,905
Cost of Issuance					
Total Expenditures	952,940	992,093	1,014,865	1,059,818	1,113,496
Excess (deficiency) of Revenues over Expenditures	27,172	114,631	36,863	(34,046)	28,997
Other Financing Sources (Uses):					
Transfers In	27,137	108,943	115,710	105,977	122,073
Transfers Out	(46,387)	(128,124)	(147,412)	(131,018)	(152,352)
Refunding Bonds Issued					
Payment to Refunded Bonds Escrow Agent					
Inception of Capital Leases	3,600	5,496	786	12,762	539
Proceeds from Issuance of Certificates of Participation					
Discount on Certificates of Participation					
Total Other Financing Sources (Uses)	(15,650)	(13,685)	(30,916)	(8,336)	(29,740)
Net Changes in Fund Balances (Deficits)	\$ 11,522	\$ 100,946	\$ 5,947	\$ (42,382)	\$ (743)
Debt Service as a Percentage of Non-Capital Expenditures	2.61%	2.85%	2.83%	4.50%	6.16%

Fiscal Year					
2006	2007	2008	2009	2010	
					REVENUES:
\$ 282,594	\$ 340,224	\$ 377,096	\$ 378,753	\$ 345,287	Taxes
14,786	15,052	15,598	15,438	15,937	Licenses, Permits and Franchises
22,058	20,387	25,662	26,859	25,653	Fines, Forfeitures and Penalties
15,403	31,470	26,283	23,562	17,506	Revenues from Use of Money and Property
613,417	646,381	687,017	676,572	741,615	Aid from Other Governmental Agencies
151,193	148,274	172,837	175,442	161,995	Charges for Current Services
42,073	54,386	48,235	49,309	50,344	Other Revenues
<u>1,141,524</u>	<u>1,256,174</u>	<u>1,352,728</u>	<u>1,345,935</u>	<u>1,358,337</u>	Total Revenues
					EXPENDITURES:
					Current:
82,454	93,611	106,020	106,683	95,160	General Government
378,004	418,472	490,835	494,087	471,037	Public Protection
127,005	136,085	150,612	154,796	146,496	Health and Sanitation
381,301	386,087	401,952	416,377	426,193	Public Assistance
8,610	10,151	10,224	9,945	9,185	Education
12,168	13,720	15,558	14,051	13,184	Recreation and Cultural Services
43,419	50,344	63,124	51,609	53,974	Public Ways and Facilities
9,878	4,598	4,650	42,755	34,921	Capital Outlay
					Debt Service:
20,563	11,790	13,613	16,674	18,684	Principal
33,646	35,700	33,824	30,533	30,794	Interest
			3,020	7	Cost of Issuance
<u>1,097,048</u>	<u>1,160,558</u>	<u>1,290,412</u>	<u>1,337,510</u>	<u>1,299,635</u>	Total Expenditures
<u>44,476</u>	<u>95,616</u>	<u>62,316</u>	<u>8,425</u>	<u>58,702</u>	Excess (deficiency) of Revenues over Expenditures
					Other Financing Sources (Uses):
124,528	127,530	159,309	219,293	232,934	Transfers In
(161,174)	(168,137)	(208,355)	(270,997)	(265,526)	Transfers Out
			50,000		Refunding Bonds Issued
			(50,000)		Payment to Refunded Bonds Escrow Agent
6,110	2,326	3,337	22,823	2,882	Inception of Capital Leases
			95,410		Proceeds from Issuance of Certificates of Participation
			(1,195)		Discount on Certificates of Participation
<u>(30,536)</u>	<u>(38,281)</u>	<u>(45,709)</u>	<u>66,529</u>	<u>(29,710)</u>	Total Other Financing Sources (Uses)
<u>\$ 13,940</u>	<u>\$ 57,335</u>	<u>\$ 16,607</u>	<u>\$ 74,954</u>	<u>\$ 28,992</u>	Net Changes in Fund Balances (Deficits)
5.31%	4.45%	3.86%	3.76%	3.94%	Debt Service as a Percentage of Non-Capital Expenditures

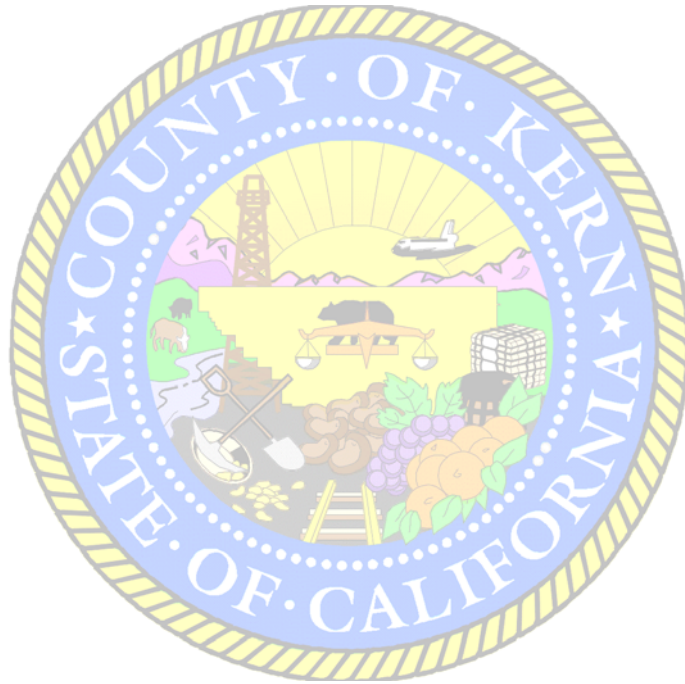
**COUNTY OF KERN
 ASSESSED VALUE OF TAXABLE PROPERTY AND ACTUAL VALUE OF PROPERTY (UNAUDITED)
 LAST TEN FISCAL YEARS (IN THOUSANDS)**

Fiscal Year	Secured ^a	Unsecured ^b	Unitary ^c	Exempt ^d	Total Taxable Assessed Value ^e	Total Direct Tax Rate
2000 - 01	39,848,255	1,883,311	64,469	(698,741)	41,097,294	1.00000%
2001 - 02	42,508,854	1,992,752	66,134	(701,819)	43,865,921	1.00000%
2002 - 03	41,247,985	1,967,394	62,346	(709,555)	42,568,170	1.00000%
2003 - 04	41,703,496	1,994,348	1,881,874	(716,482)	44,863,236	1.00000%
2004 - 05	45,389,639	2,065,833	1,686,769	(722,479)	48,419,762	1.00000%
2005 - 06	53,029,946	2,196,607	1,614,145	(731,138)	56,109,560	1.00000%
2006 - 07	65,301,400	2,443,549	1,709,410	(722,336)	68,732,023	1.00000%
2007 - 08	75,364,238	2,691,326	1,601,891	(733,495)	78,923,960	1.00000%
2008 - 09	79,874,728	2,750,161	1,727,191	(750,448)	83,601,632	1.00000%
2009 - 10	77,907,802	2,972,208	1,709,625	(766,760)	81,822,876	1.00000%

Notes:

- ^a Secured property is generally real property, defined as land, mines, minerals, timber and improvements such as buildings, structures, crops, trees and vines.
- ^b Unsecured property is generally personal property including machinery, equipment, office tools and supplies.
- ^c Unitary properties are railroads and utilities crossing the county and are assessed by the State Board of Equalization.
- ^d Exempt properties include numerous full and partial exclusions/exemptions provided by the State Constitution and the legislature that relieve certain taxpayers from the burden of paying property taxes.
- ^e Due to 1978 passage of the property tax initiative Proposition 13 (Prop 13) the County does not track the estimated actual value of all County properties. Under Prop. 13, property is assessed at the 1978 market value with an annual increase limited to the lesser of 2% or the CPI on properties not involved in a change of ownership or properties that did not undergo new construction. Newly acquired property is assessed at its new market value (usually the purchase price) and the value of any new construction is added to the existing base value of a parcel. As a result, similar properties can have substantially different assessed values based on the date of purchase. Additionally, Prop 13 limits the property tax rate to 1% of assessed value plus the rate necessary to fund local voter-approved bonds and special assessments.

Source: Auditor - Controller - County Clerk, County of Kern



**COUNTY OF KERN
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(RATE PER \$1,000 OF ASSESSED VALUE)**

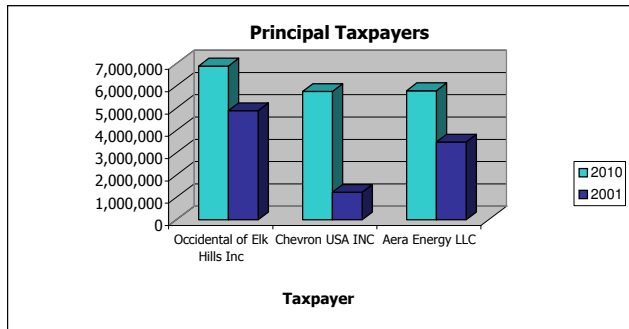
	Fiscal Year				
	2001	2002	2003	2004	2005
County of Kern					
Total County Rate	1.00000%	1.00000%	1.00000%	1.00000%	1.00000%
Range of Overlapping Rates					
Total City Rate					
City of Bakersfield	N/A	N/A	N/A	N/A	N/A
Total School District Rate	.01124% to .16148%	.01009% to .20786%	.00564% to .17094%	.01358% to .18265%	.00618% to .18853%
Total Special District Rate	.00506% to .31250%	.00458% to .31250%	.00402% to .31250%	.00545% to .31250%	.00609% to .31250%

Source: Auditor-Controller-County Clerk, County of Kern

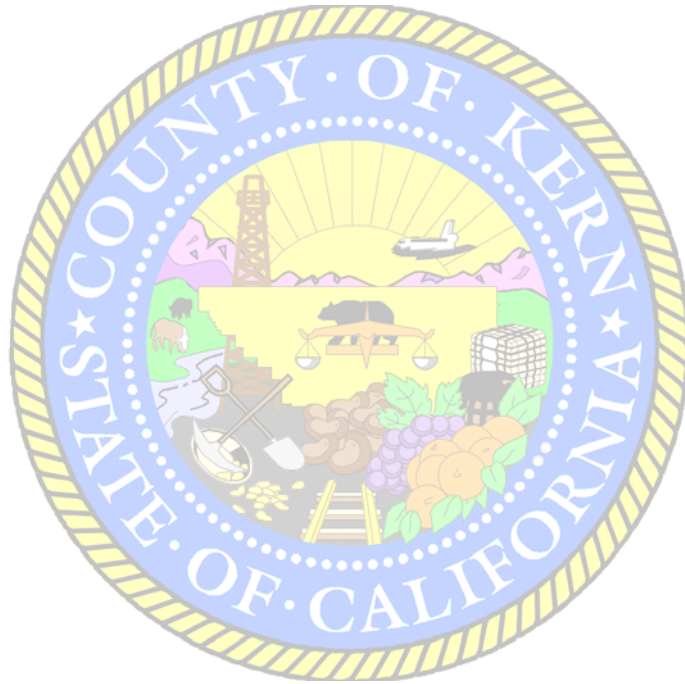
Fiscal Year					
2006	2007	2008	2009	2010	
1.00000%	1.00000%	1.00000%	1.00000%	1.00000%	County of Kern Total County Rate
					Range of Overlapping Rates Total City Rate
N/A	N/A	N/A	N/A	N/A	City of Bakersfield
.00497% to .09654%	.00064% to .09683%	0% to .10913%	0% to .05657%	0% to .08854%	Total School District Rate
.00585% to .31250%	.00279% to .31250%	0% to .15321%	.00304% to .31250%	.00290% to .07049%	Total Special District Rate

**COUNTY OF KERN
PRINCIPAL PROPERTY TAXPAYERS
JUNE 30, 2010 (IN THOUSANDS)**

TAXPAYER	2010				2001			
	TAXABLE ASSESSED VALUE	RANK	TOTAL TAX	PERCENTAGE OF TOTAL TAXABLE ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	TOTAL TAX	PERCENTAGE OF TOTAL TAXABLE ASSESSED VALUE
Occidental of Elk Hills Inc	\$ 6,893,692	1	\$ 74,108	9.98%	\$ 4,894,560	1	\$ 50,390	12.55%
Chevron USA INC	5,747,614	2	62,104	8.32%	1,235,224	4	12,969	3.17%
Aera Energy LLC	5,788,432	3	59,914	8.38%	3,485,008	2	35,566	8.93%
Plains Exploration Production Company	815,444	4	8,528	1.18%				
Pacific Gas & Electric Company	600,757	5	8,186	0.87%	370,647	6	4,067	0.01
Berry Petroleum Company	732,670	6	7,896	0.87%				
Pastoria Energy Facility, LLC.	489,100	7	5,369	0.71%				
Southern California Edison Co	388,352	8	5,292	0.56%				
Seneca Resources Corp	486,789	9	5,115	0.70%				
La Paloma Generating Company, LLC	482,200	10	5,024	0.70%				
Texaco California					1,316,220	3	13,391	3.37%
Texaco Exploration & Product Devlp					1,166,760	5	12,280	2.99%
US Borax, INC					357,807	7	3,843	0.92%
Nuevo Energy, CO.					371,556	8	3,780	0.95%
Equilon Enterprises LLC					234,994	9	2,955	0.60%
Sycamore Cogeneration CO.					242,092	10	2,552	0.62%
Total	\$ 22,425,050		\$ 241,536	32.26%	\$ 13,674,868		\$ 141,793	37.49%



Source: The principal property taxpayers for June 30, 2001 was obtained from the "2000-2001 Tax Rates and Assessed Valuations Report." The 2010 Information was obtained from the "2009-2010 Tax Rates and Assessed Valuations Report."



**COUNTY OF KERN
PROPERTY TAX LEVIES AND COLLECTIONS
JUNE 30, 2010 (IN THOUSANDS)**

	Fiscal Year				
	2001^a	2002^a	2003^b	2004^b	2005^b
Original Levy	\$ 543,023	\$ 596,411	\$ 599,911	\$ 638,344	\$ 698,397
Adjustments to Original Levy	(5,128)	(5,160)	19,541	(4,780)	(1,546)
Taxes Levied	537,895	591,251	619,452	633,564	696,851
Collected within the Fiscal Year of the Levy: ^c					
Amount	\$ 527,763	\$ 569,461	\$ 600,525	\$ 611,060	\$ 669,983
Percentage of Adjusted Levy	98.12%	96.31%	96.94%	96.45%	96.14%
Collections in subsequent years	(2,974)	13,129	17,231	16,621	18,461
Total Collections to Date:					
Amount	\$ 524,789	\$ 582,590	\$ 617,756	\$ 627,680	\$ 688,444
Percentage of Adjusted Levy	97.56%	98.54%	99.73%	99.07%	98.79%

Notes:

^a Denotes only Secured and Unsecured Property Taxes.

^b Denotes Secured, Unsecured and Supplemental Property Taxes.

^c The above amounts do not include any penalties collected or any penalties due with delinquency amount.

N/A - Adjusted levy information is not available during this period.

Source: Auditor - Controller - County Clerk, County of Kern

Fiscal Year					
2006^b	2007^b	2008^b	2009^b	2010	
\$ 808,644	\$ 979,872	\$ 1,067,044	\$ 1,091,610	\$ 1,039,467	Original Levy
(1,372)	(2,564)	4,812	(4,995)	(28)	Adjustments to Original Levy
807,272	977,308	1,071,856	1,086,615	1,039,439	Taxes Levied
Collected within the Fiscal Year of the Levy: ^c					
\$ 763,771	\$ 915,429	\$ 1,008,928	\$ 1,038,395	\$ 994,181	Amount
94.61%	93.67%	94.13%	95.56%	95.65%	Percentage of Adjusted Levy
17,938	20,545	29,238	42,409	34,057	Collections in subsequent years
Total Collections to Date:					
\$ 781,709	\$ 935,974	\$ 1,038,165	\$ 1,080,803	\$ 1,028,238	Amount
96.83%	95.77%	96.86%	99.47%	98.92%	Percentage of Adjusted Levy

**COUNTY OF KERN
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (IN THOUSANDS, EXCEPT PER CAPITIA)**

	Fiscal Year				
	2001	2002	2003	2004	2005
Governmental Activities:					
Capital Leases	\$ 6,738	\$ 8,728	\$ 6,336	\$ 8,337	\$ 5,364
Certificates of Participation	88,745	78,970	68,515	56,865	30,320
Bonds Payable	225	225	225	104,720	103,290
Loans Payable	9,250	8,455	9,390	11,868	10,307
Pension Obligation Bonds	185,621	184,548	470,802	467,929	463,987
Total Governmental Activities	<u>290,579</u>	<u>280,926</u>	<u>555,268</u>	<u>649,719</u>	<u>613,268</u>
Business-type Activities:					
Capital Leases	70	48	25	17	3
Loans Payable					
Certificates of Participation	42,115	52,790	49,125	58,525	54,530
Landfill Closure / Post-closure Costs				60,411	58,337
Pension Obligation Bonds	<u>33,777</u>	<u>33,582</u>	<u>33,232</u>	<u>32,709</u>	<u>31,992</u>
Total Business-type Activities	<u>75,962</u>	<u>86,420</u>	<u>82,382</u>	<u>151,662</u>	<u>144,862</u>
Total Primary Government	<u>\$ 366,541</u>	<u>\$ 367,346</u>	<u>\$ 637,650</u>	<u>\$ 801,381</u>	<u>\$ 758,130</u>
Percentage of Personal Income ^a	2.49%	2.34%	3.89%	4.69%	4.21%
Per Capita ^b	544	532	898	1,094	1,007

Notes:

^a Refer to the "Demographic and Economic Statistics" for the personal income figures.

^b Refer to the "Demographic and Economic Statistics" for the population figures. This ratio is calculated using population for the latest calendar year for each corresponding fiscal year.

Source: Auditor - Controller - County Clerk, County of Kern

Fiscal Year					
2006	2007	2008	2009	2010	
					Governmental Activities:
\$ 7,103	\$ 5,419	\$ 3,820	\$ 20,192	\$ 17,516	Capital Leases
16,565	14,105	11,520	106,000	105,020	Certificates of Participation
102,640	101,490	101,056	98,632	96,258	Bonds Payable
8,380	6,001	7,608	12,887	10,876	Loans Payable
458,849	407,365	398,117	386,402	371,959	Pension Obligation Bonds
<u>593,537</u>	<u>534,380</u>	<u>522,121</u>	<u>624,113</u>	<u>601,629</u>	Total Governmental Activities
					Business-type Activities:
2			2,495	4,996	Capital Leases
				640	Loans Payable
50,580	46,465	40,760	36,230	33,305	Certificates of Participation
64,241	71,417	74,983	76,130	75,147	Landfill Closure / Post-closure Costs
31,056	64,813	63,179	61,125	58,608	Pension Obligation Bonds
<u>145,879</u>	<u>182,695</u>	<u>178,922</u>	<u>175,980</u>	<u>172,696</u>	Total Business-type Activities
<u>\$ 739,416</u>	<u>\$ 717,075</u>	<u>\$ 701,043</u>	<u>\$ 800,093</u>	<u>\$ 774,325</u>	Total Primary Government
3.91%	3.26%	3.00%	3.25%	3.28%	Percentage of Personal Income ^a
960	875	834	969	912	Per Capita ^b

**COUNTY OF KERN
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS (IN THOUSANDS, EXCEPT PER CAPITIA)**

	Fiscal Year				
	2001	2002	2003	2004	2005
Governmental Activities:					
Capital Leases	\$ 6,738	\$ 8,728	\$ 6,336	\$ 8,337	\$ 5,364
Certificates of Participation	88,745	78,970	68,515	56,865	30,320
Bonds Payable	185,846	184,773	471,027	572,649	567,277
Loans Payable	9,250	8,455	9,390	11,868	10,307
Total Governmental Activities	<u>290,579</u>	<u>280,926</u>	<u>555,268</u>	<u>649,719</u>	<u>613,268</u>
Business-type Activities:					
Capital Leases	70	48	25	17	3
Loans Payable					
Certificates of Participation	42,115	52,790	49,125	58,525	54,530
Bonds Payable	33,777	33,582	33,232	32,709	31,992
Total Business-type Activities	<u>75,962</u>	<u>86,420</u>	<u>82,382</u>	<u>91,251</u>	<u>86,525</u>
Total Primary Government	<u>\$ 366,541</u>	<u>\$ 367,346</u>	<u>\$ 637,650</u>	<u>\$ 740,970</u>	<u>\$ 699,793</u>
Percentage of Assessed Value ^a	0.84%	0.86%	1.42%	1.53%	1.25%
Per Capita ^b	544	532	898	1,012	929

Notes:

^a Refer to the "Assessed Value of Taxable Property and Actual Value of Property" table for total taxable assessed value.

^b Refer to the "Demographic and Economic Statistics" table for the population figures.

Fiscal Year					
2006	2007	2008	2009	2010	
					Governmental Activities:
\$ 7,103	\$ 2,007	\$ 2,008	\$ 20,192	\$ 17,516	Capital Leases
16,565	14,105	11,520	106,000	105,020	Certificates of Participation
561,489	508,855	499,173	485,034	468,217	Bonds Payable
8,380	6,001	7,608	12,887	10,876	Loans Payable
<u>593,537</u>	<u>530,968</u>	<u>520,309</u>	<u>624,113</u>	<u>601,629</u>	Total Governmental Activities
					Business-type Activities:
3			2,495	4,996	Capital Leases
				640	Loans Payable
50,580	46,465	40,760	36,230	33,305	Certificates of Participation
31,056	64,813	63,179	61,125	58,608	Bonds Payable
<u>81,639</u>	<u>111,278</u>	<u>103,939</u>	<u>99,850</u>	<u>97,549</u>	Total Business-type Activities
<u>\$ 675,176</u>	<u>\$ 642,246</u>	<u>\$ 624,248</u>	<u>\$ 723,963</u>	<u>\$ 699,178</u>	Total Primary Government
0.98%	0.81%	0.75%	0.88%	0.85%	Percentage of Assessed Value ^a
876	784	742	865	824	Per Capita ^b

**COUNTY OF KERN
ESTIMATED DIRECT AND OVERLAPPING BONDED DEBT
JUNE 30, 2010 (IN THOUSANDS)**

2009 - 2010 Assessed Value (includes unitary utility valuation)	\$ 78,916,696
Redevelopment Incremental Valuation ^a	3,283,406
Adjusted Assessed Valuation	<u>\$ 75,633,290</u>

	<u>Debt 04/01/10</u>	<u>Percentage Applicable</u>
Overlapping Tax and Assessment Debt		
Kern Community College Safety, Repair and Improvement District	\$ 103,166	92.342
Antelope Valley Joint Community College District and West Kern Community College District	44,553	6.622 & 100
Mojave Unified School District School Facilities Improvement District No. 1	33,996	100.
Tehachapi Unified School District	19,791	100.
Other Unified School Districts	65,860	92.018-100
Kern High School District	223,045	100.
Other Union High School District	58,381	.016-100
Bakersfield School District	44,615	100.
Delano Union School District	42,342	100.
Fruitvale School District	25,021	100.
Greenfield Union School District	17,928	100.
Richland School District	23,214	100.
Taft School District	18,209	100.
Other School Districts	126,256	53.044-100
Water Districts	2,067	100.
Water Storage Districts	9,325	100.
Tehachapi Valley Healthcare District	14,129	100.
Bear Valley Community Services District, I.D. No. 2	4,240	100.
Buttonwillow Recreation and Park District	4,870	100.
Community Facilities Districts	98,690	100.
1915 Act Bonds (Estimated)	96,208	100.
Total Gross Overlapping Tax and Assessment Debt	<u>\$ 1,075,906</u>	
Less:		
Water Storage Districts (100% self-supporting)	5,270	
Total Net Overlapping Tax and Assessment Debt	<u>\$ 1,070,636</u>	

Overlapping General Fund Debt		
Kern County Board of Education Certificates of Participation	\$ 54,740	100.
Community College District Certificates of Participation	168,047	Various
Kern High School District Certificates of Participation	119,570	100.
Other High School Certificates of Participation	181	Various
Unified School District General Fund Obligations	19,626	Various
School District General Fund Obligations	62,340	100.
City of Bakersfield General Fund Obligations	28,465	100.
City of Ridgecrest Certificates of Participation	8,460	100.
Other City General Fund Obligations	1,340	100.
Total Overlapping General Fund Debt	<u>\$ 462,769</u>	
Total Net Overlapping Debt	<u>\$ 1,533,405</u>	

Direct General Fund Debt		
Kern County Certificates of Participation	\$ 137,375	^{a,c} 100.
Kern County Pension Obligations	447,527	^a 100.
Total Direct General Fund Debt	<u>584,902</u>	

Total Gross Direct and Overlapping Debt	<u>\$ 2,123,577</u>	^b
Total Net Direct and Overlapping Debt	<u>\$ 2,118,307</u>	

Ratios to 2009 - 2010 Assessed Valuation:		
Total Gross Overlapping Tax and Assessment Debt		1.36%
Total Net Overlapping Tax and Assessment Debt		1.36%

Ratios to Adjusted Assess Valuation:		
Combined Direct Debt (\$584,902)		0.77%
Gross Combined Total Debt		2.81%
Net Combined Total Debt		2.80%

Notes:

^a Excludes tax and revenue anticipation notes to be sold.

^b Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

^c Includes Kern Public Services Financing Authority Lease Revenue bonds 2002 Series A.

COUNTY OF KERN
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2010 (IN THOUSANDS)

Legislation does not mandate a debt limit for County of Kern.

**COUNTY OF KERN
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS**

	2001	2002	2003	2004	2005
Population ^b	673,625	690,599	710,064	732,401	753,070
Personal Income (in Thousands) ^b	14,704,822	15,684,043	16,371,293	17,100,000	18,000,000
Per Capita Personal Income ^b	21,829	22,711	23,056	23,348	22,483
Unemployment Rate County of Kern ^c	11.4%	10.8%	12.2%	12.4%	9.1%
School Enrollment ^d	147,988	150,790	154,913	160,157	165,817

Notes:

^a Calendar year

^b Population as of January 1, source U.S. Census Bureau; all others estimated by California Department of Finance.

For years 2005, 2006 and 2007, and 2008 estimated by California Department of Transportation for Kern County Economic Forecast.

^c Labor Market Information, California Employment Development Department

^d Educational Demographics Unit, California Department of Education

Year ^a				
2006	2007	2008	2009	2010
770,424	819,157	840,904	837,131	848,730 Population ^b
18,900,000	22,000,000	23,400,000	24,600,000	23,600,000 Personal Income (in Thousands) ^b
22,704	25,977	26,523	28,076	27,287 Per Capita Personal Income ^b
7.6%	7.6%	9.50%	14%	16% Unemployment Rate County of Kern ^c
170,362	171,585	174,289	174,135	174,106 School Enrollment ^d

**COUNTY OF KERN
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

June 30, 2010

EMPLOYER	EMPLOYEES	RANK	PERCENTAGE OF TOTAL COUNTY EMPLOYMENT	INDUSTRY
Edwards Air Force Base	11,500	1	4.33%	Federal Government - National Security
County of Kern	7,475	2	2.82%	County Government
China Lake Naval Air Weapons Station	5,000	3	1.88%	Federal Government - National Security
Giumarra Farms	4,200	4	1.58%	Agriculture
Grimmway Farms	3,500	5	1.32%	Agriculture
WM. Bolthouse Farms, Inc.	2,000	6	0.75%	Hospital
Bakersfield Memorial Hospital	1,400	7	0.53%	Agriculture
City of Bakersfield	1,300	8	0.49%	Agriculture Labor
Bear Creek Productions	1,250	9	0.47%	Health Care
Mercy Hospital	1,200	10	0.45%	Local Government
Total	38,825		14.62%	

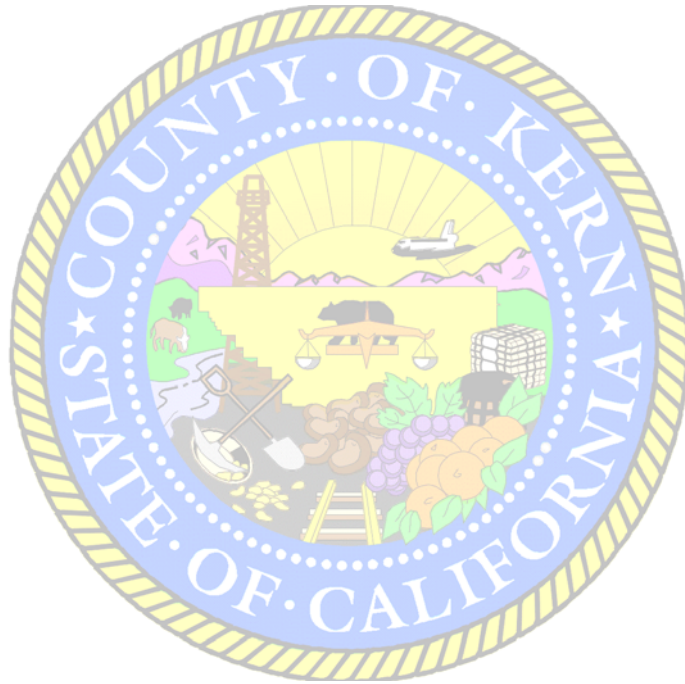
June 30, 2001

EMPLOYER^a	EMPLOYEES^a	RANK	PERCENTAGE OF TOTAL COUNTY EMPLOYMENT	INDUSTRY
Edwards Air Force Base	9,566	1	3.81%	Federal Government - National Security
County of Kern	7,318	2	2.91%	County Government
China Lake Naval Air Weapons Station	4,159	3	1.66%	Federal Government - National Security
Giumarra Farms	5,084	4	2.02%	Agriculture
Grimmway Farms	4,237	5	1.69%	Agriculture
WM. Bolthouse Farms, Inc.	2,421	6	0.96%	Hospital
Bakersfield Memorial Hospital	1,093	7	0.44%	Agriculture
City of Bakersfield	1,100	8	0.44%	Agriculture Labor
Bear Creek Productions	1,033	9	0.41%	Health Care
Mercy Hospital	937	10	0.37%	Local Government
Total	36,950		14.69%	

^a The information for 2001 was not available. An estimate was obtained using information from the 2010-2011 TRAN.

Sources:

Kern Economic Development Corporation, Labor Market Information Division
Kern Employment Development Department



**COUNTY OF KERN
 FULL - TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS**

FULL - TIME EQUIVALENT EMPLOYEES AS OF JUNE 30					
Function / Program	2001	2002	2003	2004	2005
General Government:					
Assessor	95	93	89	90	85
Information Technology	58	63	62	61	60
County Counsel	61	61	67	66	68
Other	424	416	399	368	357
Public Protection:					
District Attorney	195	214	206	195	185
Public Defender	76	78	78	76	77
Sheriff - Coroner	1,072	1,081	1,059	1,044	1,050
Probation	406	433	421	444	435
Fire Department	507	537	530	532	537
Other	720	464	476	460	441
Public Ways & Facilities:					
Roads	150	160	154	161	147
Health and Sanitation:					
Public Health	227	257	265	257	260
Mental Health Services	374	409	394	396	409
Other	182	189	189	154	166
Public Assistance:					
Human Services	1,223	1,280	1,184	1,217	1,309
Other	268	288	263	255	247
Education:					
Library	98	156	149	141	138
Other	6	6	5	5	6
Culture & Recreation	121	116	111	109	109
Airports	19	19	18	17	18
Kern Medical Center	1,059	1,358	1,328	1,336	1,310
Public Transportation	3	4	4	3	3
Waste Management	80	82	84	106	107
Total Full - Time Employees	7,424	7,764	7,535	7,493	7,524

Source: Auditor - Controller - County Clerk - COLD System

FULL - TIME EQUIVALENT EMPLOYEES AS OF JUNE 30

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>Function / Program</u>
					General Government:
86	85	90	97	104	Assessor
56	59	56	55	59	Information Technology
73	48	48	47	49	County Counsel
362	432	456	418	415	Other
					Public Protection:
423	210	200	235	250	District Attorney
81	82	96	92	92	Public Defender
1,084	1,100	1,154	1,212	1,283	Sheriff - Coroner
456	490	534	531	518	Probation
552	574	603	567	634	Fire Department
200	443	458	397	429	Other
					Public Ways & Facilities:
156	164	187	178	204	Roads
					Health and Sanitation:
298	260	288	283	272	Public Health
453	482	469	457	433	Mental Health Services
123	181	181	178	175	Other
					Public Assistance:
1,375	1,375	1,451	1,418	1,431	Human Services
242	228	235	231	211	Other
					Education:
131	137	140	138	66	Library
6	6	6	6	6	Other
106	117	119	109	94	Culture & Recreation
22	22	19	20	20	Airports
1,398	1,516	1,554	1,582	1,603	Kern Medical Center
3	3	3	3	4	Public Transportation
110	115	133	121	116	Waste Management
<u>7,796</u>	<u>8,129</u>	<u>8,480</u>	<u>8,375</u>	<u>8,468</u>	Total Full - Time Employees

**COUNTY OF KERN
OPERATING INDICATORS BY FUNCTION / PROGRAM
LAST TEN FISCAL YEARS**

Page 1 of 2

Function / Program	Fiscal Year				
	2001	2002	2003	2004	2005
Governmental Activities:					
General Government					
Assessor - Recorder					
Recorded documents	196,690	233,710	280,713	345,906	397,341
County Counsel					
Litigated & administrative hearings	N/A	N/A	N/A	N/A	1,964
Attorneys	N/A	N/A	N/A	N/A	28
Attorneys per capita	N/A	N/A	N/A	N/A	0.000037
Personnel					
Applications received	15,740	14,643	12,075	12,517	17,300
County Clerk - Elections					
Marriage certificates issued	4,320	3,893	4,288	4,388	4,435
Marriage licenses	4,713	3,960	3,877	4,321	4,382
Wedding ceremonies	1,251	1,279	1,389	1,756	1,836
Fictitious business names	4,552	4,829	5,701	6,428	7,551
Public Protection					
District Attorney					
Misdemeanors cases filed	29,587	29,666	32,574	34,775	33,419
Felony cases filed	5,252	5,830	5,950	6,195	6,579
Information filed	1,493	1,534	1,444	1,195	1,532
Cases with juries	249	228	237	235	169
Public Defender					
Public defense cases accepted/received	22,637	23,112	25,698	31,152	35,768
Public defense cases opened	18,381	18,762	19,710	20,731	20,131
Public defense cases closed	32,594	19,823	20,466	22,330	23,699
Public defense cases closed within 12 months	32,594	19,823	20,466	22,330	23,699
Sheriff - Coroner					
Dispatched calls for service	217,681	246,849	257,998	255,326	253,986
Violent crimes:	3,275	3,371	3,742	N/A	N/A
Homicide	39	51	46	N/A	N/A
Forcible rape	191	220	203	N/A	N/A
Robbery	741	779	784	286 ^a	337 ^a
Aggravated assault	2,304	2,321	2,709	N/A	N/A
Property crimes	12,337	13,903	15,961	5,508 ^a	4,770 ^a
Total larceny - theft	15,221	15,842	17,743	5,159	6,838
Bookings	42,547	42,235	42,514	41,709	45,362
Fingerprints	N/A	N/A	4,607	5,505	6,769
Fire Department					
Total incident calls	23,057	28,823	29,960	33,292	34,192
Fire calls	2,712	3,134	3,193	3,498	3,667
Fireworks explosion (no fire) calls	5	16	27	49	59
Illegal fireworks complaint calls	1	282	497	640	802
EMS / rescue calls	14,842	17,214	17,421	19,850	20,840
Hazardous condition calls	1,680	1,904	1,705	1,656	1,755
Public service calls	1,368 ^a	2,663 ^a	3,219 ^a	3,118 ^a	1,945 ^a
False calls	806	1,770	1,821	1,985	1,927

Source: Departments of the County of Kern

Notes:

N/A - Information was not available.

^a Information was updated from prior year report

Fiscal Year					Function / Program
2006	2007	2008	2009	2010	
Governmental Activities:					
General Government					
Assessor - Recorder					
410,684	339,822	260,106	202,396	195,597	Recorded documents
County Counsel					
2,325	2,254	8,308	8,347	9,092	Litigated & administrative hearings
28	29	30	30	28	Attorneys
0.000037	0.000037	0.000370	0.000036	0.0000334	Attorneys per capita
Personnel					
19,531	27,955	32,244	17,332	8,150	Applications received
County Clerk - Elections					
4,484	N/A	N/A	N/A	N/A	Marriage certificates issued
4,484	4,745	4,620	3,732	4,084	Marriage licenses
1,944	2,091	2,102	0	0	Wedding ceremonies
6,993	7,460	7,046	5,844	6,411	Fictitious business names
Public Protection					
District Attorney					
34,158	35,947	36,771	36,910	33,504	Misdemeanors cases filed
6,992	7,294	6,592	6,955	6,555	Felony cases filed
1,661	1,788	1,762	1,601	1,502	Felony information filed
170	141	176	151	142	Felony cases with juries
Public Defender					
34,153	36,084	38,352	39,235	34,296	Public defense cases accepted/received
21,262	22,188	21,480	21,532	19,903	Public defense cases opened
29,990	31,115	33,280	34,193	31,627	Public defense cases closed
29,990	31,115	33,280	34,193	31,627	Public defense cases closed within 12 months
Sheriff - Coroner					
125,803	266,988	277,073	279,544	295,374	Dispatched calls for service
N/A	3,930	4,007	4,620	4,871	Violent crimes:
N/A	31	22	34	40	Homicide
N/A	108	104	117	100	Forcible rape
398 ^a	342	391	482	498	Robbery
N/A	3,449	3,490	3,987	4,233	Aggravated assault
5,389 ^a	4,402	4,056	5,097	5,117	Property crimes
6,705	6,053	5,321	5,690	5,146	Total larceny - theft
48,127	22,631	22,864	21,930	20,596	Bookings
2,850	4,710	7,906	6,672	5,944	Fingerprints
Fire Department					
30,510	38,421	39,151	39,166	38,001	Total incident calls
3,239	4,153	3,509	3,167	2,845	Fire calls
22	N/A	N/A	167	360	Fireworks explosion (no fire) calls
596	N/A	N/A	395	491	Illegal fireworks complaint calls
17,786	21,729	23,305	23,405	22,672	EMS / rescue calls
1,465	1,816	1,961	1,884	1,717	Hazardous condition calls
1,435 ^a	1,823	1,643	1,803	1,820	Public service calls
1,365	1,898	1,771	1,681	1,604	False calls

**COUNTY OF KERN
OPERATING INDICATORS BY FUNCTION / PROGRAM
LAST TEN FISCAL YEARS**

Page 2 of 2

Function / Program	Fiscal Year				
	2001	2002	2003	2004	2005
Building Inspection					
Building permits issued	6,795	8,124	8,390	10,280	11,122
Animal Control					
Received calls for response	N/A	N/A	N/A	N/A	22,186
Animals impounded	22,381	20,763	27,615	28,979	N/A
Animals redeemed	651	643	982	1,138	1,174
Animals adopted	2,522	2,118	2,143	2,564	2,772
Animals euthanized	16,443	14,380	21,649	21,958	18,171
Public Ways & Facilities					
Roads					
Maintained road lanes (in miles)	6,791.50	6,635.70	6,665.56	6,668.59	6,667.78
Health and Sanitation					
Mental Health Services					
Unique clients served	19,620	19,771	18,967	18,928	19,210
Unique clients served with outpatient services	18,781	19,529	18,841	18,805	19,104
Unique clients served with intensive services	1,618	1,517	1,590	1,482	1,551
Public Assistance					
Aging & Adult Services					
Senior Nutrition participation:					
Congregate senior participants	6,719	4,590	5,678	5,319	5,123
Congregate meals	207,612	206,135	206,097	186,322	186,857
Home delivered senior participants	2,682	2,302	2,657	2,223	2,269
Home delivered meals	295,449	303,918	285,509	272,905	280,422
Human Services					
Number of Children Admitted to Jamison:	2,820	3,172	2,908	2,713	5,191
Protective Custody/New Intakes	2,458	2,769	2,581	2,263	4,353
Change of Placement	359	419	347	450	838
Children released from Jamison	2,716	3,223	2,895	N/A	N/A
Average day stay in Jamison	N/A	14.7	N/A	N/A	N/A
Admissions - Breakdown by Age:					
Newborn - 5 years	1,105	1,156	1,084	1,106	2,087
6 - 12 years	1,000	1,207	956	759	1,488
13 - 18 years	715	834	833	817	1,556
Culture, Education & Recreation					
Parks & Recreation					
Annual Boat Permits	6,444	4,669	4,281	5,339	4,606
Day Use Boat Fees	23,937	23,239	23,793	25,381	22,359
Business - type Activities:					
Waste Management					
Landfill capacity in cubic yards	97,633,607	94,757,759	95,100,966	95,459,239	98,948,413

Source: Departments of the County of Kern

Notes:

N/A - Information was not available.

^a Information was updated from prior year report

Fiscal Year					Function / Program
2006	2007	2008	2009	2010	
12,515	6,808	8,375	7,047	N/A	Building Inspection Building permits issued
21,251	21,668	21,724	25,445	24,519	Animal Control Received calls for response
N/A	N/A	N/A	N/A	31,660	Animals impounded
1,417	1,596	1,621	1,474	1,452	Animals returned to owner
3,054	3,147	3,485	3,681	3,160	Animals adopted
16,904	16,743	18,984	20,067	18,594	Animals euthanized
					Public Ways & Facilities
					Roads
6,600.00	6,654.42	6,656.04	6,660	6,802	Maintained road lanes (in miles)
					Health and Sanitation
					Mental Health Services
18,392	20,563	22,547	25,765	19,575	Unique clients served
18,211	16,380	18,471	17,591	18,521	Unique clients served with outpatient services
1,539	4,183	4,076	8,174	1,054	Unique clients served with intensive services
					Public Assistance
					Aging & Adult Services
					Senior Nutrition participation:
4,398	4,239	4,500	4,096	3,740	Congregate senior participants
177,675	180,754	187,208	180,285	165,437	Congregate meals
2,122	2,185	2,065	1,897	1,763	Home delivered senior participants
245,042	258,222	263,405	256,517	235,505	Home delivered meals
					Human Services
2,626	2,637	2,537	2,663	2,468	Number of Children Admitted to Jamison:
2,341	2,399	2,358	2,501	2,257	Protective Custody/New Intakes
452	238	179	162	211	Change of Placement
N/A	2,633	2,549	2,498	2,263	Children released from Jamison
N/A	4	3	3	4	Average day stay in Jamison
					Admissions - Breakdown by Age:
1,115	1,028	997	1,054	978	Newborn - 5 years
734	741	688	646	560	6 - 12 years
873	847	835	799	709	13 - 18 years
	5	1	2	10	Over 18
					Culture, Education & Recreation
					Parks & Recreation
4,623	4,170	5,645	N/A	2,233	Annual Boat Permits
20,530	40,318	19,177	N/A	16,354	Day Use Boat Fees
					Business - type Activites:
					Waste Management
110,042,325	98,576,606	99,371,429	98,996,451	109,631,108	Landfill capacity in cubic yards

**COUNTY OF KERN
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Function / Program	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Education										
Public Library										
Main Library	1	1	1	1	1	1	1	1	1	1
Branches	25	25	25	25	25	25	25	25	25	25
Law Library	1	1	1	1	1	1	1	1	1	1
Parks and Land Use										
Number of Neighborhood Parks	40	40	40	40	40	40	40	40	40	40
Number of Regional Parks	8	8	8	8	8	8	8	8	7	8
County Golf Courses	3	3	3	3	3	3	3	3	3	3
Public Works										
Centerline Miles of County Roads	6,792	6,636	6,666	6,669	6,668	6,600	6,654	6,656	6,660	6,802
Public Safety										
Number of Sheriff Stations	16	16	16	16	16	16	14	14	16	15
Number of Fire Stations	46	46	46	46	46	46	46	46	46	46
Airports										
Number of Runways	8	8	8	8	8	8	8	8	8	8

Source: Departments of the County of Kern