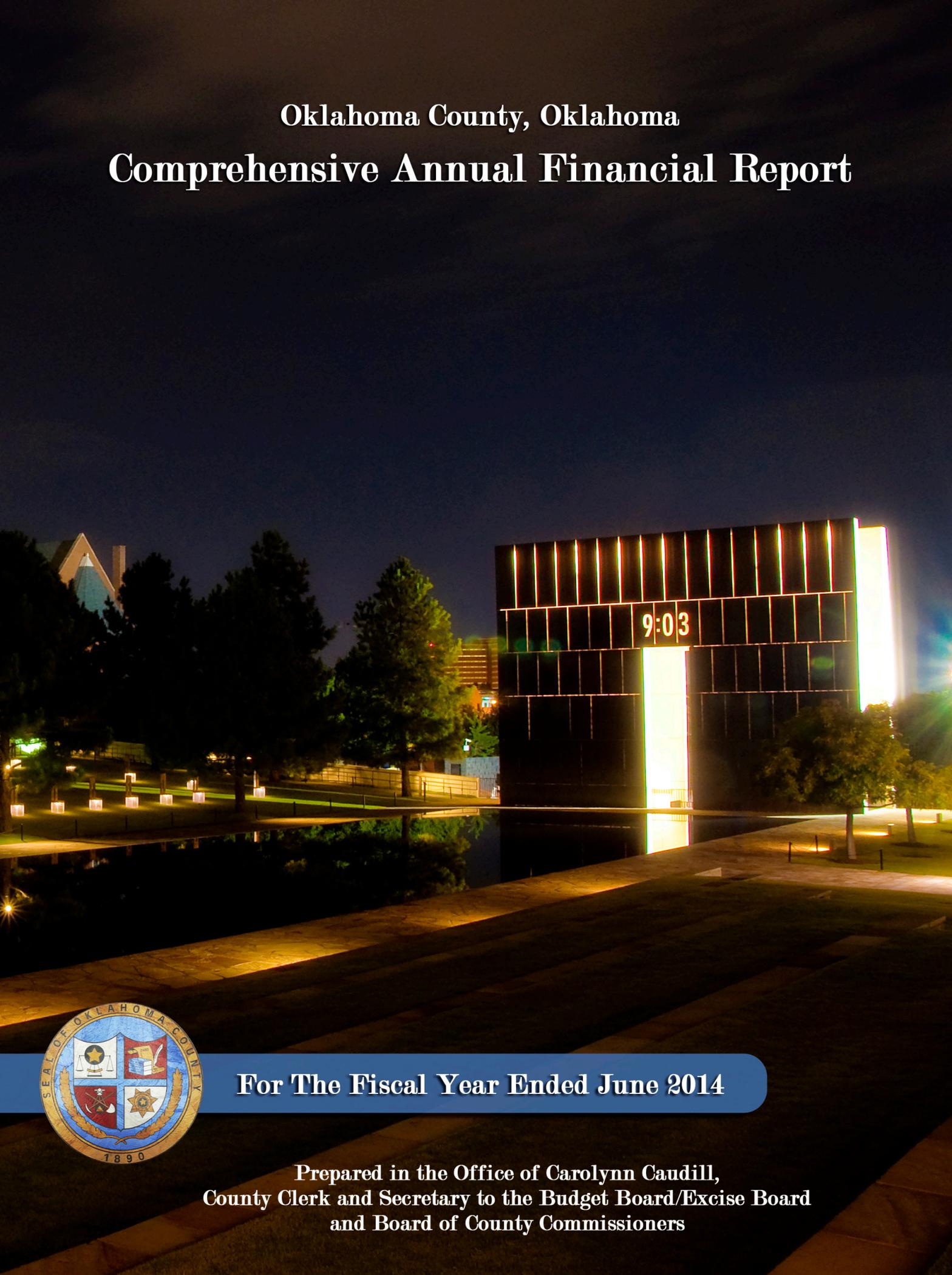


Oklahoma County, Oklahoma Comprehensive Annual Financial Report



For The Fiscal Year Ended June 2014

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



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

FOR FISCAL YEAR ENDED JUNE 30, 2014

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

Carolynn Caudill, Oklahoma County Clerk

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For the fiscal year ended June 30, 2014**

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I - Introductory Section





CAROLYNN CAUDILL
OKLAHOMA COUNTY CLERK

DANNY LAMBERT, CHIEF DEPUTY

December 30, 2014

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

We hereby issue the 2014 Comprehensive Annual Financial Report (CAFR) of Oklahoma County for fiscal year ended June 30, 2014. The CAFR provides a comprehensive overview of the county's financial position and the results of operations for the past fiscal year. This report complies with requirements of state statutes. The Oklahoma County Clerk's Finance Department, prepared this report using generally accepted accounting principles (GAAP) and it has been audited by the Office of the State Auditor and Inspector in accordance with generally accepted auditing standards.

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

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

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

PROFILE OF OKLAHOMA COUNTY

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

Based on the U.S. Census Bureau, Oklahoma County has an estimated 2012 population of 741,781, making it the most populous county in the State of Oklahoma. The land area of Oklahoma County is 775 square miles. While Oklahoma is known for its oil and gas industry and its agricultural base, Oklahoma County has a diverse economy of manufacturing, aerospace, service, and industrial companies. Additionally, Oklahoma County is the home to Tinker Air Force Base, which is one of the largest depots for aircraft maintenance in the U.S. Department of Defense.

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

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

Financial Reporting Entity

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

Component Units

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

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

Related Organizations

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

Accountability and Budgetary Controls

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

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

Additionally, the County maintains budgetary controls to ensure compliance with legal provisions incorporated in the annual appropriated budget. The County Budget Board and the County Excise Board approves annually appropriated budgets for the General Fund, the Debt Service Fund as well as the major special revenue funds Highway Cash and Resale Property along with all other special revenue funds. The level of budgetary control within the fund is by department and classification, described in Note II.A. of the financial statements.

Financial Policies

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

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy and Economic Outlook

As the largest county in the state and the home of the State Capital, Oklahoma County accounts for 19 percent of the state's population, and 27 percent of the state's labor force. The availability of low-priced real estate, an abundant skilled labor force, a low cost of doing business, and a centralized geographical location make Oklahoma County a prime location for business. These assets continue to be the key to Oklahoma County's growth as reflected in its 4.9% unemployment rate compared to the national 6.1% rate as of June 30.

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

government; manufacturing; mining; transportation, warehousing and utilities, and; leisure and hospitality. The local economy's stability is enhanced by the presence of Oklahoma state government, numerous federal agencies, and Tinker Air Force Base.

The City of Oklahoma City is the largest city in Oklahoma County, and as the hub of the increasingly vibrant, larger Oklahoma City metropolitan area, it continues to serve as an important source of economic stimulus for the county and surrounding region. The emergence of Oklahoma City onto the national scene is rapidly becoming a model for economic revitalization and public/private sector cooperation. The Oklahoma City Thunder continues to be a stunning success in their sixth season making the NBA Western Conference Finals again and adding to the national reputation of the City as it develops a larger presence on the national level. In 2014 the Thunder organization was named seventh on ESPN's list the ultimate top franchises in all of pro sports.

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

In 2014, Oklahoma City continued to garner national acclaim and in March 2014 CNN Money ranked Oklahoma City No. 9 on its "10 Fastest Growing Cities" list. According to CNN Money "people are flocking to OKC as Oklahoma City is in the midst of an oil boom. The expansion of horizontal drilling and fracking has made it possible to tap into vast reserves that remained untouched before, meaning lots of oil money and lots of jobs". As a result, the greater Oklahoma City area has seen its population grow by more than 5% since the 2010 census.

In July 2014, Forbes listed Oklahoma City on its "Best and Worst Places for Business and Careers for 2014" highlighting Oklahoma Cities outstanding job and income growth over the past five years. Oklahoma City also ranked ninth among America's most affordable cities, according to a March 2014 report in *Forbes* Magazine. Two factors figured prominently in Forbes' ranking: the Housing Opportunity Index from the National Association of Home Builders and Wells Fargo the cost-of-living index developed by Sperling's Best Places.

According to the *Wall Street Journal*, Oklahoma City ranks No. 1 in home value increases since pre-recession highs of 2007. OKC home values have increased 13.1 percent, nearly doubling second-place Denver's growth.

In December 2013, the State of Oklahoma hit the Bureau of Economic Analysis as one of the fastest growing economies in the nation. "With an increase of 4.17 percent, Oklahoma ranks fourth in GDP growth from 2012 to 2013, according to a report from the U.S. Bureau of Economic Analysis. The state trails only North Dakota, West Virginia and Wyoming. The country saw a growth of 1.9 percent".

The Center for Applied Economic Research (CAER) at Oklahoma State University reports that economic growth statewide accelerated in 2014. Based on preliminary data through September 2014, Oklahoma employment growth should increase from 1.2 percent in 2013 to 1.9 percent in 2014. Energy sector employment will have grown a modest one percent in 2014. Significant acceleration of Oklahoma employment growth has been reported for the sectors of manufacturing, financial activities, healthcare, leisure and hospitality, and retail trade.

With continued strength in the national economic recovery, Oklahoma's employment growth is forecast to remain steady at 1.9 percent in 2015, approximately at the national average. The recent decline in oil prices portends slight or flat growth in energy sector employment over the next two years. Unless oil prices fall significantly further, dramatic losses in energy sector employment are not expected. Current oil prices are at or above the breakeven point for most oil shale play areas in the state and nation and many producers hedged higher prices for their oil in the near term. Following the national housing cycle, continued historically low interest rates should fuel robust construction employment growth in the upcoming year. Modest growth in durable manufacturing employment also bodes well for the state economy. Personal income growth is forecast to average between 4 and 4.5 percent in 2014 and 2015, after only increasing 2 percent in 2013. Unemployment is forecast to continue to fall in going from an average of 4.5 percent in 2014 to an average of 4 percent in 2015.

At the local level, Oklahoma County lies within one of the fastest growing metropolitan area economies in the nation. According to CAER, Oklahoma County monthly wage and salary employment levels will finish 2014 having averaged slightly more than 440 thousand for the year, finishing about 1.3 percent above the level registered at the end of 2013. Following the state and nation, employment growth is forecast to remain stable in finishing the end of 2015 at about 1.3 percent above the end of 2014 level. Unemployment is expected to average 4.8 percent in 2014 and then fall to 4.1 percent in 2015. Total wages and salaries are projected to grow 5 percent in 2013, accelerating to approximately 6 percent in each of 2014 and 2015. Taxable sales in Oklahoma County in 2013 finished 2.5 percent above the 2012 level, with growth of 6.9 percent projected for 2014, and then slowing back down to 3.5 percent growth in 2015.

Oklahoma County will continue to thrive economically along with the Oklahoma City metropolitan area. Although energy sector growth has softened, Oklahoma County will continue to benefit from the metropolitan area aerospace industry cluster. Boeing has announced plans to add to its already sizeable workforce in Oklahoma City. Oil prices are forecast to eventually rebound and energy-related employment will once again grow as the extraction of shale oil and gas is not expected to peak until well into the future. The Oklahoma City metropolitan area also has an ample supply of land and a favorable land-use regulatory environment for further development. Along with momentum created by Oklahoma City's Metropolitan Area Projects (MAPS) in improving the local quality of life, these factors suggest a bright economic future for Oklahoma County and the overall metropolitan area.

Long-term Financial Planning and Major Initiatives

Strategic Planning

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

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

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

Oklahoma County's partnership with the Greater Oklahoma City Chamber has resulted in job-creating initiatives with the former Oklahoma City General Motors plant. The plant was purchased by the citizens of Oklahoma County in 2008 and turned over to Tinker Air Force Base to develop new jobs and create efficiencies for TAFB. To date almost 1,700 new jobs have been brought to Tinker since the initiative passed in May of 2008 with an estimated impact of \$3.5 billion annually to the Oklahoma County economy.

Oklahoma County Elected Officials approved a new stand-alone agreement with the Surgery Center of Oklahoma in March of 2014, for the Oklahoma County Health Benefit Plan. The Surgery Center's transparent pricing model is typically 1/6 to 1/10 less than what other surgical providers charge. The agreement incentivizes health plan members by waiving all the out of pocket costs if they choose to have their surgery there. The Surgery center offers a cost incentive alternative for quality care. Since March, the utilization and cost savings to the health plan have been tremendous. As of July, there had been 89 surgeries completed at a combined cost of \$335,885.78. The cost at other network providers could have reached \$910,700.00. Savings to the government health plan for public employees totaled \$573,814.22. At that level of utilization, the plan should realize savings of over \$1.3 million dollars over 12 months of utilization.

In addition, Oklahoma County Elected Officials approved a new stand-alone agreement with HealthCheck radiology in March of 2014. The discounted radiology agreement pricing model is 1/6 to 1/8 less than the cost for the same services at a network hospital. Plan participants costs are waived if they choose to have their radiology service at HealthCheck. The plan should realize \$150,000.00 in savings over 12 months of utilization.

The County Budget Board formed a wellness committee represented by an employee from each elected officials office. The wellness committee is currently researching other cost saving ideas such as a wellness plan as the next step for improving the lives of employees and driving down medical costs.

Recently-Completed Capital Improvement Projects

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

- Completion of the improvements to the county courthouse and annex building and infrastructure replacement including HVAC, plumbing and fire suppression system at the county courthouse at a total cost of \$10,988,549. The project was funded with general obligation bond proceeds in the County Bond 2008 Fund.
- Construction in progress of the Crutcho Flood Control Plain project to mitigate flooding conditions and related damage in east central Oklahoma County and the Crutcho Creek flood plain and floodway and surrounding area, which facilitate the construction of infrastructure improvements in those areas through the acquisition of certain real property and/or the provision of safe and adequate roads, bridges and drainage facilities in those areas. The total cost to date is \$5,946,167 and the project is funded with general obligation bond proceeds in the County Bond 2008 Fund.
- Construction in progress of the Deer Creek Flood Control Plain project to mitigate flooding conditions and related damage in east central Oklahoma County and the Deer Creek flood plain and floodway and surrounding area, which facilitate the construction of infrastructure improvements in those areas through the acquisition of certain real property and/or the provision of safe and adequate roads, bridges and drainage facilities in those

areas. The total cost to date is \$740,063 and the project is funded with general obligation bond proceeds in the County Bond 2008 Fund .

- Construction of and improvements to approximately 35 miles of county roads and bridges at a total cost of approximately \$4.3 million dollars.

AWARDS AND ACKNOWLEDGMENTS

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Oklahoma County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2013. This was the twentieth consecutive year that Oklahoma County has received this prestigious award (fiscal years ended 1994-2013).

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

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

Acknowledgements

The dedicated work of the entire Finance Division of the County Clerk's office made possible the preparation of the County's Comprehensive Annual Financial Report. The County Treasurer and other staff and administrators at various sites throughout the County provided additional, valuable help. We would also like to express our appreciation to the Board of County Commissioners, the County Budget Board and Excise Board, for its leadership, encouragement and support to ensure the continued fiscal accountability and integrity of Oklahoma County.

Respectfully submitted:



Carolynn Caudill, Oklahoma County Clerk



Government Finance Officers Association

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

Presented to

**Oklahoma County
Oklahoma**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

Oklahoma County Elected Officials



**Willa Johnson,
Commissioner District 1**



**Brian Maughan,
Commissioner District 2**



**Ray Vaughn,
Commissioner District 3**



**Carolynn Caudill,
County Clerk**



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



**John Whetsel,
Sheriff**



**Leonard Sullivan,
Assessor**



**Tim Rhodes,
Court Clerk**



**David Prater,
District Attorney**

Oklahoma County Excise Board Members



Randel Shadid



Melvin Combs, Jr.

II - Financial Section





Oklahoma State Auditor & Inspector

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

Independent Auditor's Report

TO THE OFFICERS OF
OKLAHOMA COUNTY, OKLAHOMA

Report on the Financial Statement

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Oklahoma County, Oklahoma, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit:

- the financial statements of the Oklahoma County Public Buildings Authority, which is both a major fund and 100 percent of assets, net assets, and revenues of the business-type activities;
- the financial statements of the Oklahoma County Finance Authority, which represent 100 percent of assets and revenues of the discretely presented component unit; and
- the financial statements of the defined benefit retirement plan of the Employees' Retirement System of Oklahoma County, which represents 4 percent of the assets presented in the statement of fiduciary net assets and 7 percent of the additions presented in the statement of changes in fiduciary net assets.

Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the above-mentioned entities, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above presents fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Oklahoma County, Oklahoma, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedules of Funding Progress for the Employees' Defined Benefit Retirement Plan and Other Post Employment Benefits, Schedule of Employer Contributions-Employees' for the Defined Benefit Retirement Plan, and the General Fund Budgetary Comparison Information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and the other auditors 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 inquires 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Oklahoma County's basic financial statements. The introductory section, combining and individual fund statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2014, on our consideration of Oklahoma County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Oklahoma County's internal control over financial reporting and compliance.



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

December 29, 2014

OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of Oklahoma County (the County) financial performance provides an overview of the County's financial activities for the fiscal year ended June 30, 2014. Please read it in conjunction with the financial statements which immediately follow this section.

FINANCIAL HIGHLIGHTS

Government-wide financial analysis

At June 30, 2014 the County reported a total net position of \$54,394,319. Of this amount, \$112,849,051 is net investment in capital assets, \$50,913,378 is restricted for specific purposes, thereby leaving a negative unrestricted net position in the amount of \$(109,368,111). The negative amount of unrestricted net position is primarily the result of two long-term obligations incurred that have no corresponding assets: (1) the issuance of long-term bonds whose proceeds were used to acquire property and facilities that were transferred to the federal government for economic development purposes, and (2) long-term net obligations related to post-employment healthcare benefits for which no advance-funded plan assets have been set aside.

Fund financial analysis

Total fund balances for the County's governmental funds amounted to \$60,570,514 at June 30, 2014, an increase of \$2,639,208 from the prior fiscal year. Approximately \$51,370,715 of this total, or 85%, is either nonspendable, restricted, committed or assigned for specific uses; and \$9,199,799 or 15%, is of this total is unassigned in the County's General Fund and available to meet the County's current and future needs.

Capital asset and debt administration

The County's investment in capital assets has decreased by \$2,009,172 or 1.5% from \$130,770,741 to \$128,761,569. This balance consists of \$115,321,685 for the governmental activities and \$13,439,885 for the business-type activities.

The County's total long-term debt related to bonds, capital leases, judgments and compensated absences decreased by \$8,584,763, or 11.2% from \$76,528,152 to \$67,943,390. This decrease was primarily due to scheduled retirement of outstanding bonds and capital leases.

The County's total liabilities increased by \$3,071,415, or 2.0%, and the liabilities for the governmental activities increased by \$4,193,551 or 2.9%. The increase is primarily due to a \$10.9 million increase in the Net OPEB Obligation. This was offset by a \$6.0 million decrease in Bonds Payable due to the principal payments on outstanding bonds.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

section of other supplementary information that further explains and supports the information in the financial statements.

Government-wide Financial Statements

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

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

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

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

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

Fund Financial Statements

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

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

The County has three kinds of funds:

- *Governmental funds* – Most of the County's basic services are included in governmental funds, which focus on (1) cash and other current financial resources that can be readily converted to cash and used to pay obligations and (2) the balances left at year-end that are available for spending. Governmental funds use the modified accrual basis of

OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

accounting and the current financial resource measurement focus. Under this basis of accounting and measurement focus, revenues are recognized when cash is received during or soon after the end of the year; expenditures are recognized when goods or services have been received and payment is due during the year or soon thereafter. Consequently, the governmental funds statements provide a short-term view that helps you determine whether there are more or less financial resources that can be spent in the near future to finance the County's programs. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

- *Proprietary funds* – Services for which the County charges customers a fee are generally reported in proprietary funds. Proprietary funds use the same basis of accounting and the same measurement focus as the government-wide statements. Proprietary funds provide both long and short-term financial information.
- *Fiduciary funds* – The County is the trustee, or fiduciary, for its employees' pension plan. It is also responsible for other assets that can only be used by the trust beneficiaries. The County is responsible for distributing the assets reported in these funds to the intended beneficiary. Fiduciary funds use the same basis of accounting and the same measurement focus as the government-wide statements. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. These activities are excluded from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

Notes to the financial statements

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

Other information

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

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS OF THE COUNTY

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Oklahoma County, assets exceeded liabilities by \$40,147,210 at June 30, 2014. At the end of the current year, the County's net position are reported as follows:

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

Oklahoma County's Net Position

June 30, 2014

(dollars are in thousands)

	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Total current and other assets	77,003	73,122	3,564	3,887	80,567	77,009
Capital assets, net	115,321	116,950	13,440	13,821	128,761	130,771
Total Assets	192,324	190,072	17,004	17,708	209,328	207,780
Deferred outflows of resources	-	-	997	1,049	997	1,049
Total current liabilities	23,986	24,286	786	1,293	24,772	25,579
Total noncurrent liabilities	119,838	115,345	11,320	11,935	131,158	127,280
Total Liabilities	143,824	139,631	12,106	13,228	155,930	152,859
Net position:						
Net investment in capital assets	110,347	105,359	2,502	1,775	112,849	107,134
Restricted	47,521	45,743	3,392	3,754	50,913	49,497
Unrestricted	(109,368)	(100,661)	-	-	(109,368)	(100,661)
Total net position	\$ 48,500	\$ 50,441	\$ 5,894	\$ 5,529	\$ 54,394	\$ 55,970

The largest portion of the County's net position \$112,849,051 reflects its investment in capital assets net of related debt (i.e. land, buildings, equipment, infrastructure). The county uses these assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Another portion of the County's net position \$50,913,378 represents resources that are subject to external restrictions on how they may be used. The remaining balance of negative unrestricted net position is a total of \$(109,368,111).

The amount of negative Unrestricted Net Position reported for governmental activities is primarily a result of the \$44,049,570 of outstanding bonds, whose proceeds were used to acquire a capital facility that was transferred to the federal government, in addition to the net OPEB obligation of \$75,351,544 that has no corresponding plan assets held in trust. In both of these cases, the County is obligated for long-term debt and obligations for which no corresponding asset is reported, thereby creating a negative amount reported for unrestricted net position. None of the restricted net position as reported above are restricted by enabling legislation, all restrictions are imposed by state statutes.

**OKLAHOMA COUNTY, OKLAHOMA
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The negative amount of unrestricted net position is primarily the result of two long-term obligations incurred that have no corresponding assets: (1) the issuance of long-term bonds whose proceeds were used to acquire property and facilities that were transferred to the federal government for economic development purposes, and (2) long-term net obligations related to post-employment healthcare benefits for which no advance-funded plan assets have been set aside.

**Oklahoma County's Changes in Net Position
Year Ended June 30, 2014
(dollars in thousands)**

	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	\$ 36,508	\$ 35,581	\$ 4,101	\$ 6,501	\$ 40,609	\$ 42,082
Operating grants and contributions	15,996	15,387			15,996	15,387
Capital grants and contributions	4,938	4,530			4,938	4,530
General revenues:					-	-
Property taxes	71,811	70,782			71,811	70,782
Other revenues	8,289	9,742	1	2	8,290	9,744
Total revenue	<u>137,542</u>	<u>136,022</u>	<u>4,102</u>	<u>6,503</u>	<u>141,644</u>	<u>142,525</u>
Expenses:						
General government	51,860	52,167			51,860	52,167
Public safety	66,795	67,463			66,795	67,463
Health and welfare	1,935	1,892			1,935	1,892
Culture and recreation	62	62			62	62
Education	496	526			496	526
Roads and highways	17,666	15,124			17,666	15,124
Economic development	-	-			-	-
Interest on long-term debt	2,097	2,383			2,097	2,383
Public Buildings Authority			2,308	2,261	2,308	2,261
Total expenses	<u>140,911</u>	<u>139,617</u>	<u>2,308</u>	<u>2,261</u>	<u>143,219</u>	<u>141,878</u>
Change in net assets before transfers	(3,369)	(3,595)	1,794	4,242	(1,575)	647
Net Transfers	<u>1,428</u>	<u>515</u>	<u>(1,428)</u>	<u>(515)</u>	<u>-</u>	<u>-</u>
Change in net assets	(1,941)	(3,080)	366	3,727	(1,575)	647
Net position - beginning	50,441	53,521	5,529	1,802	55,970	55,323
Net position - ending	<u>\$ 48,500</u>	<u>\$ 50,441</u>	<u>\$ 5,895</u>	<u>\$ 5,529</u>	<u>\$ 54,394</u>	<u>\$ 55,970</u>

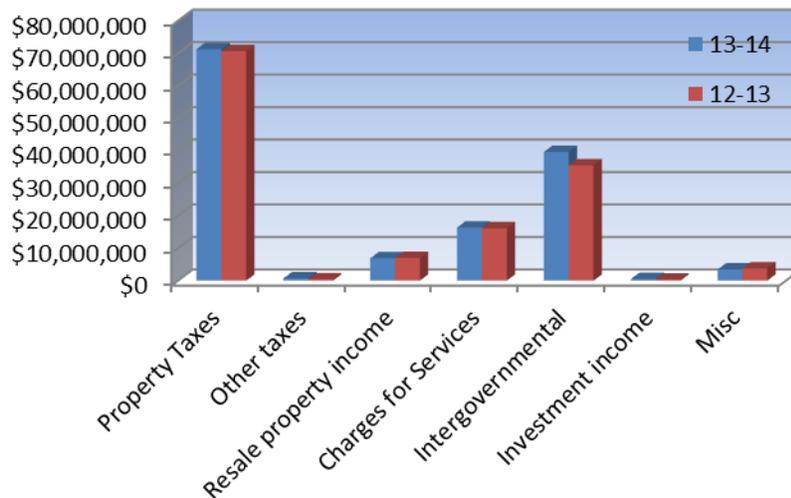
Governmental activities

Net position for governmental activities decreased \$1.9 million (3.8%). The change in net position resulted primarily from an increase of \$10.9 million for Net OPEB obligation. See footnote IV.D. for more information. This increase was offset by a \$6.0 million decrease in bonds payable as a result of the payment of principal on outstanding debt. Other significant items that resulted in a change in net position are as follows:

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- Total revenues increased \$1.5 million, or 1.1%. The more significant increases were as follows:
 - Property taxes increased by approximately \$1 million, or 1.5%, as a result of a tax levy increase in General Fund of approximately \$1.4 million due to continued increases in assessed values offset by a decrease of \$418 thousand in tax levy for the Debt Service Fund. The Debt Service fund had lower outstanding bond and judgment balances requiring fewer taxes to meet those obligations.
 - Operating grants and contributions increased by \$608 thousand, or 4.0% primarily as a result of a \$492 thousand increase in motor vehicle tax collections from the state.
 - Capital grants and contributions increased by \$408 thousand, or 9% as a result of an increase of \$2.2 million in the Capital Project fund from TIF revenue for various capital projects. This was offset by a \$948 thousand decrease CBRI road funds and \$700 thousand decrease in reimbursement from cities for road projects.
 - Charges for services increased \$928 thousand, or 2.6%, as a result of an increase of \$104 thousand in motor vehicle collections, a \$127 thousand increase in revaluation revenue, a \$136 thousand increase in employee health premiums, an increase of \$478 thousand in city inmate boarding fees, offset by a \$252 thousand decrease in state inmate boarding fees.
 - Gain on sale of capital assets decreased \$1.5 million or 81.1% due to the sale of capital asset in the amount of \$1.85 million in prior fiscal year.
 - Earnings on investment income increased \$8 thousand, or 4.9% as a result of the slight increase rates on investments.

Revenue by Source - Governmental Funds

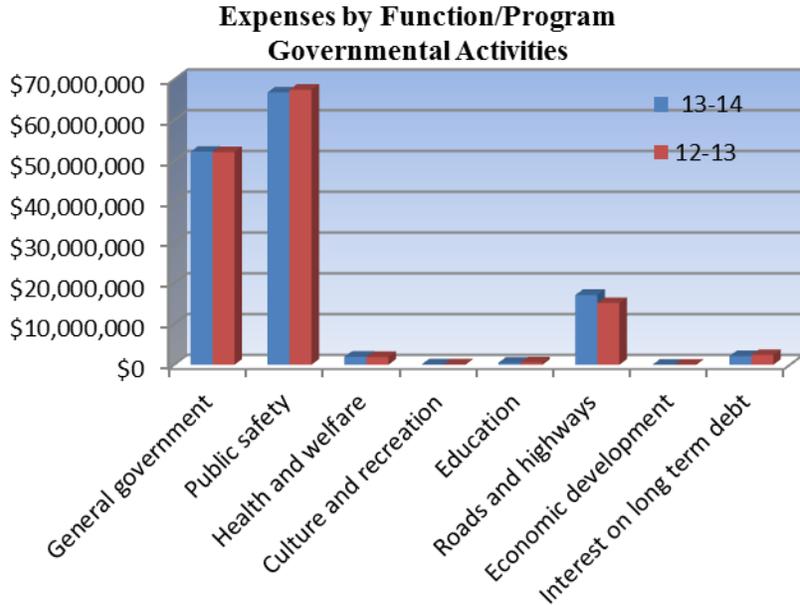


- The increase in revenues was offset with a \$1.3 million, or 0.9% increase in expenses. The more significant changes were as follows:
 - An increase of \$306 thousand, or .6%, is attributable to general government. During the fiscal year the counties total employee health care costs increased by \$1.7 million, or 8.7%, from \$19.7 million in 12-13 to \$21.4 million in 13-14. The general government expenses also decreased \$1.4 million due to the allocation of Net OPEB expense attributable to general government personnel.
 - A decrease of \$667 thousand, or 1.0%, in public safety expenses is due to the \$2.3 million decrease of the allocation of Net OPEB expense attributable to public safety personnel as well as a \$1.5 million increase in the Sheriff department

**OKLAHOMA COUNTY, OKLAHOMA
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expenses due to an increase of \$1.1 million in inmate medical expenses, a \$443 thousand increase in inmate food expenses and an increase of \$705 thousand in employee salary and benefits.

- An increase of \$2.5 million, or 16.8%, in roads and highways is attributable to an increase of \$2.2 million paid from the CBRI fund as result of two new bridge projects during FY 13-14.
- A decrease of \$285 thousand, or 12%, is attributable to interest on long term debt as a result of interest payments on the 2008 General Obligation Bond issue.



Business-type activities

Rental revenues increased during the ninth year of operation of the new garage, seeing an increase of \$140,669, or 7% from fiscal year 2013. Non-operating expenses (interest payments and amortization of deferred amount of refunding) decreased approximately \$38,169, which was partially offset with a decrease in non-operating revenues of approximately \$2,304 from the earnings on unspent bond proceeds and FEMA awards. These factors along with a total net income of \$1,430,518 and total capital contributions of \$362,174 resulted in a \$364,892 increase in net position at year-end.

FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS

Governmental funds

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

As of the end of the current fiscal year, the County’s governmental funds reported combined ending fund balances of \$60,570,514, an increase of \$2.6 million, or 4.6%, in comparison with the prior year. The increase in fund balances was primarily the result of a \$4.1 million dollar increase in intergovernmental revenue from \$2 million FEMA reimbursement in the County Bond s 2008 fund and \$2.25 million TIF reimbursement in the Capital Projects Regular fund. This was offset by an increase of \$1.8 million in medical benefits cost in the General Government category along with \$1.2 million increase in public safety expenses. The public safety increase in expense

OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

is attributable to increases to salary and benefits cost in the sheriff department along with an increase in inmate healthcare and food cost in the adult detention center. Approximately 71.4% of the fund balance total for governmental funds, or \$43,236,644 is restricted, \$627,012 is committed, \$6,041,118 is assigned and \$1,465,941 is nonspendable. The remaining fund balance of \$9,199,799 or 15% constitutes unassigned fund balance that is available to meet the County's current and future needs.

The general fund is the chief operating fund of the County. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance of \$9,199,799 and total fund balance of \$10,040,659 to total fund expenditures. Unassigned fund balance represents 11.0% of the total general fund expenditures, while total fund balance represents 12% of that same amount.

For the fiscal years ended June 30, 2014 and 2013, revenues for the Governmental funds were distributed as follows:

Governmental Funds – Revenues by Source

Revenues by Source	FY 2014		FY 2013		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent
Property taxes	\$ 71,280,262	51.4%	70,646,030	52.8%	\$ 634,232	0.9%
Other taxes	698,854	0.5%	459,293	0.3%	239,561	52.2%
Resale property income	6,887,637	5.0%	6,989,032	5.2%	(101,395)	-1.5%
Charges for services	16,376,218	11.8%	16,114,163	12.0%	262,055	1.6%
Intergovernmental	39,618,012	28.5%	35,505,187	26.5%	4,112,826	11.6%
Investment income	504,555	0.4%	347,466	0.3%	157,089	45.2%
Miscellaneous	3,443,204	2.5%	3,774,218	2.8%	(331,014)	-8.8%
Total	\$ 138,808,742	100.0%	\$ 133,835,389	100.0%	\$ 4,973,354	3.7%



While revenues of the governmental funds increased by \$4,973,354, or 3.7%, the individual funds had more significant fluctuations as follows:

- General fund revenue increased \$1,566,030, or 2%. General fund property taxes increased by \$1.1 million, or 1.8%, as a result of increases in assessed property tax values. The charges for services increased \$142 thousand, or 3.8%, as a result of a \$136 thousand increase in employee/retiree health insurance premiums. Intergovernmental revenue increased by \$170 thousand or 1.9% primarily as a result of \$127 thousand increase from the Revaluation program, an increase of \$165 thousand from the state for motor vehicle tax, along with a decrease of \$100 thousand from the Court Clerk Revolving fund.
- The County Bonds 2008 fund revenue increased \$1,992,551 over the previous year as a result of \$2 million in FEMA reimbursement or the Crutchko flood plain control project.

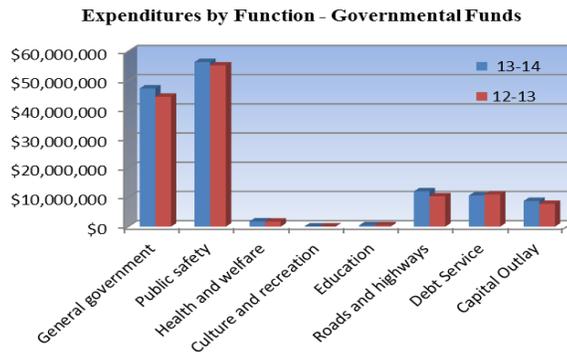
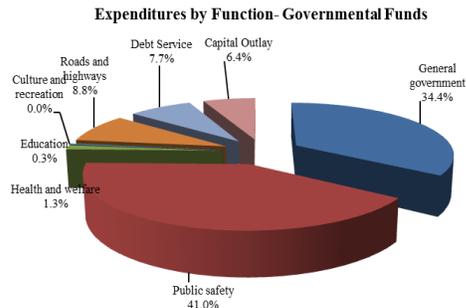
**OKLAHOMA COUNTY, OKLAHOMA
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- The Debt Service fund revenue decreased \$340,790, or 3% as a result of lower outstanding bond and judgment balances requiring fewer taxes to meet those obligations.
- Other Governmental funds revenue increased \$2,087,506, or 9% as a result of the \$2.2 million TIF reimbursement in the Capital Projects fund a \$477 thousand increase in city inmate boarding fees in the Sheriff Special Revenue Fund offset by a \$252 thousand decrease in state funds for inmate boarding fees and a \$948 thousand decrease in the County Road and Bridge Fund compared to last fiscal year,

For the fiscal years ended June 30, 2014 and 2013, expenditures for the Governmental funds were distributed as follows:

Governmental Funds – Expenditures by Function

Expenditures by Function	FY 2014		FY 2013		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent
General government	\$ 47,347,182	34.3%	44,497,408	33.9%	\$ 2,849,774	6.4%
Public safety	56,405,680	40.9%	55,205,047	42.1%	1,200,633	2.2%
Health and welfare	1,795,454	1.3%	1,708,935	1.3%	86,519	5.1%
Culture and recreation	62,061	0.0%	62,201	0.0%	(140)	-0.2%
Education	458,057	0.3%	496,969	0.4%	(38,912)	-7.8%
Roads and Highways	12,113,071	8.8%	10,408,226	7.9%	1,704,846	16.4%
Debt service	10,650,547	7.7%	11,015,428	8.4%	(364,881)	-3.3%
Capital outlay	9,010,209	6.5%	7,821,985	6.0%	1,188,224	15.2%
Total	\$ 137,842,261	100.0%	\$ 131,216,199	100.0%	\$ 6,626,063	5.0%



While expenditures of the governmental funds increased by \$6,626,063, or 5.0%, the individual funds had more significant fluctuations as follows:

- The County General Fund expenditures increased \$3,815,126 or 4.8% as a result of an increase of \$1,724,490 in employee medical benefits expenses and a \$1,580,009 increase in Sheriff General Fund budget expenditures which consists of an increase in salary and benefits, inmate healthcare costs, inmate food service and the purchase of mobile computers and computer software conversion.
- The Debt Service fund expenditures decreased \$340,790, or 3% as a result of a decrease in bond interest payments on the general obligation bonds issued in 2008.
- CBRI fund expenditures increased \$2,229,985, or 824%, due to two new bridge projects in FY 2013-2014.

OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

Proprietary funds

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

GENERAL FUND BUDGETARY HIGHLIGHTS

The 2013-2014 Budget was adopted under the Budget Board method in accordance with state statutes, which state that the County adopts and publishes an initial budget before June 30th of each fiscal year, disclosing that the plan is an estimate and cannot be finalized until the ad valorem levies for the general fund and debt service fund are presented for approval in September. Estimates of beginning unreserved fund balance, and other operating revenues are also adjusted and supplemental appropriations are made in September based on the revised figures. With conservative revenue projections, collections exceeded the budgeted revenues, enabling additional budget amendments later in the year.

The total 2013-2014 General Fund adopted budget was \$73,623,983 and we finished the year with a total budget of \$73,809,474 for a total departmental increase of \$185,491. Transfers out to other funds totaling \$7,341,174 were also budgeted. The changes in the budget were appropriated when the final ad valorem values were certified in September. The more significant changes went to the following departments/funds:

- The Sheriff's department was appropriated an additional \$1,687,870 during the fiscal year. An additional \$560,730 was added for the increase in the medical inmate contract, \$500,000 was added for the increase in inmate food costs. The Sheriff budget was also increased \$247,000 to replace 65 mobile computers and \$292,000 for the windows XP conversion cost.
- The Social Service's department's budget was increased \$65,000 to cover the increased cost of the county pharmacy and an additional \$13,200 for the cost of the windows XP conversion.
- The Court Services received an additional \$50,000 to cover the cost of personnel so the Special Revenue Fund could cover the cost of additional tracking devices.
- Transferred an additional \$1,021,800 from General Fund Reserve and various departments to Capital Projects Regular during the fiscal year. \$657,000 was transferred to partially fund the purchase of a new ERP system, \$130,000 for the remodel of the new BOCC meeting room, \$185,000 for the compliance of the jail beds, and \$49,800 for the cost of the jail sewer line repair.
- Transferred an additional \$1,719,374 from General Fund Reserve to Employee Benefits Fund to cover the increased costs of employee medical and prescription costs.

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

Actual expenditures were \$1,349,934 under budget while revenue collections were approximately \$4,284,904 higher than budget. Ad valorem tax collections (current and prior) of \$3,831,392 account for the majority of the revenue variance.

**OKLAHOMA COUNTY, OKLAHOMA
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CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2014, the County’s investment in capital assets for its governmental activities amounts to \$115,700,038 (net of accumulated depreciation) and \$13,439,885 (net of accumulated depreciation) for its business-type activities. The County owns various buildings in which county business is conducted. The buildings and building improvements are recorded at a net book value of \$47.7 million at June 30, 2014, comprising the largest class of assets.

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

- Completion of the improvements to the county courthouse and annex building and infrastructure replacement including HVAC, plumbing and fire suppression system at the county courthouse at a total cost of \$10,988,549. The project was funded with general obligation bond proceeds in the County Bond 2008 Fund.
- Construction in progress of the Crutchto Flood Control Plain project to mitigate flooding conditions and related damage in east central Oklahoma County and the Crutchto Creek flood plain and floodway and surrounding area, which facilitate the construction of infrastructure improvements in those areas through the acquisition of certain real property and/or the provision of safe and adequate roads, bridges and drainage facilities in those areas. The total cost to date is \$5,946,167 and the project is funded with general obligation bond proceeds in the County Bond 2008 Fund.
- Construction in progress of the Deer Creek Flood Control Plain project to mitigate flooding conditions and related damage in east central Oklahoma County and the Deer Creek flood plain and floodway and surrounding area, which facilitate the construction of infrastructure improvements in those areas through the acquisition of certain real property and/or the provision of safe and adequate roads, bridges and drainage facilities in those areas. The total cost to date is \$740,063 and the project is funded with general obligation bond proceeds in the County Bond 2008 Fund.
- Construction of and improvements to approximately 35 miles of county roads and bridges at a total cost of approximately \$4.3 million dollars.

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

Long-term debt

At the end of the current fiscal year, the County had a total outstanding debt of \$67,943,390. This is comprised of \$48,605,000 in general obligation bonds, \$12,732,297 in capital lease obligations, \$691,633 in judgments and \$5,914,460 in compensated absences. The County’s total debt decreased \$8,584,763, or 11.2% due to long-term debt payments made during the fiscal year.

	Governmental Activities		Business-type activities		Total	
	2014	2013	2014	2013	2014	2013
General obligation bonds	\$ 48,605,000	\$ 54,560,000	\$ -	\$ -	\$ 48,605,000	\$ 54,560,000
Capital lease obligations	797,297	1,080,571	11,935,000	13,095,000	12,732,297	14,175,571
Judgments	691,633	2,545,215	-	-	691,633	2,545,215
Compensated absences	5,914,460	5,247,367	-	-	5,914,460	5,247,367
Total	<u>\$ 56,008,390</u>	<u>\$ 63,433,153</u>	<u>\$ 11,935,000</u>	<u>\$ 13,095,000</u>	<u>\$ 67,943,390</u>	<u>\$ 76,528,153</u>

State law limits the amount of general obligation debt the County can issue to 5% of the assessed value of all taxable property within the County’s limits. Our outstanding debt less the amount

OKLAHOMA COUNTY, OKLAHOMA MANAGEMENT'S DISCUSSION AND ANALYSIS

available in the Debt Service Fund is \$42,673,808 leaving a legal debt margin of \$268,498,432. For additional information on the county's debt activity, see note III.F.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The total assessed valuation of property in Oklahoma County increased approximately 3.7% in 2014.

The County's primary general fund revenue source is property taxes with its second largest single source being county clerk fees on documents filed in the Office of the County Clerk. Together they account for approximately 87% of the total general fund revenue collected in 13-14 and both sources are directly affected from the real estate economy. The housing market continues to thrive in Oklahoma County and assessed values continued to increase, and the number of real estate filings rose during the year. The county general fund revenue from real estate filing fees remained level from the prior fiscal year which is a clear sign of strong housing market.

On the expense side of the finances, the economy is continuing to see health care costs rise to record levels. With over 1,600 employees, and 55% of the general fund budget allocated to salaries and wages (excluding benefits which represents another 21%), the impact is significant to the County. As a result of rising costs in healthcare, Oklahoma County saw the total cost of its employee self-insured employee health benefits program increase from \$19.7 million in fiscal year 12-13 to \$21.4 million in fiscal year 13-1. That is a total increase of \$1.7 million, or 8.7%. In March of 2014, Oklahoma County Elected Officials approved a new stand-alone agreement with the Surgery Center of Oklahoma, for the Oklahoma County Health Benefit Plan. The Surgery Center's transparent pricing model is typically 1/6 to 1/10 less than what other surgical providers charge. The agreement incentivizes health plan members by waiving all the out of pocket costs if they choose to have their surgery there. The Surgery center offers a cost incentive alternative for quality care. At the projected level of utilization, the County Self Insurance medical plan should realize a savings of over \$1.3 million dollars in FY 13-14.

The County is estimating an industry standard increase of 2% in medical claims cost for the upcoming fiscal year. The County purchased an aggregate stop loss policy for its employee medical benefits plan as a safety net for the self-insured plan. County employees have also felt the burden as employee premiums increased again for the 2014 calendar year based on actuary projections. The rise in industry health care costs continue to impact operating costs of the jail to retain medical services for prisoners detained at the county jail and these costs are anticipated to continue to rise again in the coming year based on industry projections.

The County's General Fund supplemental adopted budget for FY 2014-15 is \$83,187,226 which is \$2,036,578 higher than the FY 2013-14 final budget. An increase of \$2.6 million in budgeted property tax revenue, a \$138 thousand increase in motor vehicle tax and stamps, and a \$1.1 million increase in Revaluation revenue account for the major changes in projected revenue and make up 88% of the overall General Fund budgeted revenue. The General fund beginning fund balance for 14-15 was \$1.6 million less than the fund balance in 13-14 along with a \$3.6 million increase in revenue resulted in a net \$2 million increase in funds available to budget in FY 14-15 for a 2.5% increase. The budget was balanced by budgeting most departments at the 13-14 budget level, and lowering the departments who received one time increases in FY 13-14 and lowering the transfers to Employee Benefits Fund. During the supplemental budget process in September 2014 an additional \$618,000 was allocated to the Assessor Revaluation budget for the purchase of a new CAMA system, and a \$120,230 added to the Election Board budget to cover the cost of the

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

runoff primary elections. The remaining \$2,396,674 was put in a reserve cost center to address shortfalls that may occur during the budget year.

REQUESTING THE COUNTY'S FINANCIAL INFORMATION

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

*Basic
Financial
Statements*



OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF NET POSITION
JUNE 30, 2014

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
<u>ASSETS</u>				
Current assets:				
Cash and cash equivalents	\$ 53,040,578	\$3,495,012	\$ 56,535,590	\$ 1,717,273
Investments	5,134,327	-	5,134,327	1,728,083
Property taxes receivable, net	6,147,843	-	6,147,843	-
Other taxes receivable	1,201,824	-	1,201,824	-
Interest receivable	8,352	-	8,352	3,157
Accounts receivable	1,840,602	68,761	1,909,363	74,346
Intergovernmental receivables	3,807,817	-	3,807,817	-
Accrued annual fees	-	-	-	90,970
Inventories	1,465,941	-	1,465,941	-
Total current assets	<u>72,647,284</u>	<u>3,563,773</u>	<u>76,211,057</u>	<u>3,613,829</u>
Noncurrent assets:				
Capital assets not being depreciated	36,150,432	3,070,506	39,220,938	-
Capital assets, net of accumulated depreciation	79,171,253	10,369,379	89,540,631	-
Net pension asset	4,354,987	-	4,354,987	-
Total noncurrent assets	<u>119,676,672</u>	<u>13,439,885</u>	<u>133,116,556</u>	<u>-</u>
Total Assets	<u>\$ 192,323,956</u>	<u>\$ 17,003,658</u>	<u>\$ 209,327,613</u>	<u>\$ 3,613,829</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred amount on lease refinancing	-	\$ 996,856	\$ 996,856	-
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable and other current liabilities	\$ 5,092,131	\$ 93,820	\$ 5,185,951	\$ 2,949
Accrued interest payable	748,603	-	748,603	-
Compensated absences, current	4,918,904	-	4,918,904	-
Capital lease obligations, current	480,911	615,000	1,095,911	-
Judgments payable, current	497,322	-	497,322	-
Claims liability, current	6,318,000	-	6,318,000	-
Bonds payable, current	5,930,000	-	5,930,000	-
Accrued interest payable	-	34,049	34,049	-
Unearned revenue	-	43,225	43,225	-
Total current liabilities	<u>23,985,871</u>	<u>786,094</u>	<u>24,771,965</u>	<u>2,949</u>
Noncurrent liabilities:				
Compensated absences	995,557	-	995,557	-
Capital lease obligations	316,385	11,320,000	11,636,385	-
Judgments payable	194,311	-	194,311	-
Net OPEB obligation	75,351,544	-	75,351,544	-
Bonds payable-net	42,980,389	-	42,980,389	-
Total noncurrent liabilities	<u>119,838,185</u>	<u>11,320,000</u>	<u>131,158,185</u>	<u>-</u>
Total Liabilities	<u>\$ 143,824,056</u>	<u>\$ 12,106,094</u>	<u>\$ 155,930,150</u>	<u>\$ 2,949</u>
<u>NET POSITION</u>				
Net investment in capital assets	110,347,311	2,501,741	112,849,051	-
Restricted for:				
General government				
Resale property	6,955,669	-	6,955,669	-
Records preservation	701,157	-	701,157	-
Public safety	5,983,583	-	5,983,583	-
Roads and highways	19,969,459	-	19,969,459	-
Capital improvements	6,944,807	-	6,944,807	-
Debt service	5,931,192	3,392,679	9,323,871	-
Other purposes	1,034,833	-	1,034,833	-
Unrestricted	(109,368,111)	-	(109,368,111)	3,610,880
Total net position	<u>\$ 48,499,900</u>	<u>\$ 5,894,419</u>	<u>\$ 54,394,319</u>	<u>\$ 3,610,880</u>

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

**OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Unit		
	Expenses	Indirect Expense Allocation	Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions	Governmental Activities		Primary Government Business-type Activities	Total
				Operating Grants and Contributions	Capital Grants and Contributions					
Primary government:										
Governmental activities:										
General government	\$ 51,860,024	\$ (7,052,532)	\$ 16,773,977	\$ 1,374,796	\$ 2,207,000	\$ (24,451,719)	\$ -	\$ (24,451,719)	\$ -	
Public safety	66,795,483	5,998,801	19,679,971	1,853,479	-	(51,260,834)	-	(51,260,834)	-	
Health and welfare	1,934,678	110,203	48,225	-	-	(1,996,656)	-	(1,996,656)	-	
Culture and recreation	62,061	-	-	-	-	(62,061)	-	(62,061)	-	
Education	496,255	-	-	-	-	(496,255)	-	(496,255)	-	
Roads and highways	17,666,192	943,528	-	12,767,969	2,565,213	(3,276,538)	-	(3,276,538)	-	
Economic development	-	-	6,157	-	166,183	172,340	-	172,340	-	
Interest on long term debt	2,096,881	-	-	-	-	(2,096,881)	-	(2,096,881)	-	
Total governmental activities	140,911,574	-	36,508,330	15,996,244	4,938,396	(\$83,468,603)	-	(83,468,603)	-	
Business type activities:										
Public Buildings Authority	2,307,974	-	\$ 3,733,772	-	366,460	-	1,792,258	1,792,258	-	
Total primary government	\$ 143,219,548	\$ -	\$ 40,242,102	\$ 15,996,244	\$ 5,304,856	\$ (83,468,603)	\$ 1,792,258	\$ (81,676,345)	\$ -	
Component unit:										
Finance Authority	\$ 361,575	\$ -	\$ 234,768	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (126,807)	
General revenues:										
Property taxes (net of estimated uncollectibles of \$360,865)						71,811,015	-	71,811,015	-	
Resale property income						6,887,637	-	6,887,637	-	
Other taxes and fees						698,857	-	698,857	-	
Unrestricted investment earnings						179,565	434	179,999	12,692	
Gain on sale of capital assets						350,000	-	350,000	-	
Miscellaneous						173,078	-	173,078	-	
Transfers-in (out)						1,427,800	(1,427,800)	-	-	
Total general revenues and transfers						81,527,952	(1,427,366)	80,100,586	12,692	
Change in net position						(1,940,651)	364,892	(1,575,759)	(114,115)	
Net position - beginning						50,440,551	5,529,527	55,970,078	3,724,995	
Net position - ending						\$ 48,499,900	\$ 5,894,419	\$ 54,394,319	\$ 3,610,880	

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

**OKLAHOMA COUNTY, OKLAHOMA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014**

	<u>General</u>	<u>Highway Cash</u>	<u>Resale Property</u>	<u>County Bonds 2008</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS							
Cash and cash equivalents	\$ 8,805,940	\$ 10,476,542	\$ 5,395,973	\$ 4,024,497	\$ 5,303,870	\$ 19,033,756	\$ 53,040,578
Investments	852,415	1,014,130	522,330	389,571	513,415	1,842,466	5,134,327
Property taxes receivable (net)	5,233,130	-	-	-	914,713	-	6,147,843
Other taxes receivable	133,679	-	1,048,666	-	19,479	-	1,201,824
Interest receivable	6,690	860	-	40	133	629	8,352
Accounts receivable	1,406,484	-	-	-	-	434,118	1,840,602
Intergovernmental receivable	638,650	2,187,559	-	8,576	-	973,032	3,807,817
Inventory	330,715	815,912	-	-	-	319,314	1,465,941
Total assets	<u>\$ 17,407,703</u>	<u>\$ 14,495,003</u>	<u>\$ 6,966,969</u>	<u>\$ 4,422,684</u>	<u>\$ 6,751,610</u>	<u>\$ 22,603,315</u>	<u>\$ 72,647,284</u>
LIABILITIES							
Accounts payable	\$ 1,298,812	\$ 2,602,236	\$ 11,300	\$ 100,000	\$ -	\$ 1,079,783	\$ 5,092,131
Benefits and claims payable	1,440,672	-	-	-	-	-	1,440,672
Total liabilities	<u>2,739,484</u>	<u>2,602,236</u>	<u>11,300</u>	<u>100,000</u>	<u>-</u>	<u>1,079,783</u>	<u>6,532,803</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue-Property Taxes	4,627,560	-	-	-	820,418	-	5,447,978
Unavailable revenue-Intergovernmental	-	-	-	8,576	-	87,413	95,989
Total deferred inflows of resources	<u>4,627,560</u>	<u>-</u>	<u>-</u>	<u>8,576</u>	<u>820,418</u>	<u>87,413</u>	<u>5,543,967</u>
FUND BALANCES							
Nonspendable	\$ 330,715	\$ 815,912	\$ -	\$ -	\$ -	\$ 319,314	\$ 1,465,941
Restricted	-	11,076,855	6,955,669	3,929,826	5,931,192	15,343,102	43,236,644
Committed	242,730	-	-	384,282	-	-	627,012
Assigned	267,415	-	-	-	-	5,773,703	6,041,118
Unassigned	9,199,799	-	-	-	-	-	9,199,799
Total fund balances (See note III.G.)	<u>10,040,659</u>	<u>11,892,767</u>	<u>6,955,669</u>	<u>4,314,108</u>	<u>5,931,192</u>	<u>21,436,119</u>	<u>60,570,514</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 17,407,703</u>	<u>\$ 14,495,003</u>	<u>\$ 6,966,969</u>	<u>\$ 4,422,684</u>	<u>\$ 6,751,610</u>	<u>\$ 22,603,315</u>	<u>\$ 72,647,284</u>
Total fund balance - governmental funds							\$ 60,570,514
Amounts reported for governmental activities in the statement of net position are different because:							
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.							115,321,685
Other assets are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds, but not deferred in the statement of net position.							5,543,967
The Oklahoma County Defined Benefit Retirement Plan has been funded in excess of Annual Required Contributions, creating a negative net pension obligation, (net pension asset). This asset is not a current available financial resource and is not reported in the funds.							4,354,987
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds.							
This includes bonds payable, net of unamortized premiums (\$48,910,389), leases payable (\$797,297), judgments payable (\$691,633), compensated absences (\$5,914,460), accrued interest payable (\$748,603), claims liability (\$6,318,000 less \$1,440,672 reported at fund level = \$4,877,328), and Net OPEB obligation (\$75,351,544).							(137,291,253)
Net position of governmental activities							<u>\$ 48,499,900</u>

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

OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	General	Highway Cash	Resale Property	County Bonds 2008	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Property taxes	\$ 61,835,324	\$ -	\$ -	\$ -	\$ 9,444,938	\$ -	\$ 71,280,262
Other taxes	615,769	-	-	-	83,085	-	698,854
Resale property income	-	-	6,887,637	-	-	-	6,887,637
Charges for services	8,937,260	-	-	-	-	7,438,958	16,376,218
Intergovernmental revenues	9,161,589	12,830,390	-	2,039,005	-	15,587,028	39,618,012
Investment income	57,568	10,843	-	635	1,810	433,699	504,555
Miscellaneous revenue	546,505	1,543,910	-	-	-	1,352,789	3,443,204
Total revenues	<u>81,154,015</u>	<u>14,385,143</u>	<u>6,887,637</u>	<u>2,039,640</u>	<u>9,529,833</u>	<u>24,812,474</u>	<u>138,808,742</u>
EXPENDITURES							
Current:							
General government	38,184,546	-	5,579,872	200,000	-	3,382,764	47,347,182
Public safety	39,953,655	-	-	-	-	16,452,025	56,405,680
Health and welfare	1,795,454	-	-	-	-	-	1,795,454
Culture and recreation	62,061	-	-	-	-	-	62,061
Education	458,057	-	-	-	-	-	458,057
Roads and highways	1,226,606	10,277,751	-	-	-	608,714	12,113,071
Debt service:							
Principal	445,000	48,746	-	-	7,954,548	-	8,448,294
Interest	18,000	2,119	-	-	2,182,134	-	2,202,253
Capital outlay	1,348,336	3,475,826	86,538	185,316	-	3,914,193	9,010,209
Total expenditures	<u>83,491,715</u>	<u>13,804,442</u>	<u>5,666,410</u>	<u>385,316</u>	<u>10,136,682</u>	<u>24,357,696</u>	<u>137,842,261</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,337,700)</u>	<u>580,701</u>	<u>1,221,227</u>	<u>1,654,324</u>	<u>(606,849)</u>	<u>454,778</u>	<u>966,481</u>
OTHER FINANCING SOURCES (USES)							
Transfers from other funds	1,375,000	-	-	-	-	3,349,600	4,724,600
Transfers to other funds	(1,021,800)	-	(1,375,000)	-	-	(900,000)	(3,296,800)
Capital leases	-	210,472	-	-	-	-	210,472
Sale of capital assets	4,100	30,352	-	-	-	-	34,452
Total other financing sources (uses)	<u>357,300</u>	<u>240,824</u>	<u>(1,375,000)</u>	<u>-</u>	<u>-</u>	<u>2,449,600</u>	<u>1,672,724</u>
Net change in fund balances	(1,980,400)	821,525	(153,773)	1,654,324	(606,849)	2,904,378	2,639,205
Fund balances-beginning	12,021,059	11,071,242	7,109,442	2,659,784	6,538,041	18,531,741	57,931,309
Fund balances - ending	<u>\$ 10,040,659</u>	<u>\$ 11,892,767</u>	<u>\$ 6,955,669</u>	<u>\$ 4,314,108</u>	<u>\$ 5,931,192</u>	<u>\$ 21,436,119</u>	<u>\$ 60,570,514</u>

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

**OKLAHOMA COUNTY, OKLAHOMA
RECONCILIATION OF THE STATEMENT OF REVENUES
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014**

Net change in fund balances-total governmental funds	\$ 2,639,205
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays, that were added to capital assets (\$6,909,609) exceeded depreciation (\$8,030,690) in the current period.	(1,499,435)
In the statement of activities, the loss on disposal of assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. The change in net position differs from the cost of the assets sold, net of accumulated depreciation versus the proceeds from asset sales.	(128,476)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These include an increase in deferred property taxes of \$530,753 and a decrease in intergovernmental receivables of \$1,796,374.	(1,265,621)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt. (Principal for retirement on bonds payable of \$5,985,539 and a net decrease in capital lease obligations payable of \$283,274).	6,268,813
Contributions to certain pension plans use current financial resources (\$1,132,520) from governmental funds to fund the Annual Pension Cost (830,962), increasing the net pension asset in the statement of net assets.	301,558
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These include the net decrease in judgments payable (\$1,853,582), an increase in compensated absences (\$667,094), a decrease in claims liability (\$1,428,448) a decrease in accrued interest payable (\$105,372) an increase in the Net OPEB obligation (\$10,977,003) and an increase in the Net Pension Liability (\$89,389).	<u>(8,256,695)</u>
Change in net position of governmental activities	<u>\$ (1,940,651)</u>

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

OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2014

	Public Buildings Authority
ASSETS	
Current assets:	
Restricted assets:	
Cash and cash equivalents	\$3,495,012
Accounts receivable	68,761
Total current assets	3,563,773
Capital assets:	
Land	2,275,936
Construction in progress	794,570
Buildings and improvements	20,124,371
Equipment	138,235
Less accumulated depreciation	(9,893,227)
Total capital assets (net of accumulated depreciation)	13,439,885
Total noncurrent assets	13,439,885
Total assets	\$ 17,003,658
 DEFERRED OUTFLOWS OF RESOURCES	
Deferred amount on lease refinancing	\$ 996,856
 LIABILITIES	
Current liabilities payable from :	
restricted assets:	
Capital lease obligations-current	\$615,000
Accounts payable	93,820
Accrued interest payable	34,049
Unearned revenue	43,225
Total current liabilities	786,094
Noncurrent liabilities:	
Capital lease obligations	11,320,000
Total noncurrent liabilities	11,320,000
Total liabilities	12,106,094
 NET POSITION	
Net investment in capital assets	2,501,741
Restricted for debt service	3,392,679
Total net position	\$ 5,894,419

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

OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Public Buildings Authority
Operating revenues:	
Rental	\$ 3,733,772
Total operating revenues	\$ 3,733,772
Operating expenses:	
Costs of sales and services	848,614
Administration	231,600
Depreciation	753,805
Total operating expenses	1,834,018
Operating income	1,899,754
Nonoperating revenues (expenses):	
Investment income	434
Interest expense	(470,626)
Federal award - FEMA	4,286
Trustee and other expenses	(3,329)
Total nonoperating revenue (expenses)	(469,235)
Income before contributions and transfers	1,430,518
Capital contributions-TIF Reimbursements	362,174
Transfer to County Capital Regular Fund	(1,427,800)
Change in net position	364,892
Beginning net position	5,529,527
Total net position-ending	\$ 5,894,419

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

**OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2014**

	Public Buildings Authority
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 3,707,225
Payments to suppliers	(816,203)
Payments to employees	(231,600)
Net cash provided by operating activities	2,659,422
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES	
Trustee fees on capital debt	(3,329)
Principal paid on capital debt	(1,160,000)
Interest paid on capital debt	(419,030)
Capital contributions-TIF Reimbursements	362,174
Payment for capital assets	(372,543)
Net cash provided (used) by capital financing activities	(1,592,728)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Federal award - FEMA	4,286
Transfer to governmental funds	(1,427,800)
Net cash provided (used) by non-capital financing activities	(1,423,514)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest earnings received	434
Net cash provided by investing activities	434
Net increase (decrease) in cash and cash equivalents	(356,386)
Beginning cash and cash equivalents	\$ 3,851,398
Ending cash and cash equivalents	\$ 3,495,012
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating Income	1,899,754
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	753,805
(Increase) decrease in accounts receivable	(32,871)
Increase (decrease) in payables	32,411
Increase (decrease) in unearned revenue	6,323
Total adjustments	759,669
Net cash provided by operating activities	\$ 2,659,422

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

OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2014

	Pension Trust Funds	Agency Funds
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ 6,931,907	\$ 31,221,085
Property taxes receivable, net	-	37,812,818
Interest receivable	1,884	-
Accounts receivable	-	-
Contributions receivable	-	1,414,545
Investments, at fair value		
U.S. Government securities	-	-
Certificate of deposits	475,000	3,021,410
Judgments	545,667	-
Mutual funds	87,796,063	-
Loans to participants	9,017,651	-
Total investments	<u>97,834,381</u>	<u>3,021,410</u>
Total assets	<u>\$ 104,768,172</u>	<u>\$ 73,469,858</u>
LIABILITIES		
Due to Other Taxing Jurisdictions	\$ -	\$ 43,403,993
Due to Others	<u>-</u>	<u>30,065,865</u>
Total liabilities	<u>-</u>	<u>73,469,858</u>
NET POSITION		
Net position held in trust for pension benefits and other purposes	<u>\$ 104,768,172</u>	<u>\$ -</u>

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

OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2014

	Pension Trust Funds
ADDITIONS	
Contributions:	
Employer	\$ 6,270,978
Investment earnings:	
Interest	409,151
Net increase (decrease) in the fair value of investments	10,884,736
Total investment earnings	11,293,887
Total additions	17,564,865
 DEDUCTIONS	
Benefits	9,056,466
Administrative expenses	286,512
Total deductions	9,342,977
Change in net position	8,221,888
Net position-beginning	96,546,285
Net position-ending	\$ 104,768,172

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

*Notes to the
Financial
Statements*



OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

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OKLAHOMA COUNTY, OKLAHOMA
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Note I. Summary of Significant Accounting Policies

The financial statements of Oklahoma County are presented in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

New Accounting Pronouncements Adopted in Fiscal Year 2014:

The County adopted the following new accounting pronouncement during the year ended June 30, 2014 as follows:

- Statement No. 70, Accounting and Financial Reporting for Non-exchange Financial Guarantees. GASB No. 70 requires a government that extends a non-exchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. The government is required to report the guaranteed obligation until it is legally released as an obligor, and when it is legally released, it should recognize revenue as a result of this release. The provisions of this Statement are effective for reporting periods beginning after June 15, 2013. Earlier application is encouraged. Except for certain disclosure requirements which may be applied prospectively, the provisions of this Statement are required to be applied retroactively. The County did not have any transactions affected by the implementation of this pronouncement.

New Accounting Pronouncements Issued Not Yet Adopted: The GASB has also issued several new accounting pronouncements which will be effective to the County in subsequent years. A description of the new accounting pronouncements, the fiscal year in which they are effective, and the County's consideration of the impact of these pronouncements are described below:

Fiscal Year Ended June 30, 2015

- Statement No. 68, Accounting and Financial Reporting for Pensions, an Amendment of GASB Statement No. 27. GASB No. 68 establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and pension expenses. GASB No. 68 also details the recognition and disclosure requirements for employers with liabilities to a defined benefit pension plan and for employers whose employees are provided with defined contribution pensions. Defined benefit pensions are further classified by GASB No. 68 as single employer plans, agent employer plans and cost-sharing plans, and recognition and disclosure requirements are addressed for each classification. GASB No. 68 was issued in June 2012, and implementation guidance is expected to be issued in November 2013. The County believes the adoption of GASB No. 68 will result in a significant decrease in its net position.
- Statement No. 69, Government Combinations and Disposals of Government Operations. GASB No. 69 was issued in January 2013 and establishes accounting and financial reporting standards related to government combinations and disposals of government operations. Government combinations can include a variety of transactions, including mergers, acquisitions and transfers of operations. A disposal of a government's operations results in the removal of specific activities of a government. The requirements of this Statement are effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013, and should be applied on a prospective basis. The County has not yet determined the impact that implementation of GASB No. 69 will have on its net position.

OKLAHOMA COUNTY, OKLAHOMA
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- Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68. GASB No. 71 addresses an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. The County has not yet determined the impact that implementation of GASB No. 71 will have on its net position.

A. Reporting entity

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

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

1. Blended Component Unit

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

During the fiscal year, the OCPBA collected the rental revenues from the Metro Parking Garages, Investor's Capital Building, and the Lincoln Building property, which are pledged for payment of its 2003 series lease revenue bonds. Revenue generated by the properties are used to pay the principal and interest of the outstanding bonds and all direct expenses to manage and operate said properties under the amended management agreement between the OCPBA and Oklahoma County dated July 7, 2005. Under the agreement if any additional funds exist subsequent to the payment of ongoing operating costs, a payment to cover the County's overhead costs for supportive service will be paid to the County in July. The duration of the contract is the life of the bonds issued by OCPBA unless modified in writing. The OCPA issues a separate financial report that can be obtained by writing to the Oklahoma County Clerk's Office at 320 Robert S. Kerr, Room 201, Oklahoma City, Oklahoma 73102.

2. Discretely Presented Component Unit

Oklahoma County Finance Authority - The Oklahoma County Finance Authority (OCFA) is a discretely presented component unit and was created for the purpose to advance, finance and develop commercial and industrial projects or facilities and advance development of adequate housing within the County. The OCFA is a public trust established pursuant to a trust indenture dated May 9, 1983. Under the trust indenture, the OCFA was created for the use and benefit of Oklahoma County (the County) under the provisions of Title 60, Oklahoma

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

Statutes (2001), Sections 176 to 180.3, inclusive, as amended and supplemented, the Oklahoma Public Trust Act and other applicable statutes of the State of Oklahoma.

The OCFA is authorized, in the furtherance of public purposes, to issue its revenue notes and bonds in order to provide funds for the development of commercial and industrial projects, which will benefit the County, including but not limited to, medical and housing projects. Pursuant to the respective trust indentures governing each project, the notes or bonds payable of each project do not constitute a debt, liability or moral obligation of the State of Oklahoma, or any political subdivision thereof, nor does the indebtedness constitute a personal obligation of the trustees of the OCFA. The OCFA has no taxing power.

The OCFA Board of Trustees is appointed by the County Commissioners of Oklahoma County. In addition, the County Commissioners ultimately approve all note and bond obligations issued by the OCFA. The OCFA issues a separate financial report that can be obtained by writing to the Oklahoma County Finance Authority at 105 N. Hudson, Suite 304, Oklahoma City, Oklahoma 73102.

3. Jointly Governed Organization

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

4. Related Organizations

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

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

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

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

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

Oklahoma County Utility Services Authority – The Oklahoma County Utility Services Authority (OCUSA) was created as a public trust under applicable Oklahoma Statutes on March 15, 1955. It was created to provide utility services in unincorporated areas of Oklahoma County for the safeguarding of public health and the conservation of public welfare in these areas. The County has no significant influence over the management, budget or policies of the OCUSA operation.

B. Government –wide and Fund Financial Statements

The accompanying financial statements of the County have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). They present the financial position of the County and the various funds and fund types, the results of operations of the County and the various funds and fund types, and the cash flows of the proprietary fund. The financial statements are presented as of June 30, 2014, and for the year then ended.

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Except for interfund services provided and used, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from discretely presented component units.

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

The county operates each of the three self-insurance activities separately. However, all three are primarily funded through general fund revenues. Other revenues include premiums and interest income. Employee benefits and workers compensation expenses and claims are a result of the employment of workers hired to operate and manage the functions of the government. These expenses are reported by the general fund. Gross revenues totaled \$15,537,154 and gross expenses totaled \$22,780,819, resulting in net expenses of \$7,243,665.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and the pension trust fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

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

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

Governmental Funds

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

The County reports the following major governmental funds:

General Fund - The County's primary operating fund. The fund is used to account for and report all financial resources not accounted for and reported in another fund. The Employee Benefits, Worker's Compensation and Self Insurance activities are presented as part of the General Fund. Oklahoma County is self insured and the primary source of funding is from General Fund revenue.

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

Resale Property – Accounts for collection of interest and penalties on delinquent taxes and the expenditures incurred to sell abandoned property.

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

Debt Service Fund – Used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Proprietary Fund

Public Buildings Authority – Accounts for the operations of the Public Buildings Authority blended component unit.

Fiduciary Fund Types

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

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

The County reports the following fiduciary funds:

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

The County has two pension trust funds:

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

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

Revenue and Expense Classification

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

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

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

D. Assets, Liabilities, and Net Position

1. Deposits and Investments

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

The County adopted formal deposit and investments policies in June 2014. State statutes authorize the County to adopt a written investment policy directing the investment of the funds of the County and any of its public trusts or authorities. The County Treasurer manages the investments according to the investment policy. The written investment policy authorize the county to purchase and invest in U.S. Government obligations; certificates of deposit; savings accounts; general obligation bonds issued by counties, municipalities, or school districts; money judgments against counties, municipalities, or school districts; bonds and revenue notes issued by a public trust when the beneficiary of the trust is a county, municipality, or school district; negotiable certificates of deposit; prime bankers acceptances; prime commercial paper; repurchase agreements and money market funds.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

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

2. Property Taxes Receivable

All property tax receivables are shown net of an allowance for uncollectibles. Taxes are levied annually on October 1 with one-half due by December 31 and the remaining one-half due by March 31. If exactly one-half of the amount due is not received by December 31, the full amount is due and becomes delinquent January 1st. If the taxpayer opts for one-half payment by December 31 but does not make the remaining payment by March 31, the balance becomes delinquent. Delinquent tax payments are subject to interest assessments at 18% annual percentage rate. Major tax payments are received in the months December through April. Delinquent tax payments are received throughout the year. Governmental funds recognize revenue in the year levied to the extent they are received within 60 days of year-end. Current year tax collections for the year ended June 30, 2014 were 96.0% of the tax levy.

The County's property tax is levied each October 1 on the assessed value listed as of January 1 of the same year for all real and personal property located in the County, except certain exempt property. Assessed values are established by the State Tax Commission and the State Equalization Board. A revaluation of all property is required once every five years. Oklahoma Counties assessed property value as of January 1, 2014, was \$6,223,444,807 after excluding homestead and veteran exemptions of \$160,309,389.

The County Excise Board levied 10.35 mills for General Fund operations, 2.59 mills for the City-County Health Department, 5.20 mills for Metropolitan Library Commission and 1.59 mills for Debt Service.

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

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

3. Receivables and Unavailable Revenues

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

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

Governmental Funds:	<u>Unavailable</u>
Property taxes receivable – General Fund	\$4,627,560
Property taxes receivable – Debt Service Fund	820,418
Grant funds – Sheriff Special Revenue Fund	87,413
FEMA funds – County Bonds Fund	<u>8,576</u>
Total deferred for governmental funds	<u>\$5,543,967</u>

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

4. Inventories

Inventory in governmental funds consists of expendable supplies held for consumption stated on a first-in first-out basis. They are recorded at cost, as an expenditure, at the time individual items are purchased. Unconsumed inventories in governmental funds are equally offset by nonspendable fund balance, which indicates that portion of fund balance is not in spendable form.

5. Due to Other Taxing Units/Others

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

6. Capital Assets and Depreciation

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

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

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

7. Compensated Absences

Accrued vacation leave is payable upon layoff, resignation, retirement, or death. Amounts of vested or accumulated vacation leave are reported in the government-wide statements and not in the governmental fund statements as the liability is not expected to be paid from current resources. A liability for these amounts is reported in governmental funds only if they have matured as a result of employee resignations and retirements. At June 30, 2014 the accrued liability for annual and compensatory leave time was \$5,914,460.

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

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

8. Long-Term Obligations

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

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

9. Fund Balance and Net Position

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

Fund balances are classified by level of constraint as follows:

- *Nonspendable Fund Balance* – includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.
- *Restricted Fund Balance* – includes amounts that can be spent only for the specific purposes stipulated by external resources providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- *Committed Fund Balance* – includes amounts that can be used for the specific purposes determined by a formal action of the County’s highest level of decision making authority, the County’s Board of County Commissioners or the County Budget Board by resolution. Commitments may be changed or lifted only by the County taking the same formal action by resolution that imposed the constraint originally.
- *Assigned Fund Balance* – comprises amounts intended to be used by the County for specific purposes that are neither restricted nor committed. *Intent* is expressed by motion of the County’s Board of County Commissioners or County Budget Board pursuant to state law by action other than resolution.
- *Unassigned Fund Balance* – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose.

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

The government-wide and the proprietary fund financial statements utilize a net position presentation. Net positions are categorized as net investment in capital assets, restricted, and unrestricted.

- Net investment in capital assets groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- Restricted Net Position reflects net positions that are subject to constraints either by externally imposed by creditors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

- Unrestricted Net Position represents the residual net positions of the County that are not restricted for any project or purpose.

When both restricted and unrestricted net positions are available for use, it is the County's policy to use restricted net position or resources first.

Note II. Stewardship, Compliance, and Accountability

A. Budgetary Information

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

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

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

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

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

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

B. Legal and Contractual Obligations

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

OKLAHOMA COUNTY, OKLAHOMA
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General obligation bonds, judgments and related interest are levied for and paid in accordance with appropriate State laws.

C. Continuous Inventory

According to guidelines established by Title 19 Section 178.1 of Oklahoma statutes, the County maintains a continuous asset inventory of all assets purchased with a cost of \$500 or more. These items are generally purchases from the capital outlay accounts and recorded at cost.

Note III. Detailed Notes on All Funds

A. Deposits and Investments

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

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the County may not be able to recover its deposits. The County's policy requires uninsured deposits with banks to be 110 percent secured by collateral valued at market value. As of June 30, 2014, the County's bank balance of \$58,530,912 and its blended component unit bank balance of \$3,495,012 are fully insured or collateralized with securities held by the County or its blended component unit, or their agents in their respective names.

Investments

As of June 30, 2014, the County had the following investments:

Primary Government

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>	<u>Credit Ratings(1)</u>
Certificates of deposit	<u>\$8,155,738</u>	1.00	N/A
Total investments	<u>\$8,155,738</u>		
Portfolio weighted average maturity		1.00	

Fiduciary Funds:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>	<u>Credit Ratings(1)</u>
Certificates of deposit	475,000	.74	N/A
Judgments	<u>545,667</u>	3.00	N/A
Total investments	<u>\$1,020,667</u>		
Portfolio weighted average maturity		1.95	

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

OKLAHOMA COUNTY, OKLAHOMA
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Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. Investing is performed in accordance with investment policies adopted by the County complying with Oklahoma State statutes. Investments are limited to the following: 1) Direct obligations of United States government, its agencies or instrumentalities to the payment of which the full faith and credit of the government of the United States is pledged, or obligations to the payment of which the full faith and credit of the State of Oklahoma is pledged; 2) Obligations of the Government National Mortgage Association, Federal National Mortgage Association, or Federal Home Loan Mortgage Corporation, or any Federal farm credit bank, Federal land bank, or Federal home loan bank notes or bonds; 3) Collateralized or insured certificates of deposit; 4) Repurchase agreements that have underlying collateral of direct obligations or obligations of the United States government, its agencies and instrumentalities; 5) Money market funds and repurchase agreements which investments consist of the authorized investments of United States government agency obligations with restrictions as specified in state law; 6) State and Local Government Series; and 7) County direct debt obligations for which an ad valorem tax may be levied, rendered against the county by a court of record.

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

Discretely Presented Component Unit

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>	<u>Credit Ratings</u>
Certificates of deposit	\$1,728,083	0.86	N/A

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

Investment Credit risk. The Authority has no formal policy limiting investments based on credit rating, but discloses any such credit risk associated with their investments by reporting the credit quality ratings of investments in debt securities as determined by nationally recognized statistical rating organizations and agencies as of yearend. Unless there is information to the contrary, obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality. The Authority invests in certificates of deposit of local financial institutions, and that all deposits and investments in excess of amounts covered by federal deposit insurance, be fully collateralized, with a pledge of the U.S. Treasury obligations, by the entity holding the deposit or investments. At June 30, 2014, all the Authority's investments are in certificates of deposit.

Custodial credit risk. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Authority's deposit policy for custodial credit risk is that all deposits shall either be insured by Federal Deposit Insurance or collateralized by securities held by the cognizant Federal Reserve Bank, or invested in U.S. Government obligations, in the Authority's name. At June 30, 2014, the Authority's deposits were not exposed to custodial credit risk since all deposits were either insured by Federal Deposit Insurance or collateralized by securities held in the Authority's name.

B. Property Taxes Receivable

The following is a summary of property and other tax amounts shown as receivable and amounts considered uncollectible by the taxing unit. In accordance with state statute, all tax liens on real and personal property are extinguished upon the expiration of seven (7) years. Therefore, the receivables date back to 2006, and the total outstanding represents less than 1% of the original tax levies for the same time period.

OKLAHOMA COUNTY, OKLAHOMA
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	Total Outstanding at <u>June 30, 2014</u>	Amount Considered <u>Uncollectible</u>	Amount Shown as Net <u>Receivable</u>
Governmental Funds	\$6,508,709	\$360,866	\$6,147,843
Fiduciary Funds:			
Health Department	974,670	4,873	969,797
Cities & Library	6,594,790	32,974	6,561,816
Schools	<u>30,433,372</u>	<u>152,167</u>	<u>30,281,205</u>
Fiduciary Funds Total	38,002,832	190,014	37,812,818
Total	<u>\$44,511,541</u>	<u>\$550,880</u>	<u>\$43,960,661</u>

C. Capital Assets

Capital assets activity for the year ended June 30, 2014 was as follows:

	Balance <u>June 30, 2013</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>June 30, 2014</u>
Primary Government				
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$27,019,352	\$ 10,940	\$ -	\$27,030,292
Artwork	24,500	-	-	24,500
Construction in progress	<u>18,009,256</u>	<u>2,546,703</u>	<u>(11,460,319)</u>	<u>9,095,639</u>
Total capital assets, not being depreciated	<u>45,053,108</u>	<u>2,557,643</u>	<u>(11,460,319)</u>	<u>36,150,432</u>
Capital assets, being depreciated:				
Buildings and building improvements	85,216,379	11,266,329	-	96,482,708
Machinery and equipment	33,003,897	2,035,784	(826,461)	34,213,220
Infrastructure	<u>57,536,546</u>	<u>2,131,819</u>	<u>(619,340)</u>	<u>59,049,025</u>
Total capital assets being depreciated	175,756,822	15,433,932	(1,445,801)	189,744,953
Primary Government				
Less accumulated depreciation for:				
Buildings and building improvements	(46,199,523)	(2,538,076)	-	(48,737,599)
Machinery and equipment	(25,408,332)	(2,235,750)	662,340	(26,981,742)
Infrastructure	<u>(32,252,480)</u>	<u>(3,256,863)</u>	<u>654,984</u>	<u>(34,854,359)</u>
Total accumulated depreciation	<u>(103,860,335)</u>	<u>(8,030,689)</u>	<u>1,317,324</u>	<u>(110,573,700)</u>
Total capital assets, being depreciated, net	<u>71,896,487</u>	<u>7,403,243</u>	<u>(128,477)</u>	<u>79,171,253</u>
Governmental activities capital assets, net	<u>\$116,949,595</u>	<u>\$9,960,886</u>	<u>\$(11,588,796)</u>	<u>\$115,321,685</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$2,275,936	\$ -	\$ -	\$2,275,936
Construction in progress	<u>428,396</u>	<u>366,174</u>	<u>-</u>	<u>794,570</u>
Total capital assets, not being depreciated	<u>2,704,332</u>	<u>366,174</u>	<u>-</u>	<u>3,070,506</u>

OKLAHOMA COUNTY, OKLAHOMA
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Capital assets, being depreciated:				
Buildings & improvements	\$20,124,371	\$ -		\$20,124,371
Machinery and equipment	<u>131,866</u>	<u>6,369</u>	-	<u>138,235</u>
Total capital assets being depreciated	20,256,237	6,369	-	20,262,606
Less accumulated depreciation for:				
Buildings & improvements	(9,087,959)	(736,537)	-	(9,824,496)
Machinery and equipment	<u>(51,463)</u>	<u>(17,268)</u>	-	<u>(68,731)</u>
Total accumulated depreciation	<u>(9,139,422)</u>	<u>(753,805)</u>	-	<u>(9,893,227)</u>
Total capital assets, being depreciated, net	<u>11,116,815</u>	<u>(747,436)</u>	-	<u>10,369,379</u>
Business-type activities capital assets, net	<u>\$13,821,146</u>	<u>\$ (381,262)</u>	<u>\$ -</u>	<u>\$13,439,885</u>

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

Governmental activities:		
General government		\$ 1,388,230
Public safety		2,616,131
Health and welfare		14,286
Education		2,360
Roads and highways		<u>4,009,683</u>
Total depreciation expense-governmental activities		<u>\$8,030,690</u>
Business-type activities:		
Public Building Authority		<u>\$753,805</u>
Total depreciation expense-business-type activities		<u>\$753,805</u>

D. Interfund transfers

Following is a schedule of interfund transfers:

	Transfers In:		
	General Fund	Non-major Governmental	Total
Transfers Out:			-
General Fund		1,021,800	1,021,800
Resale Property	1,375,000		1,375,000
Enterprise Funds		1,427,800	1,427,800
Total Transfers Out	<u>\$ 1,375,000</u>	<u>\$ 2,449,600</u>	<u>\$ 3,824,600</u>

A transfer of \$1,375,000 was made from the resale property fund to the general fund to fulfill statutory requirements. Transfers in the amount of \$1,021,800 were made from the general fund to the capital projects regular fund to finance the purchase of a new ERP system, the remodel cost of the new BOCC meeting room, the cost to make jail beds compliant and jail sewer repair costs.

The Public Buildings Authority transferred \$1,427,800 to Oklahoma County Capital Regular fund during the year for the cost of the Jail sewer line repairs.

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E. Operating Leases

Oklahoma County is committed under various leases for office equipment and road equipment. These leases are considered for accounting purposes to be operating leases. Oklahoma Statutes prohibit the County from entering into contracts of this nature beyond the end of the fiscal year. Operating lease expenditures for the year ended June 30, 2014 amounted to \$447,140.

F. Long-term Debt

1. Governmental Activities

General Obligation Bonds

Oklahoma County issued \$10,000,000 General Obligation Limited Tax Bonds of 2002, Series A dated October 1, 2002. The bonds were issued for the purpose of acquiring property in the vicinity of Tinker Air Force Base in order to provide for the safety of those citizens of the County as well as provide for the continued assurance of the economic well being of Oklahoma County and its citizens. In March 2012, Oklahoma County refinanced its General Obligation Limited Tax 2002 Series A bonds for the purpose of reducing the interest costs on the debt and to achieve an economic savings. Over the life of the bonds, the refinancing will result in a debt service cash flow savings to Oklahoma County of \$303,563, a gross debt service present value savings of \$295,977, and a net economic present value benefit of \$299,797 after considering use of existing debt service funds. The remaining principal balance of the Series 2012A bond is \$3,935,000 and the interest balance of \$144,075 is payable semi-annually July 1 and January 1, with interest rates that vary from 1.0% to 1.5%. The bonds bear semi-annual interest (payable July 1, and January 1 of each year). The Bonds will be paid from ad valorem taxes levied and assessed on behalf of the Issuer and deposited to its Sinking Fund.

A summary of debt service requirements to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2015	775,000	28,963	803,963	1.00%
2016	755,000	21,212	776,212	1.25%
2017	<u>785,000</u>	<u>11,775</u>	<u>796,775</u>	1.50%
Total	<u>\$ 2,315,000</u>	<u>\$ 61,950</u>	<u>\$2,376,950</u>	

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

Summary of debt service requirements to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2015	765,000	91,322	856,322	3.750%
2016	765,000	62,636	827,636	3.900%
2017	<u>820,000</u>	<u>32,800</u>	<u>852,800</u>	4.000%
Total	<u>\$ 2,350,000</u>	<u>\$ 186,758</u>	<u>\$2,536,758</u>	

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

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On August 1, 2008, the County issued \$61,500,000 of general obligation bonds to finance the purchase of the former General Motors Assembly Plant, to provide funds for the capital improvements for the Oklahoma County courthouse and annex buildings, and to improve and mitigate natural hazard damage and impact, including but not limited to flooding in East Central Oklahoma County in and around Crutch Creek, and in Northwest Oklahoma County in and around Deer Creek area. The interest rate on the bonds range from 3.50-4.00 percent and the maturity is August 1, 2023. Bond principal payments are \$4,390,000 beginning on the 1st day of August 2010 in each of the years 2012 through 2022 with the final payment of \$4,430,000 due August 1, 2023. Interest shall be payable on the 1st day of February and August of each year, beginning on the 1st day of February 2012. Summary of debt service requirements to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2015	4,390,000	1,708,213	6,098,213	3.25%
2016	4,390,000	1,527,125	5,917,125	5.00%
2017	4,390,000	1,340,550	5,730,550	3.50%
2018	4,390,000	1,153,975	5,543,975	5.00%
2019-2024	<u>26,380,000</u>	<u>3,164,113</u>	<u>29,544,113</u>	3.75%-4.00%
Total	<u>\$ 43,940,000</u>	<u>\$ 8,893,975</u>	<u>\$52,833,975</u>	

Capital Lease Obligations

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

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

In December 2011, Oklahoma County refinanced its capital lease agreement with the OIA resulting from the issuance of OIA lease revenue bonds series 2001 what were issued for the county annex heating and cooling upgrades, and electrical and plumbing improvements at the county courthouse and annex buildings. This OIA refunding was done for the purpose of reducing the interest costs on the debt and to achieve an economic savings. Over the life of the capital lease agreement, the refinancing will result in a debt service cash flow savings to Oklahoma County of \$12,007, a gross debt service present value savings of \$400,162, and a net economic present value benefit of \$12,511 after considering use of existing debt service funds. The principal balance of the 2011 lease is \$1,335,000 and the interest balance of \$53,800 is payable semi-annually February 1 and August 1, with 2% net interest cost.

Assuming that all capital leases are renewed each year by resolution of the Board of County Commissioners, minimum lease commitments under capitalized lease purchase agreements as of June 30, 2014 reported in the government-wide statements are as follows:

	<u>Capital Asset</u>	<u>Accumulated Depreciation</u>	<u>Total</u>
Leased Capital Assets:			
Building & Improvements	\$6,727,226	\$(3,333,804)	\$3,393,422
Equipment	<u>430,051</u>	<u>(100,509)</u>	<u>329,541</u>
Total	<u>\$7,157,276</u>	<u>\$(3,434,313)</u>	<u>\$3,722,963</u>

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

<u>Fiscal year ending June 30.</u>	<u>Governmental Activities</u>
2015	527,379
2016	63,279
2017	63,279
2018	63,279
2019-2021	<u>97,600</u>
Total minimum lease payments	814,816
Less: amount representing interest	<u>(17,520)</u>
Present value of future minimum lease payments	<u>\$797,296</u>

2. Business-Type Activities

Capital Leases Financing Obligations

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

The Oklahoma Industries Authority issued \$20,560,000 of lease revenue bonds for the benefit of the PBA on July 28, 2003 with interest rates that vary from 2.25% to 5.85%. In June 2012, the PBA refinanced its capital lease agreement with the OIA resulting from the issuance of OIA lease revenue refunding bonds related to the capital lease agreement between the OIA and the PBA. This OIA refunding and related PBA capital lease refinancing was done for the purpose of reducing the interest costs on the debt and to achieve an economic savings. Over the life of the capital lease agreement, the refinancing will result in a debt service cash flow savings to the PBA of \$3,273,365, a gross debt service present value savings of \$2,469,268, and a net economic present value benefit of \$1,151,539 after considering use of existing debt service funds. The principal balance of the 2012A lease is \$14,250,000 and the interest balance of \$5,773,960 is payable semi-annually June 1 and December 1, commencing December 1, 2012 with interest rates that vary from .7% to 4.6%.

The principal of and the interest on the bonds is payable from the lease payments made by the Oklahoma County Public Buildings Authority to the Oklahoma Industries Authority pursuant to terms of a Lease Purchase Agreement date as of June 1, 2012. The Bonds are limited obligation of the issuer, secured by a pledge of the Trust Estate. The Trust Estate consists of the Lease Payments, the Lease Agreement, Revenues, the Parking and Use Agreement, the parking agreements with the Corporate Users, and all funds and accounts established by the Indenture and the monies and investments therein, including any unexpended Bond Proceeds. The Bonds are special and limited obligations of the Issuer payable solely from the Lease Payments and other revenues pledged for payment thereof.

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

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The following is the new schedule of the future minimum lease payments under this capital lease, and the present value of the net minimum lease as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>
2015	615,000	408,590	1,023,590
2016	625,000	401,210	1,026,210
2017	630,000	391,835	1,021,835
2018	640,000	381,125	1,021,125
2019	655,000	368,325	1,023,325
2020-2024	2,895,000	1,581,805	4,476,805
2025-2029	2,995,000	1,056,135	4,051,135
2030-2033	<u>2,880,000</u>	<u>338,790</u>	<u>3,218,790</u>
	<u>\$ 11,935,000</u>	<u>\$ 4,927,815</u>	<u>\$ 16,862,815</u>

3. Discretely Presented Component Unit

Conduit Debt Obligations

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

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

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

	<u>Date of Issuance</u>	<u>Original Balance</u>	<u>2014 Balance</u>
GNMA ARM Mortgage Back Securities 1995 Housing Revenue Bonds Chapel Ridge of North Edmond Series 2003	11-01-95	\$13,000,000	\$896,164
Housing Revenue Bonds Chapel Ridge of Chapel Ridge of MWC Tinker Series 2004	05-01-03	8,250,000	7,744,832
Multifamily Housing Revenue Refunding Bonds Rockwell Villa Apartments Series 2004	06-01-04	7,800,000	7,386,915
Multifamily Housing Revenue Refunding Bonds London Square Apartments Project 2004	12-15-04	2,500,000	1,334,057
Revenue Refunding Bonds (Epworth Villa Project) Series 2004B	12-17-04	9,000,000	6,073,498
Retirement Facility Revenue Bonds: Concordia Life Care Community Series 2005A	1-5-05	5,040,000	3,500,000
Concordia Life Care Community Series 2005B-1	11-29-05	26,330,000	24,700,000
Concordia Life Care Community Series 2005B-2	11-29-05	3,500,000	3,500,000
Revenue Refunding Bonds (Epworth Villa	11-29-05	4,000,000	4,000,000

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Project) Series 2005A	12-07-05	11,460,000	10,480,000
Revenue Refunding Bonds (Epworth Villa Project) Series 2005B	12-07-05	2,000,000	2,000,000
Educational Facilities Lease Revenue Bonds (Millwood Schools Project) Series 2007	8-01-07	5,460,000	3,480,000
Educational Facilities Lease Revenue Bonds (Jones Schools Project) Series 2008	9-01-08	9,825,000	8,725,000
Educational Facilities Lease Revenue Bonds (Western Heights Schools Project) Series 2009	6-01-09	43,840,000	31,675,000
Educational Facilities Lease Revenue Bonds (Choctaw Public School Project) Series 2009A	7-10-09	7,165,000	3,150,000
Educational Facilities Lease Revenue Bonds (Choctaw Public School Project) Series 2009B	7-10-09	53,585,000	53,585,000
Educational Facilities Lease Revenue Bonds (Crooked Oak Public School Project) Series 2009A	8-4-09	10,480,000	7,935,000
Educational Facilities Lease Revenue Bonds (Deer Creek Schools Project) Series 2010A	4-1-10	51,800,000	41,100,000
Educational Facilities Lease Revenue Bonds (Bethany Public Schools Project) Series 2011A	10-14-11	2,205,000	1,175,000
Lease Revenue Bonds (OKC County Health Department Project) Series 2012	1-18-12	8,395,000	7,730,000
Educational Facilities Lease Revenue Bonds (Midwest City-Del City Public Schools Project) Series 2011A	2-22-12	72,620,000	51,805,000
Lease Revenue Notes (Deer Creek Public Schools Project) Series 2012	6-13-12	15,705,000	14,142,208
Educational Facilities Lease Revenue Bonds (Luther Public Schools Project) Series 2012	Sep 2012	10,560,000	9,850,000
Revenue Bonds (Epworth Villa Project) Series 2012A	Dec 2012	72,765,000	71,310,000
Series 2012B	Dec 2012	2,605,000	545,000
Educational Facilities Leave Revenue Bonds (Western Heights Public Schools Project) Series 2013	July 2013	14,265,000	14,265,000
Educational Facilities Leave Revenue Bonds (Crooked Oak Public Schools Project) Series 2013A	Aug 2013	7,660,000	7,660,000
Series 2013B	Aug 2013	<u>390,000</u>	<u>390,000</u>
Total		<u>\$482,205,000</u>	<u>\$400,137,674</u>

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

4. Judgments Payable

Under Oklahoma law, judgments against the County are payable over a three year period and bear annual interest at four percentage points above the average United States Treasury Bill rate for the preceding year, not to exceed 10% per annum. Advalorem taxes to retire judgments are levied against all taxable property within the County and are accumulated and paid out of the Debt Service Fund over a three year period. During the year, the County

OKLAHOMA COUNTY, OKLAHOMA
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paid \$1,999,549 in judgments and \$136,817 in related interest on these judgments. At June 30, 2014, the total amount of unpaid judgment principal of \$691,633 is reflected in the Statement of Net Position.

A summary of judgments payable to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2015	\$497,322	\$35,866	\$533,188	5.25%
2016	145,656	10,201	155,857	5.25%
2017	<u>48,655</u>	<u>2,555</u>	<u>51,210</u>	5.25%
Total	<u>\$691,633</u>	<u>\$48,622</u>	<u>\$740,255</u>	

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

5. Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2014 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
Governmental activities:					
Bonds payable	\$54,560,000	\$ -	\$(5,955,000)	\$48,605,000	\$5,930,000
Capital leases	1,080,571	210,472	(493,746)	797,297	480,911
Judgments payable	2,545,215	145,966	(1,999,549)	691,633	497,322
Compensated absences	<u>5,247,367</u>	<u>3,435,245</u>	<u>(2,768,152)</u>	<u>5,914,460</u>	<u>4,918,904</u>
Governmental activity Long-term liabilities	<u>\$63,433,152</u>	<u>\$3,791,684</u>	<u>\$(11,216,446)</u>	<u>\$56,008,390</u>	<u>\$11,827,137</u>
Business-type activities:					
Capital lease obligations	<u>\$13,095,000</u>	<u>\$ -</u>	<u>\$(1,160,000)</u>	<u>\$11,935,000</u>	<u>\$615,000</u>
Long-term liabilities	<u>\$13,095,000</u>	<u>\$ -</u>	<u>\$(1,160,000)</u>	<u>\$11,935,000</u>	<u>\$615,000</u>

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

For governmental activities, the bonds payable reflected in the statements are net of unamortized bond premium of \$305,389, or \$48,910,389.

G. Net Position and Fund Balances

At June 30, 2014, the government-wide net position categories are comprised of the following components:

Net Investment in Capital Assets – Governmental Activities

Capital Related Assets:	
Capital Assets	\$226,273,738
Accumulated Depreciation	<u>(110,573,700)</u>
Capital Related Assets	\$115,700,038
Capital Related Debt:	
Bonds-Outstanding Principal	\$48,605,000
Capital Lease obligations (principal)	797,297
Portion of bonds not capital related	<u>(44,049,570)</u>

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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Capital Related Debt	\$5,352,727
Net Investment in Capital Assets	<u>\$110,347,311</u>

Restricted Net Position- Governmental Activities

General Government	
Resale Property	\$6,955,669
Records preservation	701,157
Public Safety	5,983,583
Roads & Highways	19,969,459
Capital Improvements	6,944,807
Debt Service	5,931,192
Other Purposes	<u>1,034,833</u>
Total Restricted	<u>\$47,520,700</u>

<i>Unrestricted Net Position</i>	\$(109,368,111)
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<i>Total Net Position</i>	<u>\$ 48,499,900</u>
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The amount of negative Unrestricted Net Position reported for governmental activities is primarily a result of the \$44,049,570 of outstanding bonds, whose proceeds were used to acquire a capital facility that was transferred to the federal government, in addition to the net OPEB obligation of \$75,351,544 that has no corresponding plan assets held in trust. In both of these cases, the County is obligated for long-term debt and obligations for which no corresponding asset is reported, thereby creating a negative amount reported for unrestricted net position. None of the restricted net position as reported above is restricted by enabling legislation. All restrictions are imposed by state statutes.

Net Investment in Capital Assets – Business-type Activities

Capital Related Assets:	
Capital Assets	\$23,333,112
Accumulated Depreciation	<u>(9,893,227)</u>
Capital Related Assets	\$13,489,885

Deferred amount on lease refinancing	\$996,856
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Capital Related Debt:	
Capital lease obligations (principal)	(11,935,000)

Net Investment in Capital Assets	<u>\$2,501,741</u>
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Restricted Net Position- Business-type Activities

Debt Service	<u>\$ 3,392,679</u>
Total Restricted	<u>\$ 3,392,679</u>

<i>Unrestricted Net Position</i>	\$ -
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<i>Total Net Position</i>	<u>\$ 5,894,419</u>
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OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

	Major Funds						Total
	General	Highway Cash	Resale Property	County Bonds	Debt Service Fund	Nonmajor Funds	
Fund balances:							
Nonspendable:							
Inventory	\$ 330,715	\$ 815,912	\$ -	\$ -	\$ -	\$ 319,314	\$ 1,465,941
Restricted for:							
Administration and records management			6,955,669			1,771,407	8,727,076
Road and bridge construction & repair		10,464,403				2,572,427	13,036,830
Highway equipment		389,485				-	389,485
Highways special projects		222,967				-	222,967
Emergency management						246,594	246,594
Detention maintenance & operation						1,929,140	1,929,140
Law enforcement						2,252,674	2,252,674
Courthouse security						60,495	60,495
Court services						1,844,564	1,844,564
Debt service				6,198	5,931,192	-	5,937,390
Flood plain and hazard mitigation project				3,865,525			3,865,525
Graffiti and weed removal program						370,970	370,970
Capital projects				58,103		1,496,671	1,554,774
Land clearing and acquisition						2,798,158	2,798,158
Subtotal	-	11,076,855	6,955,669	3,929,826	5,931,192	15,343,102	43,236,644
Committed to:							
Economic development				94,695			94,695
Self insurance claims	242,730						242,730
Capital projects				289,587			289,587
Subtotal	242,730	-	-	384,282	-	-	627,012
Assigned to:							
General Government	248,026					-	248,026
Public Safety	18,771					-	18,771
Health & welfare	619					-	619
Capital projects	-					5,773,703	5,773,703
Subtotal	267,415	-	-	-	-	5,773,703	6,041,118
Unassigned:	9,199,799	-	-	-	-	-	9,199,799
Total fund balances	\$ 10,040,659	\$ 11,892,767	\$ 6,955,669	\$ 4,314,108	\$ 5,931,192	\$ 21,436,119	\$ 60,570,514

Note IV. Other Information

A. Risk Management

Primary Government:

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

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

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

administrator also receives medical and life insurance premiums that are in turn remitted to Sunlife, the carrier of stop-loss and life insurance coverage for Oklahoma County employees, retirees and their survivors.

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

Tort Claims - Under the Oklahoma constitutional and related state law, losses resulting from tort claim judgments rendered by a court of competent jurisdiction are required to be paid, with interest on the unpaid balance, through a statutorily-required levy of ad valorem taxes levied against all taxable County property and payable over a three year period. Estimated liabilities from tort claims are recorded as claims liability, until they are converted to a court judgment, at which time they are reported as judgment liabilities for which property taxes will be levied and collections will be used for the retirement of this liability. Tort claims incurred but not reported (IBNR) are not considered material to the financial statement for the year ended June 30, 2014.

Component Unit:

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

Recognition and Measurement of Claims Loss Expenses and Liabilities

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

Unpaid Claims Liabilities

The following represent the changes in approximate aggregate liabilities for the County from July 1, 2013 to June 30, 2014:

<u>Health Care</u>	<u>2014</u>	<u>2013</u>
Unpaid Claims, beginning of fiscal year	\$2,526,000	\$ 2,216,000
Claims and changes in estimates	15,962,387	16,230,371
Claim payments	<u>(16,004,387)</u>	<u>(15,920,371)</u>
Unpaid claims, end of fiscal year	<u>\$2,484,000</u>	<u>\$2,526,000</u>

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

Workers Compensation

Unpaid Claims, beginning of fiscal year	\$3,812,000	\$3,902,000
Claims and changes in estimates	1,052,747	893,069
Claim payments	<u>(1,030,747)</u>	<u>(983,069)</u>
Unpaid claims, end of fiscal year	<u>\$3,834,000</u>	<u>\$3,812,000</u>

Tort Claims

Unpaid Claims, beginning of fiscal year	\$ 0	\$ 0
Claims and changes in estimates	0	0
Conversion of claim to judgment	<u>0</u>	<u>0</u>
Unpaid claims, end of fiscal year	<u>\$ 0</u>	<u>\$ 0</u>

Total current claims liability, end of fiscal year	<u>\$6,318,000</u>	<u>\$6,338,000</u>
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Current liabilities	6,318,000	6,338,000
Noncurrent liabilities	<u>0</u>	<u>0</u>
Total claims liability	<u>\$6,318,000</u>	<u>\$6,338,000</u>

B. Related Party Transactions

Oklahoma County has entered into two capital lease agreements with the Oklahoma Industries Authority, as lessee, for the expansion and renovation of the Oklahoma County Juvenile Detention Center and for heating and cooling upgrades and electrical and plumbing renovations to County buildings (included in the discussion of leases in Note III.E.). The Oklahoma Industries Authority is a public trust created under applicable Oklahoma Statutes. It was created for the use and benefit of the Beneficiary, Oklahoma County, to finance, promote and aid in the development of industry and commerce as set forth in the trust indenture. The County has no significant influence over the management, budget or policies of the Oklahoma Industries Authority; therefore, it is not reported as a component unit. The lease for the Juvenile Center expansion is for 15 years with total principal payments of \$2,750,000. In FY 12-13 the County made the final lease payment in the amount of \$23,197.84 and the remaining balance was paid with the balance in reserve. The lease for the County buildings upgrades and renovations is for 15 years with total principal payments of \$4,765,000. As of June 30, 2014, the County had made lease payments in the amount of \$5,971,138, of which \$4,045,000 represents principal expenditure and \$1,926,138 represents interest expense. As discussed in Note III.E., this lease was refinanced in FY 11-12 for the purpose of reducing the interest costs on the debt and to achieve an economic savings.

C. Commitments and Contingent Liabilities

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

Litigation. The County is contingently liable for lawsuits and other claims in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would require appropriation of revenues yet to be realized and would not materially affect the financial position of the County at June 30, 2014. The amount of possible tort claims liability at June 30, 2014, was approximately \$1,532,680, which is not accrued.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation is utilized in the governmental funds. Encumbrances outstanding at year-end are not accounted for as expenditures and liabilities but rather as assigned if not already reported as restricted or committed fund balance. At June 30, 2014 the County had outstanding encumbrances in the following funds:

General Fund	\$277,713
Highway Cash	\$1,097,314
Resale	\$35,556
County Bonds	\$79,279
Non-major	<u>\$756,324</u>
Total	\$2,246,186

D. Post Employment Benefits Other than Pensions

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

Funding Policy. The County funds the benefits on a pay-as-you-go basis. Eligible employees are required to pay set premiums for a portion of the cost, with the County subsidizing the remaining costs. Contribution requirements are established and amended as needed by the Oklahoma County Budget Board on an annual basis. The premium rates are set and amended by the Budget Board and approved by the Board of County Commissioners. The required monthly contribution rates of the plan members for 2014 range from \$91 to \$383 for active employees and retirees and \$665 to \$1,562 for COBRA participants. In prior years the General Fund has been used to liquidate the Net OPEB Obligation.

Annual OPEB Cost and Net OPEB Obligation. The County's annual OPEB cost is equal to the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45, plus one year's interest on the beginning balance of the net OPEB obligation, and minus an adjustment to the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost of each year and any unfunded actuarial liabilities amortized over thirty years.

The following table shows the components of the County's annual OPEB cost for the year, the amount contributed to the plan, and changes in the County's net OPEB obligation to the retiree health plan:

	<u>2014</u>
Annual required contribution	\$14,877,320
Interest on prior year net OPEB obligation	2,414,045
Adjustment to annual required contribution	<u>(2,396,490)</u>
Annual OPEB cost	\$14,894,875
Employer contributions	<u>3,917,872</u>
Increase in net OPEB obligation	\$10,977,003
Beginning Net OPEB obligation	<u>64,374,541</u>
Ending Net OPEB obligation	<u>\$75,351,544</u>

OKLAHOMA COUNTY, OKLAHOMA
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The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and prior year's are as follows:

<u>Fiscal Year</u> <u>Ended</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage of</u> <u>Annual OPEB</u> <u>Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
6/30/2014	\$14,894,875	26.3%	\$75,351,544
6/30/2013	\$18,361,539	21.2%	\$64,374,541
6/30/2012	\$17,506,704	22.3%	\$49,898,002

Funded Status and Funding Progress. The unfunded actuarial accrued liability is being amortized as a level of percentage of expected payroll on a closed basis over thirty years, beginning July 1, 2011. As of July 1, 2013 the funded status of the retiree health plan was as follows:

Actuarial accrued liability (AAL)	\$183,331,002
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	<u>\$183,331,002</u>
Funded ratio (actuarial value of plan assets/AAL)	0.0%
Annual covered payroll (active plan members)	\$54,206,496
UAAL as a percentage of annual covered payroll	338%

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

The AAL as reported in the most recent actuarial report decreased from \$184.2 million on July 1, 2011 to \$196.2 million on July 1, 2013 as a result of a number of changes in actuarial assumptions and estimates including changes in election percentages, change in discount rate assumption, demographic experience gains and losses, higher than expected claims, lower than expected premiums, and changes in the mortality assumption. The latest actuarial valuation for the OPEB plan was as of July 1, 2013.

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

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

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

In the actuarial valuation as of July 1, 2013, the projected unit credit (PUC) actuarial cost method with linear proration to decrement was used to measure the actuarial liabilities of the plan. Under the principles of the PUC method, the actuarial present value of the projected benefits of each individual included in the valuation is allocated pro-rata to each year of service between entry age and assumed exit. The portion of this actuarial present value allocated to a valuation year is called the normal cost. For actuarial purposes several significant assumptions affecting the valuation results including the medical claims costs assumptions, the medical trend assumptions and

OKLAHOMA COUNTY, OKLAHOMA
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the discount rate. The 2013 ARC was based on a 3.75% discount rate, a 3.0% salary growth rate and a 2.8% rate of inflation. The medical trend rate is established using the Getzen Model with the trend rate beginning in 2014 at 7.2% pre and post-Medicare eligible, grading to 4.7% over 72 years. Dental and Vision Trend rate is assumed to be 5%. Retiree premiums are assumed to increase at the same trend as the respective expected claims cost. It was assumed that 75% of future retired participants would opt for retiree health care coverage, and 100% of current retired participants would continue coverage. It was also assumed that 45% of future retirees who opt for health care coverage would cover a spouse at retirement. Current retirees spousal coverage was based upon their current coverage status.

No separate audited financial statements are prepared for the plan.

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

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

E. Employees' Retirement Plans

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

OKLAHOMA COUNTY, OKLAHOMA
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COMBINING STATEMENT OF PENSION TRUST FUNDS NET POSITION
FOR THE YEAR ENDED JUNE 30, 2014

	Defined Benefit Retirement Fund	Defined Contribution Retirement Fund	Total Pension Trust Funds
ASSETS			
Cash and cash equivalents	\$ 6,931,907	\$ -	\$ 6,931,907
Interest receivable	1,884	-	1,884
Investments, at fair value			
Certificate of deposits	475,000	-	475,000
Judgments	545,667	-	545,667
Mutual funds	-	87,796,063	87,796,063
Loans to participants	-	9,017,651	9,017,651
Total investments	<u>1,020,667</u>	<u>96,813,714</u>	<u>97,834,381</u>
Total assets	<u>\$ 7,954,458</u>	<u>\$ 96,813,714</u>	<u>\$ 104,768,172</u>
LIABILITIES			
Accounts Payable	\$ -	\$ -	\$ -
NET POSITION			
Net position held in trust for pension benefits and other purposes	<u>\$ 7,954,458</u>	<u>\$ 96,813,714</u>	<u>\$ 104,768,172</u>

COMBINING STATEMENT OF CHANGES IN PENSION TRUST FUNDS NET POSITION
FOR THE YEAR ENDED JUNE 30, 2014

	Defined Benefit Retirement Fund	Defined Contribution Retirement Fund	Total Pension Trust Funds
ADDITIONS			
Contributions:			
Employer	\$ 1,128,634	\$ 5,142,344	\$ 6,270,978
Investment earnings:			
Interest	130,515	278,636	409,151
Net increase (decrease) in the fair value of investments	-	10,884,736	10,884,736
Total investment earnings	<u>130,515</u>	<u>11,163,372</u>	<u>11,293,887</u>
Less investment expense			
Net investment expense	<u>130,515</u>	<u>11,163,372</u>	<u>11,293,887</u>
Total additions	<u>1,259,149</u>	<u>16,305,716</u>	<u>17,564,865</u>
DEDUCTIONS			
Benefits	2,055,526	7,000,940	9,056,466
Administrative expenses	13,175	273,337	286,512
Total deductions	<u>2,068,701</u>	<u>7,274,276</u>	<u>9,342,977</u>
Change in net position	(809,552)	9,031,440	8,221,888
Net position-beginning	<u>8,764,010</u>	<u>87,782,275</u>	<u>96,546,285</u>
Net position-ending	<u>\$ 7,954,458</u>	<u>\$ 96,813,715</u>	<u>\$ 104,768,172</u>

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

1. Defined Benefit Retirement Plan

Plan Description and Provisions

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

As of June 30, 2014, employee membership data related to the Plan was as follows:

Retirees and beneficiaries currently receiving benefits	144
Terminated employees entitled to but not yet receiving benefits	16
Active plan participants	<u>4</u>
Total	<u>164</u>

Those persons eligible for retirement benefits are as follows:

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

Disability Benefits

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

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

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

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

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

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

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

Death Benefits

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

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

Administrative Cost

Plan administration costs are paid by the county.

Summary of Significant Accounting Policies

Accrual Method of Accounting

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

Investments

Investments are reported at fair value. At June 30, 2014, no investments in any one organization, excluding U.S. government securities, represents 5% or more of the net position available for pension benefits. There are no investments in loans to or leases with related parties.

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

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

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

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

of service, he or she is entitled to receive only their actual contributions. In 1981, the Plan was amended to allow participating employees who were fifty-five years old or over and had fifteen years service to freeze their benefits at the level in effect at that time. No further employee contributions are required. During the fiscal year ended June 30, 2014, County contributions were \$1,128,634. Total payroll for employees covered by the plan was \$238,621.

Actuarial Present Value of Accumulated Plan Benefits

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

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

The actuarial present value of accumulated plan benefits was determined by Nyhart. The actuarial assumptions used in the valuation are intended to estimate future experience affecting projected benefit flow and investment earnings. The required contribution was determined by the actuarial valuation as of June 30, 2014 using the entry age normal actuarial cost method. Under this cost method, the actuarial present value of the projected benefits of each individual included in the valuation is allocated on a level basis over the earnings of the individual between entry age and assumed exit age. The portion of this actuarial present value allocated to a valuation year is called the Normal Cost. The portion of the actuarial present value not provided for at the valuation date by future Normal Costs is called the Actuarial Liability. The actuarial assumptions included (a) 5.75 percent investment rate of return, (b) projected salary increases of 5 percent per year, (c) an annual inflation rate of 2.75% and (d) no cost of living adjustment. The actuarial value of assets was determined by market value. The unfunded actuarial accrued liability is being amortized over 30 years and a level dollar amount was utilized.

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

	2014	2013
Annual required contribution	\$777,390	\$692,283
Interest on net pension asset	(233,072)	(210,884)
Adjustments to annual required contribution	286,644	355,891
Annual pension cost	830,962	837,290
Contributions made	1,132,520	1,126,635
Increase (decrease) in net pension asset	301,558	289,345
Net pension asset beginning of year	4,053,429	3,764,084
Net pension asset end of year	\$4,354,987	\$4,053,429

The annual required contribution for the current year was determined as part of the June 30, 2013 actuarial valuation using the assumptions cited above.

Three Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2012	\$745,337	111.4%	\$3,764,084
2013	\$837,290	134.6%	\$4,053,429
2014	\$830,962	136.3%	\$4,354,987

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

Funded Status and Funding Progress. The unfunded actuarial accrued liability is being amortized under the entry age normal cost method over a period of thirty years. As of July 1, 2013 the funded status of the retirement plan was as follows:

	<u>2014</u>
Actuarial accrued liability (AAL)	\$18,398,779
Actuarial value of plan assets (AVA)	<u>(\$7,954,458)</u>
Unfunded actuarial accrued liability (UAAL)	\$10,444,321
Funded ratio (actuarial value of plan assets/AAL)	43.2%
Annual covered payroll (active plan members)	\$238,621
UAAL as a percentage of annual covered payroll	4,376.9%

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

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

2. Defined Contribution Retirement Plan

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

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

Benefits of the Defined Contribution Plan are as follows:

- a. A Participant shall be entitled to receive the amount of their account, subject to vesting restrictions when their age plus years of service at least totals sixty (60), or if a participant’s employment is terminated at an earlier age as the result of a Total and Permanent Disability.
- b. If a participant shall continue in active employment following their Normal Retirement Date, they shall continue to participate in the Plan. Upon actual retirement, such participant shall be entitled to receive the entire amount of their contribution account as of their actual retirement date.
- c. Upon the death of a vested participant, their beneficiary shall be entitled to receive the entire amount of the participant’s vested contribution account.
- d. If a participant’s employment with the employer is terminated before their Normal Retirement Date for any reason other than Total and Permanent Disability or death, they shall be entitled to an amount equal to the “vested percentage” of their contribution account as set out in the Cash Out Policy.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

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

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

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

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

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

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

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

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

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

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

7. Systematic payments of specified amounts until account is exhausted.
8. A single lump sum, of a specified amount, payable immediately, and systematic payments of specified amounts until account is exhausted.
9. An installment distribution consisting of approximately equal installments for a term not extending beyond the life expectancy (as calculated in accordance with Internal Revenue Service's Regulations) on the Initial Distribution Date of the participant and their spouse.

Summary of Significant Accounting Policies

Accrual Method of Accounting

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

Investments

Investments are reported at fair value. At June 30, 2014, no investments in any one organization, excluding U.S. government securities, represents 5% or more of the net position available for pension benefits. There are no investments in loans to or leases with related parties.

Loans to Participants. During the 1998-99 fiscal year the Plan was amended to include a participant Loan Policy which states that each Plan Participant with a fully or partially vested account balance is eligible to participate. The maximum loan amount is the lesser of \$25,000 or 50% of the Participant's vested account balance. The minimum loan amount is \$1,000. The interest rate charged is the National Prime Rate of Interest and will be fixed for the life of the loan. During the current fiscal year a total of \$7,301,703 was loaned to participants, making total outstanding loans to participants at June 30, 2014 \$9,017,651.

Contribution Requirements and Contributions Made. As specified by the Plan, Oklahoma County contributes an amount equal to 12% of the annual compensation of its participating employees' salary to the Plan. During the fiscal year ending June 30, 2014, County contributions were \$5,142,343. The forfeiture account is a trust fund maintained by the Plan Administration and contains amounts previously contributed by the County but forfeited by terminated employees who had not become fully vested, or eligible to receive the total amount contributed by the County. Retirement benefits due to employees and beneficiaries at June 30, 2014 were \$96,813,713 at fair value, and are accounted for in a pension trust fund.

F. Subsequent Event

On September 1, 2014, the County issued \$10,000,000 of general obligation bonds to finance the purchase of the BNSF rail yard. This bond is the remaining \$10 million of the \$71.5 million approved by voters in 2008. The land being purchased is adjacent to Tinker Air Force and north of the old General Motors plant that was purchased by the County in 2008. The total cost of the land is \$44 million and will be a joint purchase by the County, the City of Oklahoma City and the U.S. Air Force. The land will be used by Tinker Air Force to build maintenance hangars for the new KC46-A advanced tankers and will add an additional 1,321 jobs. As a result of a state incentive called the Quality Jobs Act, there will be a credit for those quality jobs and Oklahoma County will get repaid for approximately 95% of the cost over the life of the bonds. The interest rate on the bond is 2.00 percent and the maturity is September 1, 2023. Bond principal payments are \$1,250,000 beginning on the 1st day of September 2016 in each of the years 2016 through 2023 with the final payment due September 1, 2023. Interest

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2014

shall be payable on the 1st day of March of each year, beginning on the 1st day of March 2016. Summary of debt service requirements to maturity is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Interest Rate</u>
2016	-	300,000	300,000	2.00%
2017	1,250,000	187,500	1,437,500	2.00%
2018	1,250,000	162,500	1,412,500	2.00%
2019	1,250,000	137,500	1,387,500	2.00%
2020-2024	<u>6,250,000</u>	<u>312,500</u>	<u>6,562,500</u>	2.00%
Total	<u>\$ 10,000,000</u>	<u>\$ 1,100,000</u>	<u>\$11,100,000</u>	

*Required
Supplementary
Information*



**OKLAHOMA COUNTY, OKLAHOMA
EMPLOYEES' DEFINED BENEFIT RETIREMENT PLAN
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2014**

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Net Assets Available for Benefits	Actuarial Accrued Liability	Unfunded Actuarial Liability	Funded Ratio	Annual Covered Payroll	Unfunded Actuarial Liability as a percentage of Covered Payroll
6/30/14	\$ 7,954,458	\$ 18,398,779	\$ 10,444,321	43.2%	\$ 238,621	4376.9%
6/30/13	8,763,869	19,118,801	10,354,932	45.8%	214,192	4834.4%
6/30/12	9,646,268	19,165,012	9,518,744	50.3%	202,984	4689.4%
6/30/11	10,829,218	21,261,680	10,432,462	50.9%	254,120	4105.3%
6/30/10	12,038,841	22,633,034	10,594,193	53.2%	235,296	4502.5%
6/30/09	13,219,068	22,408,204	9,189,136	59.0%	340,692	2697.2%

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Fiscal Year <u>Ending</u>	Annual Required <u>Contribution</u>	Actual <u>Contribution</u>	Percentage <u>Recognized</u>
6/30/14	\$ 789,368	\$ 1,132,520	143.5%
6/30/13	777,390	1,126,635	144.9%
6/30/12	692,283	830,192	119.9%
6/30/11	740,206	831,679	112.4%
6/30/10	701,105	709,032	101.1%
6/30/09	771,560	863,045	111.9%

**OKLAHOMA COUNTY, OKLAHOMA
OTHER POST EMPLOYMENT BENEFITS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2014**

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAL as a percentage of Covered Payroll
7/1/2013	\$0	\$183,331,002	\$183,331,002	0.0%	\$ 52,627,666	348.4%
7/1/2011	\$0	\$184,191,115	\$184,191,115	0.0%	\$ 51,121,341	360.3%
7/1/2009	\$0	\$135,604,378	\$135,604,378	0.0%	\$ 50,336,973	269.4%

NOTES TO THE SCHEDULE OF FUNDING PROGRESS

Unfunded Actuarial Accrued Liability (UAAL), July 1, 2011	\$184,191,115
Expected UAAL, July 1, 2013	211,136,573
Changes:	
Gain from removal of life insurance liability	(1,267,323)
Change due to new withdrawal and disability rates	2,727,441
Change due to new retirement rates	(11,642,227)
Change in claims/premiums	(33,843,952)
Change to reset trend rates	6,823,085
Demographic changes	9,397,405
Total Changes	<u>\$ (27,805,571)</u>
UAAL, July 1, 2013	<u><u>\$ 183,331,002</u></u>

The AAL and UAAL as of the July 1, 2013 actuarial valuation changed significantly from the previous valuation as explained below.

With retirees paying a premium which covers the cost of the retiree life insurance, this benefit and the resulting liability have been removed from the GASB 45 valuation which reduced the unfunded by \$1,267,323.

The state pension system (PERS) updated their actuarial assumptions for withdrawal, disability and expected retirement rates. The assumptions have been updated for this valuation. The new withdrawal and disability rates increased the unfunded by \$2,727,441 while the new retirement rates decreased the unfunded by \$11,642,227.

There was a large gain due to the actual claims paid during the prior year compared to what was expected to be paid. The better than expected experience decreased the unfunded liability by \$33,843,952 for this valuation.

The trend rates from the prior valuation were reset which increased the unfunded liability by \$6,823,085.

Changes in the plan demographics from the July 1, 2011 valuation resulted in a \$9,397,405 increase in the unfunded liability.

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts/ Budgetary Basis</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes				
Advalorem Tax - Current	\$ 55,819,772	\$ 57,001,289	\$ 60,124,872	\$ 3,123,583
Advalorem Tax - Prior	1,633,511	1,533,648	1,710,019	176,371
Misc Property Taxes	44,547	97,747	629,185	531,438
Total Property taxes	<u>57,497,830</u>	<u>58,632,684</u>	<u>62,464,076</u>	<u>3,831,392</u>
Charges for services				
County Clerk Fees	4,094,141	4,141,417	4,597,863	456,446
County Treasurer Fees	5,017	4,002	4,869	867
Public Records	7,655	7,483	11,325	3,842
Miscellaneous Charge for Services	1,763	3,016	84	(2,932)
Total Charges for Services	<u>4,108,577</u>	<u>4,155,919</u>	<u>4,614,141</u>	<u>458,222</u>
Intergovernmental revenues				
Motor Vehicle Stamps	300,215	310,035	393,719	83,684
Motor Vehicle Collections	980,875	986,057	1,200,118	214,061
Revaluation - Cities & Schools	3,152,866	3,173,335	3,173,335	(0)
Juvenile Detention-Lunches	90,559	105,420	93,092	(12,328)
Juvenile Detention Services	2,610,144	2,610,144	2,610,144	(0)
Juv. Justice - Maintenance	55,621	55,621	50,002	(5,619)
Juv. Justice - DHS Rent	517,852	517,852	517,852	0
Juv. Justice - Alt Detention/Transportation	12,814	12,535	10,861	(1,674)
Juvenile - Link	9,546	9,770	10,489	719
Sheriff-SCAAP Grant	-	-	88,140	88,140
D A Revolving	150,000	150,000	92,380	(57,620)
Election Board - Salary	75,712	75,676	75,720	44
Election Board - Expense	344	27,516	56,904	29,388
Election Board - Municipality Reimb	-	25,291	27,205	1,914
Court Fund Maintenance	711,239	711,239	629,831	(81,408)
Court Revolving Fund reimb	332,000	332,000	-	(332,000)
Pharmacy Reimb	250,000	290,000	272,648	(17,352)
Total Intergovernmental revenues	<u>9,249,789</u>	<u>9,392,492</u>	<u>9,302,440</u>	<u>(90,052)</u>
Interest income	<u>75,000</u>	<u>75,000</u>	<u>56,683</u>	<u>(18,317)</u>
Miscellaneous revenue				
Public Building Authority Admin Overhead	50,000	50,000	50,000	-
Public Building Authority Utility Reimb	97,231	97,231	123,204	25,973
Royalty	85,789	85,032	117,762	32,730
Rental	78,455	72,939	78,759	5,820
Retirement Reimb for Bailiff's	3,973	3,973	4,155	182
911 Assoc	5,739	5,901	7,858	1,957
Remington Park - Admission Fees	34,292	37,199	45,809	8,610
Miscellaneous Reimbursements	33,793	49,292	75,678	26,386
Total Miscellaneous revenues	<u>389,272</u>	<u>401,567</u>	<u>503,225</u>	<u>101,658</u>
Total revenues	<u>\$ 71,320,467</u>	<u>\$ 72,657,661</u>	<u>\$ 76,940,565</u>	<u>\$ 4,282,904</u>

See the notes to the budgetary comparison schedules.

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2014**

EXPENDITURES	Budgeted Amounts		Actual Amounts/ Budgetary Basis	Variance with Final Budget- Positive
	Original	Final		(Negative)
Current:				
General government				
General government:				
Salary and Wages	1,200	1,200	1,200	-
Fringe Benefits	4,066	4,266	4,264	2
Travel	-	-	-	-
Operating Expenditures	7,017,920	5,560,716	5,375,498	185,218
Capital Outlay	-	-	-	-
County commissioners:				
Salary and Wages	380,827	381,282	380,826	456
Fringe Benefits	103,824	105,113	104,929	184
Travel	21,600	21,600	21,600	-
Operating Expenditures	9,958	8,808	7,567	1,241
Capital Outlay	1,500	1,450	1,356	94
Assessor regular:				
Salary and Wages	1,535,820	1,527,465	1,526,189	1,276
Fringe Benefits	569,148	573,448	572,189	1,259
Travel	15,389	12,389	12,113	276
Operating Expenditures	158,812	144,812	143,513	1,299
Capital Outlay	19,432	40,487	38,786	1,701
Assessor revaluation:				
Salary and Wages	2,191,332	2,141,332	2,071,088	70,244
Fringe Benefits	883,693	883,693	813,997	69,696
Travel	92,750	92,750	71,205	21,545
Operating Expenditures	531,139	381,139	379,623	1,516
Capital Outlay	30,900	230,900	179,397	51,503
Treasurer:				
Salary and Wages	321,331	321,330	288,048	33,282
Fringe Benefits	124,750	124,750	93,729	31,021
Travel	4,800	4,800	4,800	-
Operating Expenditures	142,148	142,148	127,625	14,523
Capital Outlay	4,000	4,000	3,335	666
Court clerk:				
Salary and Wages	4,077,920	3,757,920	3,744,907	13,013
Fringe Benefits	1,666,572	1,576,572	1,547,775	28,797
Travel	10,000	10,000	7,216	2,784
Operating Expenditures	188,859	236,860	208,453	28,407
Capital Outlay	-	30,000	5,298	24,703
County clerk:				
Salary and Wages	1,951,100	1,947,400	1,940,214	7,186
Fringe Benefits	685,900	686,900	682,164	4,736
Travel	15,000	15,000	14,386	614
Operating Expenditures	180,990	182,090	178,107	3,983
Capital Outlay	32,991	34,591	31,994	2,597
Excise & equalization:				
Salary and Wages	26,625	8,625	8,025	600
Fringe Benefits	2,037	737	614	123
Travel	5,619	1,619	1,332	287
Operating Expenditures	9,480	9,480	3,928	5,552
Capital Outlay	5,200	28,500	21,156	7,344
County audit:				
Salary and Wages	511,197	524,153	250,000	274,153
Fringe Benefits	-	-	-	-
Travel	3,000	3,000	-	3,000
Operating Expenditures	36,360	32,860	27,599	5,261
Capital Outlay	6,500	10,000	7,779	2,221
District attorney - state:				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	-	-	-	-
Operating Expenditures	129,475	126,515	111,585	14,930
Capital Outlay	20,525	23,485	19,502	3,983

See the notes to the budgetary comparison schedules.

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts/ Budgetary Basis</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
District attorney - county:				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	5,000	5,000	971	4,029
Operating Expenditures	67,398	64,953	57,575	7,378
Capital Outlay	-	2,445	2,350	-
Public defender:				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	-	-	-	-
Operating Expenditures	47,000	49,127	48,990	137
Capital Outlay	5,000	2,873	2,873	(0)
Purchasing:				
Salary and Wages	193,845	195,165	194,845	320
Fringe Benefits	76,142	81,131	81,078	53
Travel	1,050	320	320	-
Operating Expenditures	9,645	9,645	9,556	89
Capital Outlay	3,000	5,900	5,514	386
Election board:				
Salary and Wages	720,021	754,666	734,140	20,526
Fringe Benefits	265,224	261,050	251,793	9,257
Travel	23,731	23,731	12,641	11,090
Operating Expenditures	133,680	133,680	120,307	13,373
Capital Outlay	2,500	21,845	21,723	122
BOCC HR/Environmental Health & Safety:				
Salary and Wages	306,504	308,645	308,023	622
Fringe Benefits	129,084	121,005	119,466	1,539
Travel	3,500	3,500	3,877	623
Operating Expenditures	16,897	22,897	21,314	1,583
Capital Outlay	3,500	6,000	4,794	1,206
MIS				
Salary and Wages	1,145,427	1,005,758	1,005,680	78
Fringe Benefits	382,503	348,525	346,105	2,420
Travel	50,850	9,050	9,036	14
Operating Expenditures	950,733	1,025,583	1,013,363	12,220
Capital Outlay	245,915	399,215	399,176	39
Facilities Management:				
Salary and Wages	835,957	796,918	788,554	8,364
Fringe Benefits	303,668	304,839	301,234	3,605
Travel	3,000	-	-	-
Operating Expenditures	220,720	210,720	210,012	708
Capital Outlay	13,768	71,768	71,000	768
Facilities Management-Custodial				
Salary and Wages	-	-	-	-
Fringe Benefits	-	-	-	-
Travel	-	-	-	-
Operating Expenditures	248,309	248,309	248,036	273
Capital Outlay	-	-	-	-
Planning Commission				
Salary and Wages	126,000	118,567	114,554	4,013
Fringe Benefits	25,334	38,634	37,754	880
Travel	-	-	-	-
Operating Expenditures	2,000	2,000	1,980	20
Capital Outlay	-	455	455	0
Court Services				
Salary and Wages	419,581	452,587	440,316	12,271
Fringe Benefits	173,274	193,864	189,883	3,981
Travel	-	-	-	-
Operating Expenditures	1,440	1,440	1,440	-
Capital Outlay	-	-	-	-

See the notes to the budgetary comparison schedules.

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts/ Budgetary Basis</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Total General Governmental	30,892,889	29,257,995	28,214,642	1,043,258
Public Safety				
Sheriff:				
Salary and Wages	21,603,620	21,258,820	21,258,792	-
Fringe Benefits	8,100,241	8,334,441	8,333,814	-
Travel	-	-	-	-
Operating Expenditures	1,986,580	3,250,826	3,250,826	-
Capital Outlay	-	534,224	534,224	-
Juvenile Justice Center:				
Salary and Wages	4,462,560	4,314,959	4,307,327	7,632
Fringe Benefits	1,685,972	1,759,446	1,745,187	14,259
Travel	15,000	7,500	6,279	1,221
Operating Expenditures	790,000	788,696	673,860	114,836
Capital Outlay	60,000	206,472	206,252	220
Emergency Management:				
Salary and Wages	179,776	182,791	182,784	-
Fringe Benefits	58,234	58,449	58,284	165
Travel	5,000	5,000	1,136	3,864
Operating Expenditures	95,405	93,485	93,133	352
Capital Outlay	42,912	42,912	42,069	843
Total Public Safety	39,085,300	40,838,021	40,693,967	143,392
Health & Welfare				
Social Services:				
Salary and Wages	595,431	562,272	551,887	10,385
Fringe Benefits	181,005	175,760	172,327	3,433
Travel	3,000	1,000	931	69
Operating Expenditures	964,771	1,071,771	1,020,608	51,163
Capital Outlay	5,000	21,200	21,183	17
Total Health and Welfare	1,749,207	1,832,003	1,766,935	65,068
Culture & Recreation				
Free Fair:				
Salary and Wages	7,950	7,040	7,040	-
Fringe Benefits	877	539	539	-
Travel	-	-	-	-
Operating Expenditures	53,418	54,667	54,560	107
Capital Outlay	-	-	-	-
Total Culture and Recreation	62,245	62,246	62,139	107
Education				
OSU Extension:				
Salary and Wages	19,679	19,794	19,679	115
Fringe Benefits	16,550	16,572	16,213	359
Travel	2,550	2,550	2,015	535
Operating Expenditures	462,647	443,147	389,157	53,990
Capital Outlay	6,169	25,669	24,766	903
Total Education	507,595	507,732	451,829	55,903
Road & Highway				
District #1:				
Salary and Wages	170,000	173,000	157,422	15,578
Fringe Benefits	42,000	47,500	47,380	120
Travel	3,000	500	240	260
Operating Expenditures	81,160	81,160	68,584	12,576
Capital Outlay	6,500	500	325	175
District #2:				
Salary and Wages	154,359	186,309	186,222	87
Fringe Benefits	77,000	47,500	46,780	720
Travel	3,000	5,000	4,668	-
Operating Expenditures	20,000	16,900	13,840	3,060
Capital Outlay	2,500	1,150	1,142	8
District #3:				
Salary and Wages	176,400	181,883	181,883	-

See the notes to the budgetary comparison schedules.

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts/ Budgetary Basis</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Fringe Benefits	51,550	50,352	50,352	-
Travel	6,422	1,927	1,927	-
Operating Expenditures	9,382	13,897	13,896	-
Capital Outlay	4,500	195	195	-
Engineer:		-		
Salary and Wages	342,408	326,124	326,124	-
Fringe Benefits	120,256	120,256	118,767	1,489
Travel	7,500	6,250	3,904	2,346
Operating Expenditures	32,310	34,574	28,786	5,788
Capital Outlay	16,500	16,500	12,752	-
Total Road and Highway	<u>1,326,747</u>	<u>1,311,477</u>	<u>1,265,190</u>	<u>42,207</u>
Capital Outlay				
Total expenditures	<u>73,623,983</u>	<u>73,809,474</u>	<u>72,454,702</u>	<u>1,349,934</u>
Excess of revenues over/(under) expenditures	<u>(2,303,516)</u>	<u>(1,151,813)</u>	<u>4,485,863</u>	<u>5,637,676</u>
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	-	-	1,375,000	1,375,000
Transfers to other funds	<u>(4,600,000)</u>	<u>(7,341,174)</u>	<u>(7,341,174)</u>	<u>-</u>
Total other financing sources (uses)	<u>(4,600,000)</u>	<u>(7,341,174)</u>	<u>(5,966,174)</u>	<u>1,375,000</u>
Net change in fund balances	<u>(6,903,516)</u>	<u>(8,492,987)</u>	<u>(1,480,311)</u>	<u>7,012,676</u>
Fund balances - beginning	<u>6,903,516</u>	<u>8,492,988</u>	<u>10,781,991</u>	<u>2,289,003</u>
Fund balances - ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 9,301,680</u>	<u>\$ 9,301,679</u>

RECONCILIATION TO GAAP-BASIS FUND BALANCE

Property taxes receivable	5,233,130
Accounts payable	(1,298,812)
Accrued interest	6,690
Accounts receivable	1,406,484
Intergovernmental receivable	638,650
Deferred revenue	(4,627,560)
Current year encumbrances	1,636,149
Adjustment to prior year reserve for encumbrances	(1,705,499)
Reserve for inventory	330,715
Self-insurance funds net activity (cash basis)	<u>(880,967)</u>
Total Reconciling items	<u>738,979</u>
Fund balance, June 30, 2014 (GAAP Basis)	<u>\$ 10,040,659</u>

**OKLAHOMA COUNTY, OKLAHOMA
HIGHWAY CASH FUND
BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts/ Budgetary Basis</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental revenues	\$ 13,958,809	\$ 13,958,809	\$ 13,882,006	\$ (76,803)
Interest income	9,175	9,175	10,034	859
Miscellaneous revenue	594,900	594,900	578,007	(16,894)
Total revenues	<u>\$14,562,884</u>	<u>\$14,562,884</u>	<u>\$14,470,047</u>	<u>(\$92,838)</u>
EXPENDITURES				
Roads and highways	19,247,857	19,247,857	13,507,252	5,740,605
Debt Service				
Principal	48,746	48,746	48,746	-
Interest	2,119	2,119	2,119	-
Capital Outlay	1,812,319	1,812,319	1,320,010	492,309
Total expenditures and encumbrances	<u>21,111,040</u>	<u>21,111,040</u>	<u>14,878,127</u>	<u>6,232,913</u>
Excess of revenues over/(under) expenditures	<u>(6,548,156)</u>	<u>(6,548,156)</u>	<u>(408,080)</u>	<u>6,140,076</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	30,352	30,352
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>30,352</u>	<u>30,352</u>
Net change in fund balances	<u>(6,548,156)</u>	<u>(6,548,156)</u>	<u>(377,728)</u>	<u>6,170,428</u>
Fund balances - beginning	15,572,649	15,572,649	9,098,795	(6,473,854)
Fund balances - ending	<u>\$ 9,024,494</u>	<u>\$ 9,024,493</u>	<u>\$ 8,721,067</u>	<u>\$ (303,426)</u>
<u>RECONCILIATION TO GAAP-BASIS FUND BALANCE</u>				
Accounts payable			(2,602,236)	
Accrued interest			860	
Intergovernmental receivable			2,187,559	
Current year encumbrances			4,009,441	
Adjustment to prior year reserve for encumbrances			(1,239,836)	
Reserve for inventory			815,912	
Total Reconciling items			<u>3,171,699</u>	
Fund balance, June 30, 2014 (GAAP Basis)			<u>\$ 11,892,767</u>	

See the notes to these budgetary comparison schedules.

**OKLAHOMA COUNTY, OKLAHOMA
RESALE PROPERTY FUND
BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts/ Budgetary Basis</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Resale property income	\$ 5,877,439	\$ 5,877,439	\$ 6,983,137	\$ 1,105,698
Total revenues	<u>\$5,877,439</u>	<u>\$5,877,439</u>	<u>\$6,983,137</u>	<u>\$1,105,698</u>
EXPENDITURES				
General government	3,319,285	3,319,285	3,003,458	315,826
Intergovernmental expenditures- apportionment to cities and schools	2,750,000	2,600,000	2,750,000	(150,000)
Capital Outlay	375,000	375,000	206,665	168,335
Total expenditures and encumbrances	<u>6,444,285</u>	<u>6,294,285</u>	<u>5,960,123</u>	<u>334,162</u>
Excess of revenues over/(under) expenditures	<u>(566,846)</u>	<u>(416,846)</u>	<u>1,023,014</u>	<u>1,439,860</u>
OTHER FINANCING SOURCES (USES)				
Transfers to other funds	-	-	(1,375,000)	(1,375,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,375,000)</u>	<u>(1,375,000)</u>
Net change in fund balances	(566,846)	(416,846)	(351,986)	64,860
Fund balances - beginning	8,094,362	8,094,362	5,999,283	(2,095,079)
Fund balances - ending	<u>\$ 7,527,517</u>	<u>\$ 7,677,516</u>	<u>\$ 5,647,297</u>	<u>\$ (2,030,219)</u>
<u>RECONCILIATION TO GAAP-BASIS FUND BALANCE</u>				
Accounts payable			(11,300)	
Other taxes receivable			1,048,666	
Current year encumbrances			311,833	
Adjustment to prior year reserve for encumbrances			<u>(40,827)</u>	
Total Reconciling items			<u>1,308,372</u>	
Fund balance, June 30, 2014 (GAAP Basis)			<u>\$ 6,955,669</u>	

See the notes to these budgetary comparison schedules.

OKLAHOMA COUNTY, OKLAHOMA
Notes to Budgetary Comparison Schedules
June 30, 2014

Note I. Budgetary Data

Budgets are submitted annually in accordance with the budget act and are prepared on a modified cash basis. Revenues are budgeted in the year receipt is expected. Expenditures, which include encumbrances, are budgeted in the year that the applicable purchase orders are expected to be issued. The budget and actual financial schedules are reported on this basis. Unencumbered appropriations for annually budgeted funds lapse ninety days after fiscal year-end. Budgets are adopted on a basis consistent with State legal requirements. Legally adopted annual budgets are adopted for the general fund, debt service fund, highway cash fund, the resale fund and other special revenue funds. Budgetary comparison schedules are presented as required supplementary information for the general fund as well as the highway cash and resale property funds which are reported as major special revenue funds.

*Combining and
Individual Fund
Financial
Statements and
Schedules*



NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

County Bridge and Road Improvement Fund – For the collection of fuel tax and gross production proceeds in to be used for the construction, replacement and repair of county roads and bridges including engineering and design services.

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

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

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

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

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

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

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

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

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

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

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

NON-MAJOR GOVERNMENTAL FUNDS

(Continued)

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

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

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

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

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

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

Shine Program – For the collection and expenditures of funding for the program established for court ordered low level offenders to remove graffiti, overgrowth of weeds and grass, and the pickup and hauling of trash and debris from public areas in Oklahoma County.

Capital Project Funds

Capital project funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

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

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

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

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

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

NON-MAJOR GOVERNMENTAL FUNDS

(Continued)

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

OSU Building Fund –Established to account for the funds received from the sale of property where there Oklahoma County Extension Service building was previously located. A portion of the proceeds will be used for to provide a suitable replacement facility for the OSU Extension Center.

OKLAHOMA COUNTY, OKLAHOMA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue										
	County Bridge & Road Improvement	Treasurer's Mortgage Fee	County Clerk's Lien Fee	UCC Central Filing	Records Management & Preservation	Sheriff Service Fee	Sheriff Special Revenue	Sheriff Grant Fund	Assessor's Revolving Fee	Juvenile Probation Fee	
ASSETS											
Cash and cash equivalents	\$ 2,275,086	\$ 153,133	\$ 65,730	\$ 518,932	\$ 645,637	\$ 588,315	\$ 2,439,737	\$ 612,856	\$ 67,759	\$ 180,586	
Investments	220,228	14,823	6,363	50,233	62,498	56,949	236,167	59,324	6,559	17,481	
Interest receivable	-	-	-	8	10	104	284	-	-	-	
Accounts receivable	78,238	-	-	-	-	320,833	6,990	-	1,204	15	
Intergovernmental receivable	-	-	-	-	-	-	736,817	163,383	-	-	
Inventories	-	-	-	-	-	-	319,314	-	-	-	
Total assets	\$ 2,573,552	\$ 167,956	\$ 72,093	\$ 569,173	\$ 708,145	\$ 966,201	\$ 3,739,309	\$ 835,563	\$ 75,522	\$ 198,082	
LIABILITIES											
Accounts payable	\$ 1,125	\$ 95	\$ 522	\$ 13,449	\$ 6,988	\$ 130,832	\$ 776,721	\$ -	\$ -	\$ 5,305	
Total Liabilities	1,125	95	522	13,449	6,988	130,832	776,721	-	-	5,305	
DEFERRED INFLOWS OF RESOURCES											
Unavailable revenue-Intergovernmental	-	-	-	-	-	-	-	87,413	-	-	
Total Deferred inflows of resources	-	-	-	-	-	-	-	87,413	-	-	
FUND BALANCES											
Nonspendable	-	-	-	-	-	-	319,314	-	-	-	
Restricted	2,572,427	167,861	71,571	555,724	701,157	835,369	2,643,274	748,150	75,522	192,777	
Assigned	-	-	-	-	-	-	-	-	-	-	
Total fund balances	2,572,427	167,861	71,571	555,724	701,157	835,369	2,962,588	748,150	75,522	192,777	
Total liabilities, deferred inflows of resources, and fund balances	\$ 2,573,552	\$ 167,956	\$ 72,093	\$ 569,173	\$ 708,145	\$ 966,201	\$ 3,739,309	\$ 835,563	\$ 75,522	\$ 198,082	

**OKLAHOMA COUNTY, OKLAHOMA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014**

Special Revenue

	Local										Total	
	Juvenile Grant Fund	Planning Commission	Emergency Planning Comm	Emergency Management	Community Service Fee	Community Sentencing	Drug Court	Drug Court User Fee	Mental Health Court Fund	Shine Program		MIS Fund
ASSETS												
Cash and cash equivalents	\$ 344,261	\$ 181,072	\$ 12,680	\$ 294,203	\$ 105,723	\$ 425,044	\$ 417,939	\$ 131,216	\$ 61,508	\$ 315,359	\$ 3,118	\$ 9,839,894
Investments	33,324	17,528	1,227	28,479	10,234	41,144	40,456	12,702	5,954	30,527	302	952,502
Interest receivable	-	-	-	-	-	-	-	-	-	-	-	406
Accounts receivable	-	750	-	-	478	460	-	-	-	25,150	-	434,118
Intergovernmental receivable	-	-	-	-	-	72,832	-	-	-	-	-	973,032
Inventories	-	-	-	-	-	-	-	-	-	-	-	319,314
Total assets	\$ 377,585	\$ 199,350	\$ 13,907	\$ 322,682	\$ 116,435	\$ 539,480	\$ 458,395	\$ 143,918	\$ 67,462	\$ 371,036	\$ 3,420	\$ 12,519,266
LIABILITIES												
Accounts payable	\$ 11,013	\$ 3,198	\$ -	\$ 89,995	\$ 10,100	\$ 24,462	\$ 1,389	\$ -	\$ 4,523	\$ 66	\$ -	\$ 1,079,783
Total Liabilities	11,013	3,198	-	89,995	10,100	24,462	1,389	-	4,523	66	-	1,079,783
DEFERRED INFLOWS OF RESOURCES												
Unavailable revenue-Intergovernmental	-	-	-	-	-	-	-	-	-	-	-	87,413
Total Deferred inflows of resources	-	-	-	-	-	-	-	-	-	-	-	87,413
FUND BALANCES												
Nonspendable	-	-	-	-	-	-	-	-	-	-	-	319,314
Restricted	366,572	196,152	13,907	232,687	106,335	515,018	457,006	143,918	62,939	370,970	3,420	11,032,756
Assigned	-	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	366,572	196,152	13,907	232,687	106,335	515,018	457,006	143,918	62,939	370,970	3,420	11,352,070
Total liabilities, deferred inflows of resources, and fund balances	\$ 377,585	\$ 199,350	\$ 13,907	\$ 322,682	\$ 116,435	\$ 539,480	\$ 458,395	\$ 143,918	\$ 67,462	\$ 371,036	\$ 3,420	\$ 12,519,266

OKLAHOMA COUNTY, OKLAHOMA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Capital Projects							Total Nonmajor Governmental Funds
	Capital Projects Regular	Capital Projects Districts	Capital Projects Tinker I	Jail Facility	Sale of Property	Tinker Clearing II	OSU Ext Building	Total
ASSETS								
Cash and cash equivalents	\$ 5,018,408	\$ 432,612	\$ 9,282	\$ 14,148	\$ 6,926	\$ 2,541,876	\$ 1,170,610	\$ 9,193,862
Investments	485,782	41,877	898	1,369	670	246,054	113,314	889,964
Interest receivable	75	-	-	-	-	48	100	223
Accounts receivable	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
Total assets	\$ 5,504,265	\$ 474,489	\$ 10,180	\$ 15,517	\$ 7,596	\$ 2,787,978	\$ 1,284,024	\$ 10,084,049
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-	-	-	-	-
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue-Intergovernmental	-	-	-	-	-	-	-	-
Total Deferred inflows of resources	-	-	-	-	-	-	-	-
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	212,647	-	10,180	15,517	-	2,787,978	1,284,024	4,310,346
Assigned	5,291,618	474,489	-	-	7,596	-	-	5,773,703
Total fund balances	\$ 5,504,265	\$ 474,489	\$ 10,180	\$ 15,517	\$ 7,596	\$ 2,787,978	\$ 1,284,024	\$ 10,084,049
Total liabilities, deferred inflows of resources, and fund balances	\$ 5,504,265	\$ 474,489	\$ 10,180	\$ 15,517	\$ 7,596	\$ 2,787,978	\$ 1,284,024	\$ 10,084,049
								\$ 22,603,315
								\$ 1,079,783
								\$ 87,413
								\$ 87,413
								\$ 319,314
								\$ 15,343,102
								\$ 5,773,703
								\$ 21,436,119
								\$ 22,603,315

OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Special Revenue									
	County Bridge & Road Improvement	Treasurer's Mortgage Fee	County Clerk's Lien Fee	UCC Central Filing	Records Management & Preservation	Sheriff Service Fee	Sheriff Special Revenue	Sheriff Grant Fund	Assessor's Revolving Fee	Juvenile Probation Fee
REVENUES										
Charges for services	\$ -	\$ 137,395	\$ 100,331	\$ 740,508	\$ 850,664	\$ 3,487,459	\$ 1,524,198	\$ -	\$ 18,651	\$ 39,877
Intergovernmental revenues	1,063,950	-	-	-	-	222,893	9,448,859	614,630	-	-
Investment income (loss)	-	-	-	242	275	1,155	3,700	-	-	-
Miscellaneous revenue	-	-	-	-	7,807	-	932,381	-	-	-
Total revenues	\$ 1,063,950	\$ 137,395	\$ 100,331	\$ 740,750	\$ 858,746	\$ 3,711,507	\$ 11,909,138	\$ 614,630	\$ 18,651	\$ 39,877
EXPENDITURES										
Current:										
General government	-	148,051	70,034	1,097,012	771,313	-	-	-	-	-
Public safety	-	-	-	-	-	3,539,483	10,922,032	231,534	-	33,728
Roads and highways	608,714	-	-	-	-	-	-	-	-	-
Capital outlay	1,891,768	13,126	24,049	102,894	6,296	151,254	881,366	47,250	2,762	-
Total expenditures	2,500,482	161,177	94,083	1,199,906	777,609	3,690,737	11,803,398	278,784	2,762	33,728
Excess(deficiency) of revenues over(under) expenditures	(1,436,532)	(23,782)	6,248	(459,156)	81,137	20,770	105,740	335,846	15,889	6,149
OTHER FINANCING SOURCES (USES)										
Transfers from other funds	-	-	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Net change in fund balances	(1,436,532)	(23,782)	6,248	(459,156)	81,137	20,770	105,740	335,846	15,889	6,149
Fund balances-beginning	4,008,959	191,643	65,323	1,014,880	620,020	814,599	2,856,848	412,304	59,633	186,628
Fund balances-ending	\$ 2,572,427	\$ 167,861	\$ 71,571	\$ 555,724	\$ 701,157	\$ 835,369	\$ 2,962,588	\$ 748,150	\$ 75,522	\$ 192,777

(continued)

OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Special Revenue										Total		
	Juvenile Grant Fund	Local Emergency Planning Comm	Planning Commission	Emergency Management	Community Service Fee	Community Sentencing	Drug Court	Drug Court User Fee	Mental Health Court Fund	Shine Program		MIS Fund	
REVENUES													
Charges for services	\$ -	\$ -	\$ 245,436	\$ -	\$ -	\$ 93,482	\$ 194,094	\$ -	\$ -	\$ -	\$ 3,369	\$ 3,420	\$ 7,438,884
Intergovernmental revenues	213,512	-	-	148,940	-	900,402	383,917	367,925	15,000	-	-	-	13,380,028
Investment income (loss)	-	-	-	-	-	-	-	-	-	-	425,000	-	430,372
Miscellaneous revenue	-	-	-	-	-	-	-	-	-	-	-	-	940,188
Total revenues	\$ 213,512	\$ -	\$ 245,436	\$ 148,940	\$ 93,482	\$ 1,094,496	\$ 383,917	\$ 367,925	\$ 15,000	\$ 428,369	\$ 3,420	\$ 3,420	\$ 22,189,472
EXPENDITURES													
Current:													
General government	-	-	162,903	-	-	76,715	-	431,347	19,134	208,500	-	-	3,377,693
Public safety	320,568	200	-	71,200	-	1,333,280	-	-	-	-	-	-	16,452,025
Roads and highways	-	-	-	-	-	-	-	-	-	-	-	-	608,714
Capital outlay	3,789	-	6,887	98,214	10,250	27,427	-	-	1,874	-	-	-	3,269,206
Total expenditures	324,357	200	169,790	169,414	86,965	1,360,707	431,347	392,684	21,008	208,500	-	-	23,707,638
Excess(deficiency) of revenues over(under) expenditures	(110,845)	(200)	75,646	(20,474)	6,517	(266,211)	(47,430)	(24,759)	(6,008)	219,869	3,420	3,420	(1,518,166)
OTHER FINANCING SOURCES (USES)													
Transfers from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Net change in fund balances	(110,845)	(200)	75,646	(20,474)	6,517	(266,211)	(47,430)	(24,759)	(6,008)	219,869	3,420	3,420	(1,518,166)
Fund balances-beginning	477,417	14,107	120,506	253,161	99,818	781,229	504,436	168,677	68,947	151,101	-	-	12,870,236
Fund balances-ending	\$ 366,572	\$ 13,907	\$ 196,152	\$ 232,687	\$ 106,335	\$ 515,018	\$ 457,006	\$ 143,918	\$ 62,939	\$ 370,970	\$ 3,420	\$ 3,420	\$ 11,352,070

(continued)

OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Capital Projects							Total Nonmajor Governmental Funds
	Capital Projects Regular	Capital Projects Districts	Capital Projects Tinker I	Jail Facility	Sale of Property	Tinker Clearing II	OSU Ext Building	Total
REVENUES								
Charges for services	\$ -	\$ -	\$ -	74	\$ -	\$ -	\$ -	74
Intergovernmental revenues	2,207,000	-	-	-	-	-	-	2,207,000
Investment income (loss)	860	-	5	-	4	716	1,742	3,327
Miscellaneous revenue	57,165	-	-	-	-	5,436	350,000	412,601
Total revenues	\$ 2,265,025	\$ -	\$ 5	\$ 74	\$ 4	\$ 6,152	\$ 351,742	\$ 2,623,002
EXPENDITURES								
Current:								
General government	5,071	-	-	-	-	-	-	5,071
Public safety	-	-	-	-	-	-	-	-
Roads and highways	-	-	-	-	-	-	-	-
Capital outlay	575,941	-	-	-	-	-	69,046	644,987
Total expenditures	581,012	-	-	-	-	-	69,046	650,058
Excess(deficiency) of revenues over/(under) expenditures	1,684,013	-	5	74	4	6,152	282,696	1,972,944
OTHER FINANCING SOURCES (USES)								
Transfers from other funds	3,349,600	-	-	-	-	-	-	3,349,600
Transfers to other funds	-	-	-	-	-	-	(900,000)	(900,000)
Total other financing sources (uses)	3,349,600	-	-	-	-	-	(900,000)	2,449,600
Net change in fund balances	5,033,613	-	5	74	4	6,152	(617,304)	4,422,544
Fund balances-beginning	470,652	474,489	10,175	15,443	7,592	2,781,826	1,901,328	5,661,505
Fund balances-ending	\$ 5,504,265	\$ 474,489	\$ 10,180	\$ 15,517	\$ 7,596	\$ 2,787,978	\$ 1,284,024	\$ 10,084,049

**OKLAHOMA COUNTY, OKLAHOMA
DEBT SERVICE FUND
BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts/ Budgetary Basis</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes	\$ 9,538,381	\$ 9,538,381	\$ 9,537,739	\$ (642)
Investment income	-	-	1,943	1,943
Total revenues	<u>9,538,381</u>	<u>9,538,381</u>	<u>9,539,682</u>	<u>1,301</u>
EXPENDITURES				
Redemption of debt	13,403,134	13,403,134	7,954,548	5,448,586
Interest	2,095,324	2,095,324	2,182,134	(86,810)
Total expenditures	<u>15,498,458</u>	<u>15,498,458</u>	<u>10,136,682</u>	<u>5,361,776</u>
Excess(deficiency) of revenues over(under) expenditures	<u>(5,960,077)</u>	<u>(5,960,077)</u>	<u>(597,000)</u>	<u>5,363,077</u>
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	-	-	-	-
Net change in fund balances	<u>(5,960,077)</u>	<u>(5,960,077)</u>	<u>(597,000)</u>	<u>5,363,077</u>
Fund balance-beginning (Non-GAAP budgetary basis)	6,414,285	6,414,285	6,414,285	-
Fund balance-ending (Non-GAAP budgetary basis)	<u>\$ 454,208</u>	<u>\$ 454,208</u>	<u>\$ 5,817,285</u>	<u>\$ 5,363,077</u>
ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES				
Property tax receivable			914,713	
Other taxes receivable			19,479	
Interest receivable			133	
Deferred revenue			(820,418)	
Fund balance-ending (GAAP basis)			<u>\$ 5,931,192</u>	

FIDUCIARY FUNDS

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

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

OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
Fiscal Year Ended June 30, 2014

	Balance June 30, 2013	Additions	Deductions	Balance June 30, 2014
SCHOOLS				
<u>Assets:</u>				
Cash and investments	\$ 3,529,335	\$ 510,767,344	\$ 511,571,052	\$ 2,725,627
Property taxes receivable	29,525,636	30,281,205	29,525,636	30,281,205
Due from other governments	69,621	67,903	69,621	67,903
Total Assets	\$ 33,124,592	\$ 541,116,452	\$ 541,166,309	\$ 33,074,735
<u>Liabilities:</u>				
Due to other taxing units	33,124,592	541,116,452	541,166,309	33,074,735
Total Liabilities	\$ 33,124,592	\$ 541,116,452	\$ 541,166,309	\$ 33,074,735
CITIES AND TOWNS				
<u>Assets:</u>				
Cash and investments	\$ 2,059,865	\$ 112,551,052	\$ 112,951,025	\$ 1,659,893
Property taxes receivable	6,395,376	6,561,816	6,395,376	6,561,816
Due from other governments	1,304,648	1,346,643	1,304,648	1,346,643
Total Assets	\$ 9,759,889	\$ 120,459,512	\$ 120,651,049	\$ 9,568,353
<u>Liabilities:</u>				
Due to other taxing units	9,759,889	120,459,512	120,651,049	9,568,353
Total Liabilities	\$ 9,759,889	\$ 120,459,512	\$ 120,651,049	\$ 9,568,353
OFFICIAL DEPOSITORY				
<u>Assets:</u>				
Cash and investments	\$ 19,507,795	\$ 136,596,054	\$ 129,556,260	\$ 26,547,590
Total Assets	\$ 19,507,795	\$ 136,596,054	\$ 129,556,260	\$ 26,547,590
<u>Liabilities:</u>				
Accounts payable	-	-	-	-
Due to others	19,507,795	136,596,054	129,556,260	26,547,590
Total Liabilities	\$ 19,507,795	\$ 136,596,054	\$ 129,556,260	\$ 26,547,590

(Continued)

OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
Fiscal Year Ended June 30, 2014

	Balance June 30, 2013	Additions	Deductions	Balance June 30, 2014
UNAPPORTIONED TAXES				
<u>Assets:</u>				
Cash and investments	\$ 227,177	\$ 92,304,617	\$ 92,407,063	\$ 124,731
Total Assets	<u>\$ 227,177</u>	<u>\$ 92,304,617</u>	<u>\$ 92,407,063</u>	<u>\$ 124,731</u>
<u>Liabilities:</u>				
Due to other taxing units	227,177	92,304,617	92,407,063	124,731
Total Liabilities	<u>\$ 227,177</u>	<u>\$ 92,304,617</u>	<u>\$ 92,407,063</u>	<u>\$ 124,731</u>
ALL OTHERS				
<u>Assets:</u>				
Cash and investments	\$ 2,880,353	\$ 24,369,519	\$ 24,065,218	\$ 3,184,654
Property taxes receivable	949,011	969,797	949,011	969,797
Total Assets	<u>\$ 3,829,364</u>	<u>\$ 25,339,316</u>	<u>\$ 25,014,229</u>	<u>\$ 4,154,451</u>
<u>Liabilities:</u>				
Due to other taxing units	278,998	21,821,041	21,463,863	636,176
Due to others	3,550,366	3,518,275	3,550,366	3,518,275
Total Liabilities	<u>\$ 3,829,364</u>	<u>\$ 25,339,316</u>	<u>\$ 25,014,229</u>	<u>\$ 4,154,451</u>
TOTALS - ALL AGENCY FUNDS				
<u>Assets:</u>				
Cash and investments	\$ 28,204,525	\$ 876,588,587	\$ 870,550,617	\$ 34,242,494
Property taxes receivable	36,870,023	37,812,818	36,870,023	37,812,818
Due from other governments	1,374,269	1,414,546	1,374,270	1,414,545
Total Assets	<u>\$ 66,448,817</u>	<u>\$ 915,815,951</u>	<u>\$ 908,794,910</u>	<u>\$ 73,469,858</u>
<u>Liabilities:</u>				
Due to other taxing units	43,390,656	775,701,622	775,688,285	43,403,993
Due to others	23,058,161	140,114,329	133,106,626	30,065,865
Total Liabilities	<u>\$ 66,448,817</u>	<u>\$ 915,815,951</u>	<u>\$ 908,794,910</u>	<u>\$ 73,469,858</u>

III - *Statistical Section*



Statistical Section

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

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

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

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

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

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

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012		
Governmental activities										
Invested in capital assets, net of related debt	\$84,985,981	\$86,825,420	\$85,593,856	87,587,580	\$84,857,959	\$86,125,280	\$92,931,482	\$100,057,236		
Restricted	30,638,054	31,868,465	33,119,444	29,742,397	37,181,933	37,290,632	40,287,616	40,692,226		
Unrestricted	6,411,647	11,281,998	15,841,626	147,993	(56,482,628)	(64,052,900)	(77,546,459)	(87,228,724)		
Total governmental activities net position	\$122,035,682	\$129,975,883	\$134,554,926	\$117,477,969	65,557,264	59,363,011	55,672,639	53,520,738		
Business-type activities										
Invested in capital assets, net of related debt	(\$56,342)	(\$1,145,608)	(\$3,272,337)	(3,175,999)	(2,915,551)	(2,627,035)	(2,419,362)	(1,562,896)		
Restricted	802,350	1,911,663	3,317,831	3,815,997	3,779,001	4,077,912	4,388,390	3,365,420		
Unrestricted										
Total business-type activities net position	\$746,008	\$766,055	\$45,494	\$639,998	\$863,450	\$1,450,877	\$1,969,028	\$1,802,524		
Primary government										
Invested in capital assets, net of related debt	\$84,929,639	\$85,679,812	\$82,321,519	84,411,581	\$81,942,408	\$83,498,245	\$90,512,120	\$98,494,339		
Restricted	31,440,404	33,780,128	36,437,275	33,538,394	40,960,934	41,368,544	44,676,006	44,057,647		
Unrestricted	6,411,647	11,281,998	15,841,626	147,993	(56,482,628)	(64,052,900)	(77,546,459)	(87,228,724)		
Total primary government net position	\$122,781,690	\$130,741,938	\$134,600,420	\$118,117,967	\$66,420,714	\$60,813,889	\$57,641,667	\$55,323,262		
Governmental activities										
Net investment in capital assets	\$105,358,595	\$110,347,311	\$110,347,311							
Restricted	45,743,318	47,520,700								
Unrestricted	(100,661,362)	(109,368,111)								
Total governmental activities net position	\$50,440,551	\$48,499,900								
Business-type activities										
Net investment in capital assets	1,775,469	2,501,741								
Restricted	3,754,058	3,392,679								
Unrestricted										
Total business-type activities net position	\$5,529,527	\$5,894,419								
Primary government										
Net investment in capital assets	\$107,134,064	\$112,849,051								
Restricted	49,497,376	50,913,379								
Unrestricted	(100,661,362)	(109,368,111)								
Total primary government net position	\$55,970,078	\$54,394,319								

Notes:

1. County's total unrestricted net position dropped in 2009 as a result of two long-term obligations incurred that have no corresponding assets:
- (1) the issuance of long-term bonds whose proceeds were used to acquire property and facilities that were transferred to the federal government for economic development purposes, and
- (2) long-term net obligations related to OPEB for which no advance-funded plan assets have been set aside.

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

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Governmental activities:										
General government	\$34,058,417	\$ 34,246,560	\$ 35,160,374	\$ 39,928,638	\$42,098,305	\$ 43,403,066	\$ 48,946,551	\$ 48,036,278	\$ 52,166,556	\$ 51,860,024
Public safety	42,813,630	46,295,300	50,039,027	62,700,354	57,725,981	64,849,863	62,758,927	65,013,715	67,463,248	66,795,483
Health and welfare	3,498,484	3,374,982	3,896,513	3,948,433	2,598,846	1,779,424	1,753,349	1,853,745	1,892,392	1,934,678
Culture and recreation	48,457	47,774	48,967	48,504	64,352	63,253	62,154	62,149	62,201	62,061
Education	375,503	447,938	439,609	472,786	517,341	499,395	502,603	498,571	525,380	496,255
Roads and highways	15,218,410	14,774,649	14,450,276	14,643,189	16,287,910	15,393,193	14,793,383	14,579,322	15,124,244	17,666,192
Economic development	130,898	245,966	307,465	1,789,576	678,327	3,132,130	32,652	25,952	-	-
Interest on long term debt	1,238,461	1,084,693	1,024,368	926,593	3,458,033	3,262,711	3,145,155	2,780,831	2,382,629	2,096,881
Total governmental activities expenses	<u>97,382,260</u>	<u>100,517,863</u>	<u>105,366,599</u>	<u>\$ 124,458,073</u>	<u>\$123,429,095</u>	<u>\$132,383,035</u>	<u>\$131,994,774</u>	<u>\$132,850,563</u>	<u>\$139,616,651</u>	<u>\$140,911,574</u>
Business-type activities:										
Public Buildings Authority	1,485,261	2,451,523	2,652,389	2,611,712	2,688,836	2,626,200	2,543,343	2,977,375	2,260,912	2,307,974
Total business-type activities expenses	<u>1,485,261</u>	<u>2,451,523</u>	<u>2,652,389</u>	<u>2,611,712</u>	<u>2,688,836</u>	<u>2,626,200</u>	<u>2,543,343</u>	<u>2,977,375</u>	<u>2,260,912</u>	<u>2,307,974</u>
Total primary government expenses	<u>\$98,867,521</u>	<u>\$102,969,386</u>	<u>\$108,018,988</u>	<u>\$127,069,785</u>	<u>\$126,117,931</u>	<u>\$135,009,235</u>	<u>\$134,538,117</u>	<u>\$135,827,937</u>	<u>\$141,877,563</u>	<u>\$143,219,548</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	12,874,450	13,081,782	12,897,993	12,208,568	11,165,132	10,952,500	10,573,232	15,731,465	16,368,890	16,773,977
Public safety	19,333,419	19,075,601	21,320,760	18,972,644	19,435,176	18,603,741	18,755,117	17,757,213	19,153,074	19,679,971
Other activities	198,910	250,043	42,923	327,907	185,270	60,475	83,312	87,276	58,586	54,382
Operating grants and contributions	4,877,310	5,298,624	16,704,541	16,662,647	15,982,729	15,073,208	15,116,433	15,735,854	15,387,416	15,996,244
Capital grants and contributions	12,766,678	13,710,668	1,591,477	3,380,775	5,157,852	4,802,292	5,825,459	3,419,666	4,529,963	4,938,396
Total governmental activities program revenues	<u>50,050,767</u>	<u>51,416,718</u>	<u>52,557,694</u>	<u>51,552,541</u>	<u>51,926,159</u>	<u>49,492,216</u>	<u>50,353,553</u>	<u>52,731,474</u>	<u>55,497,929</u>	<u>57,442,971</u>
Business-type activities:										
Charges for services:										
Public Buildings Authority	1,684,614	3,158,155	3,089,276	3,099,552	3,058,461	3,242,709	3,434,494	3,515,246	\$3,593,103	\$ 3,733,772
Capital grants and contributions	-	-	-	-	-	-	-	-	-	366,460
Total business-type activities program revenues	<u>1,684,614</u>	<u>3,158,155</u>	<u>3,089,276</u>	<u>3,099,552</u>	<u>3,058,461</u>	<u>3,242,709</u>	<u>3,434,494</u>	<u>3,515,246</u>	<u>3,593,103</u>	<u>4,100,232</u>
Total primary government program revenues	<u>\$51,735,381</u>	<u>\$54,574,873</u>	<u>\$55,646,970</u>	<u>\$54,652,093</u>	<u>\$54,984,620</u>	<u>\$52,734,925</u>	<u>\$53,788,047</u>	<u>\$56,246,721</u>	<u>\$59,091,032</u>	<u>\$61,543,203</u>

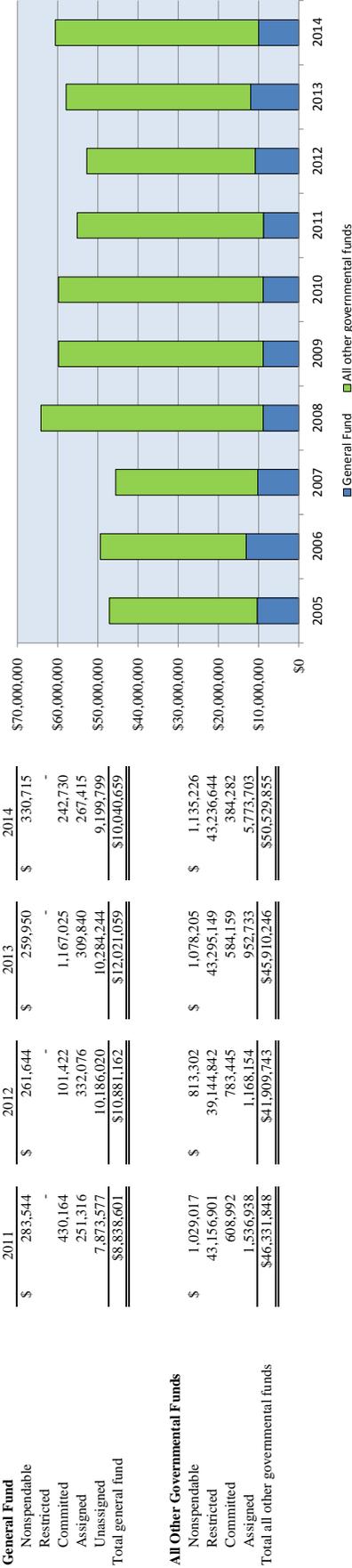
OKLAHOMA COUNTY, OKLAHOMA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(acrual basis of accounting)
(Unaudited)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Net (expense)/revenue										
Governmental activities	(\$47,331,493)	(\$49,101,144)	(\$52,808,905)	(\$72,905,532)	(\$71,502,937)	(\$82,890,819)	(\$81,641,220)	(\$80,119,088)	(\$84,118,722)	(\$83,468,603)
Business-type activities	199,353	706,632	436,887	487,840	369,625	616,509	891,150	537,871	4,239,587	1,792,258
Total primary government net expense	(\$47,132,140)	(\$48,394,512)	(\$52,372,018)	(\$72,417,692)	(\$71,133,312)	(\$82,274,310)	(\$80,750,070)	(\$79,581,217)	(\$79,879,136)	(\$81,676,345)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$46,753,701	49,288,680	53,204,275	54,757,528	62,161,819	75,632,425	76,572,813	76,800,092	78,230,166	79,397,509
Investment earnings	1,315,158	1,882,094	2,583,612	2,592,880	1,024,023	375,896	280,008	196,776	171,170	179,565
Miscellaneous	231,116	329,235	347,468	341,572	270,990	145,920	724,963	870,320	269,699	173,078
Gain on sale of capital assets									1,852,500	350,000
Special and extraordinary items				(1,849,513)	(44,049,570)	-	-	-	-	-
Transfers	698,855	769,769	1,252,592	(13,892)	174,970	29,250	373,064	100,000	515,000	1,427,800
Total governmental activities	48,998,830	52,269,778	57,387,948	55,828,575	19,582,232	76,183,491	77,950,848	77,967,187	81,038,535	81,527,952
Business-type activities										
Investment earnings	117,014	83,184	95,144	92,772	28,797	168	65	14,057	2,416	434
Miscellaneous	5,000									
Transfers	(698,855)	(769,769)	(1,252,592)	13,892	(174,970)	(29,250)	(373,064)	(100,000)	(515,000)	(1,427,800)
Total business-type activities	(576,841)	(686,585)	(1,157,448)	106,664	(146,173)	(29,082)	(372,999)	(85,943)	(512,584)	(1,427,366)
Total primary government	\$48,421,989	\$51,583,193	\$56,230,500	\$55,935,239	\$19,436,059	\$76,154,410	\$77,577,849	\$77,881,245	\$80,525,951	\$80,100,586
Change in Net Position										
Governmental activities	\$1,667,337	\$3,168,634	\$4,579,042	(\$17,076,957)	(\$51,920,705)	(\$6,707,328)	(\$3,690,372)	(\$2,151,901)	(\$3,080,187)	(\$1,940,651)
Business-type activities	(377,488)	20,047	(720,561)	594,504	223,452	587,428	518,151	451,929	3,727,003	364,892
Total primary government	\$1,289,849	\$3,188,681	\$3,858,481	(\$16,482,453)	(\$51,697,253)	(\$6,119,900)	(\$3,172,221)	(\$1,699,972)	\$646,816	(\$1,575,759)

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

	Fiscal Year					
	2005	2006	2007	2008	2009	2010
General Fund						
Reserved	\$659,623	\$629,655	\$1,153,600	\$1,468,963	\$872,301	\$745,465
Unreserved	9,011,294	9,755,780	11,955,593	8,773,423	8,066,981	8,156,277
Total general fund	\$9,670,917	\$10,385,415	\$13,109,193	\$10,242,386	\$8,939,282	\$8,901,742
All Other Governmental Funds						
Reserved	\$2,500,097	\$4,311,182	\$2,566,546	3,269,353	\$6,104,117	2,699,584
Unreserved, reported in:						
Debt service	1,570,971	1,558,113	3,690,812	1,411,133	3,703,171	7,126,015
Special revenue funds	25,052,188	22,861,229	24,974,734	26,060,481	26,622,211	23,256,977
Capital projects funds	8,465,578	8,032,710	5,053,615	4,613,407	18,779,048	17,821,167
Total all other governmental funds	\$37,588,834	\$36,763,234	\$36,285,707	\$35,354,374	\$53,208,547	\$50,903,743

Governmental Fund Balances



Notes:
The County implemented GASB Statement No. 54 in 2011, under which governmental fund balances are reported as non-spendable, restricted, committed, assigned, unassigned compared to reserved and unreserved reported in prior years.

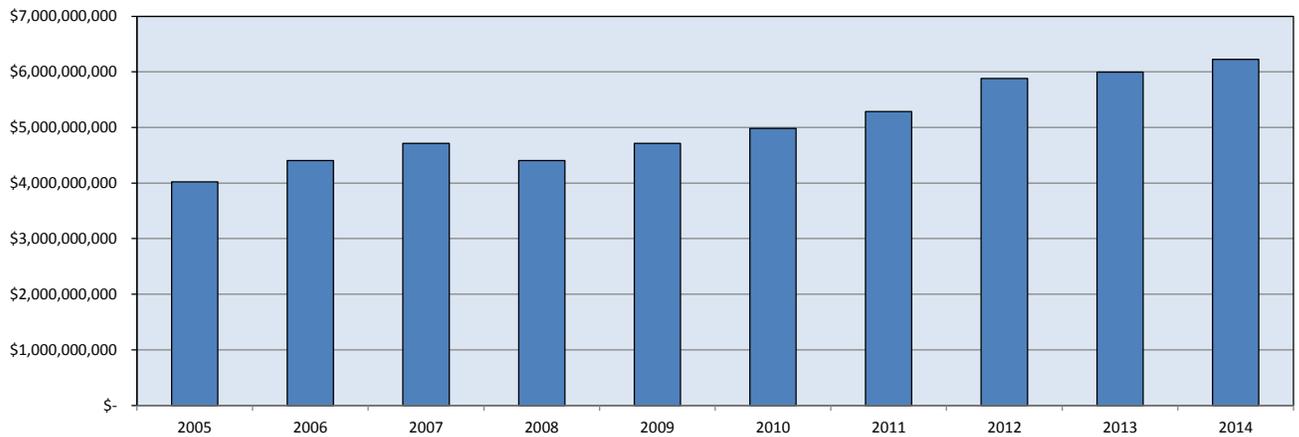
OKLAHOMA COUNTY, OKLAHOMA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(acrual basis of accounting)
(Unaudited)

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Property taxes, other and Resale	\$46,748,301	\$ 49,286,880	\$ 54,326,475	\$ 54,503,499	\$ 61,710,763	\$ 73,650,254	\$ 76,464,398	\$ 76,881,383	\$ 78,094,355	\$ 78,866,753
Charges for services	10,689,682	10,727,352	13,306,846	12,264,442	11,024,727	10,786,707	10,765,390	15,308,759	16,114,163	16,376,218
Intergovernmental revenues	35,134,697	35,596,952	34,779,561	36,614,321	36,280,130	33,885,542	36,208,379	33,439,219	35,505,187	39,618,012
Interest income	1,733,886	2,574,149	3,398,722	3,429,535	3,330,720	352,359	200,355	115,685	347,466	504,555
Miscellaneous revenue	4,099,201	4,356,076	3,496,017	2,786,809	4,576,297	4,327,499	4,253,184	3,867,324	3,774,218	3,443,204
Total revenues	98,405,767	102,541,409	109,307,621	109,598,606	114,922,637	123,002,174	127,891,710	129,612,370	133,835,389	138,808,742
Expenditures										
General government	\$31,119,465	32,364,706	33,791,588	35,618,168	35,309,715	36,992,245	38,983,624	41,335,407	44,497,408	47,347,182
Public safety	39,896,004	42,785,386	46,500,195	49,801,543	51,433,527	54,025,386	53,224,428	53,623,889	55,205,047	56,405,680
Health and welfare	3,328,502	3,279,821	3,787,258	3,634,676	2,446,114	1,657,075	1,622,572	1,700,134	1,708,935	1,795,454
Culture and recreation	48,457	47,774	48,967	48,504	64,352	63,253	62,154	62,149	62,201	62,061
Education	363,067	441,865	434,081	461,955	499,453	475,322	475,749	470,654	496,969	458,057
Roads and highways	13,845,414	10,966,772	10,612,993	10,112,200	11,451,960	10,788,048	10,611,098	9,735,196	10,408,226	12,113,071
Debt service										
Principal	2,926,850	2,720,905	2,689,542	2,676,156	2,940,055	6,156,191	8,881,915	8,648,285	8,554,643	8,448,294
Interest	1,238,461	1,104,050	1,035,735	938,567	876,563	4,853,176	3,090,527	2,990,434	2,460,784	2,202,253
Bond issuance costs										
Capital outlay	3,617,601	8,879,171	8,334,770	10,437,419	9,476,185	12,447,903	16,018,085	13,592,283	7,821,985	9,010,209
Total expenditures	96,383,821	102,590,450	107,235,129	113,729,188	114,497,925	127,458,599	132,970,152	132,158,431	131,216,199	137,842,261
Excess of revenues over (under) expenditures	2,021,946	(49,041)	2,072,492	(4,130,582)	424,712	(4,456,425)	(5,078,442)	(2,546,061)	2,619,190	966,481
Other financing sources (uses)										
Transfers from other funds	2,377,892	1,207,031	2,992,116	1,268,527	1,139,327	829,250	2,187,293	1,279,260	2,129,866	4,724,600
Transfers to other funds	(1,679,037)	(1,207,031)	(2,992,116)	(1,268,527)	(964,357)	(800,000)	(1,814,229)	(1,179,260)	(1,614,866)	(3,296,800)
Bonds issued					61,500,000	-	-	-	-	-
Premiums on bonds					458,083	-	-	-	-	-
Capital leases					42,877	77,000	-	-	-	210,472
Sale of capital assets	28,336		105,156	332,442		7,828	70,343	66,516	2,006,424	34,452
Total other financing sources (uses)	727,191	-	184,409	332,442	62,175,930	114,078	443,407	166,516	2,521,424	1,672,724
Special Items					(44,049,570)	-	-	-	-	-
Net change in fund balances	\$2,749,137	(\$49,041)	\$2,256,901	(\$3,798,140)	\$18,551,072	(\$4,342,347)	(\$4,635,035)	(\$2,379,545)	\$5,140,613	\$2,639,205
Debt service as a percentage of noncapital expenditures	4.5%	4.0%	3.7%	3.4%	3.5%	9.2%	10.2%	9.7%	8.8%	8.1%

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

Fiscal Year Ended June 30		Personal	Public Service	Real Estate	Less: Homestead & Veteran Exemption	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Fair Market Value
05	(1)	728,006,330	385,340,830	3,039,937,336	132,381,580	4,020,902,916	11.06	33,318,763,398
06	(1)	746,717,630	492,680,863	3,295,697,764	132,630,728	4,402,465,529	10.97	36,245,004,802
07	(1)	768,997,958	464,014,119	3,625,312,282	147,052,858	4,711,271,501	10.88	41,963,275,324
08	-1	795,279,333	400,529,628	3,937,136,936	150,215,255	4,402,465,529	10.36	44,752,175,528
09	(1)	825,796,573	378,859,225	4,231,912,893	152,193,840	4,711,271,501	11.25	44,694,504,267
10	(1)	869,238,323	436,404,632	4,437,891,015	154,362,175	4,982,730,642	12.86	47,190,168,123
11	(1)	852,825,729	437,178,045	4,594,517,965	158,120,796	5,284,374,851	12.34	48,447,517,976
12	(1)	860,053,911	454,657,634	4,725,251,667	160,743,225	5,879,219,987	12.13	49,740,217,771
13	(1)	898,461,848	427,892,429	4,831,887,091	160,571,420	5,997,669,948	12.04	50,873,388,654
14	(1)	976,782,450	340,700,447	5,066,271,299	160,309,389	6,223,444,807	11.65	55,336,218,569

Total Taxable Assessed Value



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

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

Source: Assessed Valuations and Rates Oklahoma County Assessor

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

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
County Direct Rates										
General Fund	10.35	10.35	10.35	10.35	10.35	10.35	10.35	10.35	10.35	10.35
Sinking Fund	1.30	1.69	1.78	1.99	2.51	0.90	0.01	0.53	0.62	0.71
Total Direct Rates	11.65	12.04	12.13	12.34	12.86	11.25	10.36	10.88	10.97	11.06
Overlapping Rates-County Wide										
County Wide 4-Mill School Levy	4.14	4.14	4.14	4.14	4.14	4.14	4.14	4.14	4.14	4.14
City-County Health Dept	2.59	2.59	2.59	2.59	2.59	2.59	2.59	2.59	2.59	2.59
Metro Library Commission	5.20	5.20	5.20	5.20	5.20	5.20	5.20	5.20	5.20	5.20
Total County-Wide Overlapping Rates	11.93	11.93	11.93	11.93	11.93	11.93	11.93	11.93	11.93	11.93
Overlapping Rates-Cities and Towns										
Bethany	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Choctaw	3.13	3.66	3.57	4.23	5.21	1.80	2.09	2.41	2.56	2.93
Del City	6.02	9.01	1.17	9.90	9.21	10.48	8.69	10.08	10.06	10.06
Edmond	0.00	0.00	0.00	0.00	0.00	0.00	0.14	0.18	0.20	0.00
Harrah	0.00	0.00	0.00	0.00	3.07	3.28	5.94	0.00	0.00	0.00
Midwest City	5.44	6.09	6.62	6.81	7.24	7.29	8.32	9.25	8.79	9.82
Nichols Hills	26.27	26.09	29.37	26.54	26.99	23.81	26.97	30.75	30.80	32.82
Nicoma Park	0.00	0.00	0.00	0.00	0.20	1.08	6.60	5.96	5.20	0.00
Oklahoma City	15.45	16.00	15.98	15.91	14.77	14.97	15.95	14.48	12.53	14.73
Spencer	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4.16	5.43
Warr Acres	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.63	1.47	1.62
Overlapping Rates-School Districts										
Oklahoma City 89	59.36	59.29	62.09	58.70	58.43	52.48	56.73	57.07	58.02	57.84
Putnam City 1	62.12	61.64	62.43	61.20	61.52	60.72	56.90	55.96	55.14	55.71
Luther 3	56.48	53.49	53.51	55.45	55.46	56.19	57.55	44.08	44.58	46.70
Choctaw 4	76.18	72.49	70.22	69.41	68.50	66.66	63.11	62.60	62.33	61.33
Deer Creek 6	77.31	78.68	78.09	74.52	77.67	76.08	73.05	74.19	75.92	74.75
Harrah 7	62.76	63.60	61.01	59.99	61.11	57.60	58.56	56.07	57.08	58.36
Jones 9	72.56	67.98	63.42	65.26	60.50	64.30	52.11	58.15	59.90	55.40
Edmond 12	66.30	66.47	66.28	66.96	66.66	66.23	66.35	65.86	65.95	66.51
Oakdale 29	62.78	65.24	66.41	68.42	67.22	59.52	61.52	59.96	60.07	62.93
Millwood 37	54.70	55.41	56.98	56.80	58.81	59.55	55.18	57.54	56.79	55.59
Western Heights 41	63.56	60.07	62.28	61.57	63.53	57.92	60.48	59.52	59.98	60.12
Midwest City 52	70.32	66.55	64.64	65.60	65.83	65.05	64.31	62.79	59.96	61.11
Crooked Oak 53	75.87	64.28	65.84	65.10	67.40	57.90	64.17	65.37	66.73	66.85
Crutcho 74	59.02	63.87	62.01	64.02	46.96	48.18	48.14	47.56	48.60	46.68
Bethany 88	78.68	75.57	75.49	74.68	73.22	67.58	70.24	73.77	76.42	64.90
Overlapping Rates-Vo-Tech Schools										
Rose State College	20.33	17.10	17.18	17.32	17.40	17.30	17.67	18.29	16.35	16.50
Okla City Comm College	5.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08
Francis Tuttle Career Tech 21	15.69	15.69	15.69	15.69	15.69	15.69	15.69	15.69	15.69	15.69
Metro Tech Career Tech 22	15.45	15.45	15.45	15.45	15.45	15.45	15.45	15.45	15.45	15.45
Eastern Ok Co Area C T 23	16.11	16.15	16.16	16.20	16.09	16.24	16.30	16.41	16.43	16.53
Canadian 22 - Piedmont	68.01	77.12	74.68	73.15	73.98	74.51	75.48	70.72	62.26	63.98
Canadian 69 - Mustang	70.23	66.71	66.53	66.66	67.93	68.42	68.26	68.80	60.04	65.86
Canadian Career Tech 6	16.56	15.72	15.72	15.72	15.72	15.72	15.72	15.72	15.72	15.72
Cleveland 2 - Moore	67.02	66.53	64.96	66.54	68.16	67.41	68.49	60.82	61.13	58.02
Cleveland Career Tech 17	15.57	14.58	14.58	14.58	14.58	14.58	14.58	14.58	14.58	14.58
Pottawatomie 1 - McCloud	55.73	52.13	74.74	48.48	52.75	50.93	50.62	51.56	52.50	53.94
Pottawatomie Career Tech 5	15.47	15.47	15.47	15.47	15.47	15.47	15.47	15.47	15.47	15.57

Source: Certified Levies-Oklahoma County Clerk's office

**OKLAHOMA COUNTY, OKLAHOMA
PRINCIPAL PROPERTY TAXPAYERS
JUNE 30, 2014 (Unaudited)**

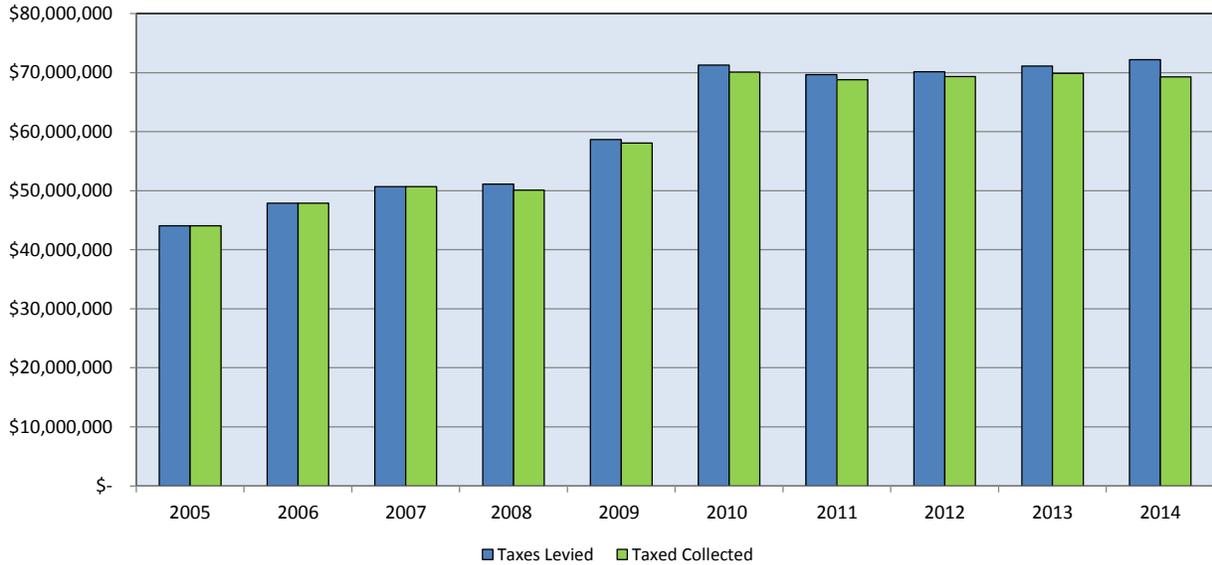
<u>Taxpayer</u>	<u>2014</u>			<u>2005</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>
Oklahoma Gas & Electric Company	\$180,946,322	1	2.91%	\$109,283,833	2	2.48%
Devon Headquarters LLC	\$73,640,647	2	1.18%			
Hobby Lobby Stores Inc.	37,916,499	3	0.48%			
Chesapeake Land Company LLC.	36,088,669	4	0.58%			
Oklahoma Natural Gas	30,050,269	5	0.48%	29,004,855	6	0.66%
Southwestern Bell	25,078,284	6	0.40%	190,827,182	1	4.33%
Quad Graphics Inc.	22,529,014	7	0.36%			
Cox Com Inc	13,348,994	8	0.21%	11,036,017	9	0.25%
Penn Square LLC	12,103,892	9	0.19%			
AT & T Mobility	11,657,878	10	0.19%			
General Motors Corporation				58,959,437	3	1.34%
Redbud Energy				58,506,521	4	1.33%
Cingular Wireless LLC				44,860,933	5	1.02%
Cox Oklahoma Telecom LLC				26,545,200	7	0.61%
The Hertz Corp.				16,320,559	8	0.37%
AT & T Communications				10,383,942	10	0.24%
	<u>\$443,360,468</u>		<u>7.00%</u>	<u>\$555,728,479</u>		<u>12.63%</u>

Source: Oklahoma County Assessor

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

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	44,075,796	40,682,262	92.3%	3,393,534	44,075,796	100.0%
2006	47,869,749	43,372,649	90.6%	4,497,100	47,869,749	99.9%
2007	50,679,386	46,489,646	91.7%	4,188,273	50,677,920	99.7%
2008	51,110,593	48,540,135	95.0%	1,555,321	50,095,456	98.0%
2009	58,682,431	56,261,016	95.9%	1,798,474	58,059,490	98.9%
2010	71,280,294	67,529,574	94.7%	2,549,596	70,079,170	98.3%
2011	69,667,491	66,347,246	95.2%	2,468,425	68,815,671	98.8%
2012	70,164,050	67,640,989	96.4%	1,675,988	69,316,977	98.8%
2013	71,137,529	68,580,470	96.4%	1,285,118	69,865,587	98.2%
2014	72,171,880	69,295,235	96.0%	n/a	69,295,235	96.0%

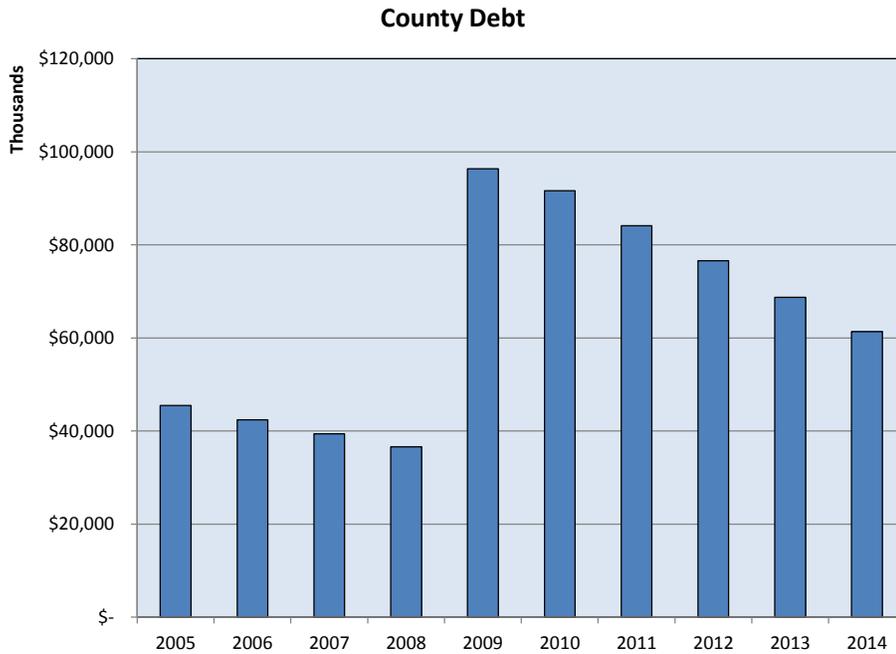
Property Tax Levies and Collections
General and Sinking Fund



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

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

Fiscal Year Ended June 30	Governmental Activities		Business-Type Activities	Total Primary Government	Percentage of Personal Income ¹	Per Capita
	General Obligation Bonds	Capital Leases	Capital Leases			
2005	\$ 18,470,000	\$ 6,881,164	\$ 20,135,000	\$ 45,486,164	0.19%	\$67
2006	16,940,000	6,127,449	19,355,000	42,422,449	0.17%	\$63
2007	15,410,000	5,453,746	18,555,000	39,418,746	0.16%	\$58
2008	13,880,000	5,019,338	17,730,000	36,629,338	0.15%	\$54
2009	75,380,000	4,124,376	16,890,000	96,394,376	0.40%	\$146
2010	72,320,000	3,318,090	16,020,000	91,658,090	0.37%	\$136
2011	66,400,000	2,608,747	15,125,000	84,133,747	0.35%	\$129
2012	60,535,000	1,831,435	14,250,000	76,616,435	0.30%	\$110
2013	54,560,000	1,080,571	13,095,000	68,735,571	0.27%	\$99
2014	48,605,000	797,297	11,935,000	61,337,297	0.18%	\$81



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

¹ See the Schedule of Demographic and Economic Statistics for personal income and population data.

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

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value¹ of Property	Per Capita
2005	18,470,000	1,570,971	16,899,029	0.38%	\$25
2006	16,940,000	1,558,113	15,381,887	0.33%	\$22
2007	15,410,000	3,690,812	11,719,188	0.22%	\$17
2008	13,880,000	1,411,133	12,468,867	0.24%	\$18
2009	75,380,000	3,703,171	71,676,829	1.28%	\$101
2010	72,320,000	7,126,015	65,193,985	1.17%	\$92
2011	66,400,000	7,579,651	58,820,349	1.05%	\$83
2012	60,535,000	7,097,555	53,437,446	0.96%	\$76
2013	54,560,000	6,538,041	48,021,959	0.80%	\$68
2014	48,605,000	5,931,192	42,673,808	0.69%	\$60

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

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

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

OKLAHOMA COUNTY, OKLAHOMA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2014
(Unaudited)

	Debt Outstanding	Percent Applicable to Oklahoma County	Amount Applicable to Oklahoma County
Oklahoma County	\$48,605,000	100.0%	\$48,605,000
<u>Overlapping Districts</u>			
CITIES			
Choctaw	1,085,000	100.0%	1,085,000
Del City	5,580,000	100.0%	5,580,000
Midwest City	5,500,000	100.0%	5,500,000
Nichols Hills	25,270,000	100.0%	25,270,000
Oklahoma City	663,575,000	82.0%	544,065,143
SCHOOL DISTRICTS			
Oklahoma City	189,880,000	100.00%	189,880,000
Putnam City	72,005,000	100.0%	72,005,000
Luther	1,985,000	91.8%	1,822,429
Choctaw-Nicoma Park	20,050,000	100.0%	20,050,000
Deer Creek	27,550,000	91.7%	25,252,330
Harrah	4,500,000	89.0%	4,006,350
Jones	2,085,000	100.0%	2,085,000
Edmond	134,665,000	95.8%	128,995,604
Oakdale	4,950,000	100.0%	4,950,000
Millwood	1,130,000	100.0%	1,130,000
Western Heights	19,705,000	100.0%	19,705,000
Midwest City-Del City	42,690,000	97.3%	41,528,832
Crooked Oak	4,215,000	100.0%	4,215,000
Crutch	500,000	100.0%	500,000
Bethany	980,000	100.0%	980,000
Eastern Oklahoma County Votech #23	400,000	95.4%	381,560
Rose State College	22,830,000	97.8%	22,325,457
Piedmont (Canadian County)*	9,420,000	23.8%	2,241,960
Mustang (Canadian County)*	39,450,000	3.8%	1,499,100
Canadian Valley VT 6 (Canadian County)*	12,000,000	0.4%	49,200
Moore (Cleveland County)	59,255,000	8.2%	4,876,687
McCloud (Pottawatomie County)	2,000,000	18.8%	376,200
Subtotal Overlapping Districts	1,373,255,000	82.3%	1,130,355,850
TOTAL	\$1,421,860,000		\$1,178,960,850

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

(continued)

OKLAHOMA COUNTY, OKLAHOMA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2014
(Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable¹	Estimated Share of Overlapping Debt
Overlapping debt repaid with property taxes: County	\$1,373,255,000	82.3%	\$1,130,355,850
Oklahoma County direct debt	\$49,402,297	100.0%	<u>49,402,297</u>
Total direct and overlapping debt			<u><u>\$1,179,758,147</u></u>

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

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

The Oklahoma County direct debt consists of \$48,605,000 in outstanding bonds and \$797,297 in capital leases.

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

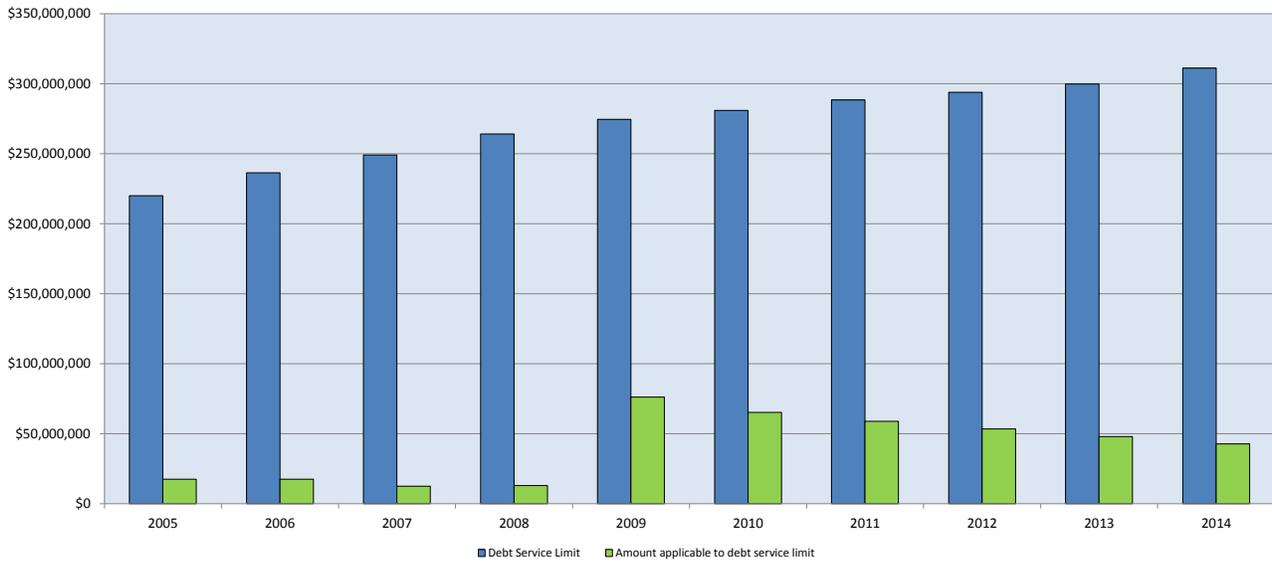
**OKLAHOMA COUNTY
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Debt limit	\$220,123,276	\$236,389,427	\$249,136,532	\$264,218,743	\$274,552,566	\$281,035,596	\$288,354,786	\$293,873,234	299,883,497	311,172,240
Total net debt applicable to limit	17,545,901	17,550,618	12,452,671	12,954,377	76,106,248	65,193,985	58,820,349	53,437,445	48,021,959	42,673,808
Legal debt margin	<u>\$202,577,375</u>	<u>\$218,838,809</u>	<u>\$236,683,861</u>	<u>\$251,264,366</u>	<u>\$198,446,318</u>	<u>\$218,838,809</u>	<u>\$229,534,437</u>	<u>\$240,435,789</u>	<u>251,861,538</u>	<u>268,498,432</u>
Total net debt applicable to the limit as a percentage of debt limit	7.97%	7.42%	5.00%	4.90%	27.72%	23.20%	20.40%	18.18%	16.01%	13.71%

Legal Debt Margin Calculation for Fiscal Year 2014

Assessed value	\$6,383,754,196
Less: exempt real property	<u>(160,309,389)</u>
Total assessed value	\$6,223,444,807
Debt limit (5% of total assessed value)	311,172,240
Debt applicable to limit:	
General obligation bonds	48,605,000
Less: Amount available in Debt Service fu	<u>(5,931,192)</u>
Total net debt applicable to limit	42,673,808
Legal debt margin	<u>\$268,498,432</u>

Legal Debt Limit



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

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

Calendar Year	Population ¹	Personal Income	Per Capita		Median Age ³	Education Level in Years of Formal Schooling ^{4,5}		School Enrollment ⁵	Unemployment Rate ⁶
			Personal Income ²	Income ²		Schooling ^{4,5}	Schooling ^{4,5}		
2004	679,498	\$ 22,409,844,040	\$ 32,980	\$ 34.3	83.4%	83.4%	108,184	4.5%	
2005	687,578	\$ 23,781,260,286	\$ 34,587	34.6	84.5%	84.5%	109,256	4.4%	
2006	693,567	\$ 25,190,353,440	\$ 36,320	34.2	83.5%	83.5%	110,633	3.8%	
2007	691,266	\$ 24,334,636,998	\$ 35,203	34.3	83.5%	83.5%	104,264	4.8%	
2008	701,807	\$ 27,354,331,439	\$ 38,977	34.9	83.4%	83.4%	104,786	4.6%	
2009	706,617	\$ 30,995,048,088	\$ 43,864	35.0	86.5%	86.5%	106,880	5.8%	
2010	716,704	\$ 29,478,752,224	\$ 41,131	33.8	85.3%	85.3%	109,332	6.7%	
2011	718,633	\$ 30,083,414,646	\$ 41,862	33.9	85.3%	85.3%	111,637	5.5%	
2012	732,371	\$ 31,413,589,303	\$ 42,893	34.8	85.4%	85.4%	114,545	5.0%	
2013	741,781	\$ 33,440,971,042	\$ 45,082	34.3	85.9%	85.9%	118,030	5.4%	
2014	755,245	\$ 34,047,955,090	\$ 45,082	34.3	85.9%	85.9%	120,803	5.4%	

Data Sources

¹Bureau of the Census/County Regional Planning Commission

²U. S. Census Bureau

³U. S. Census Bureau

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

⁵Data provided by State Department of Education.

⁶Bureau of Labor Statistics.

Note: Population, median age, and education level information are based on surveys conducted during the last qtr of the calendar yr. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

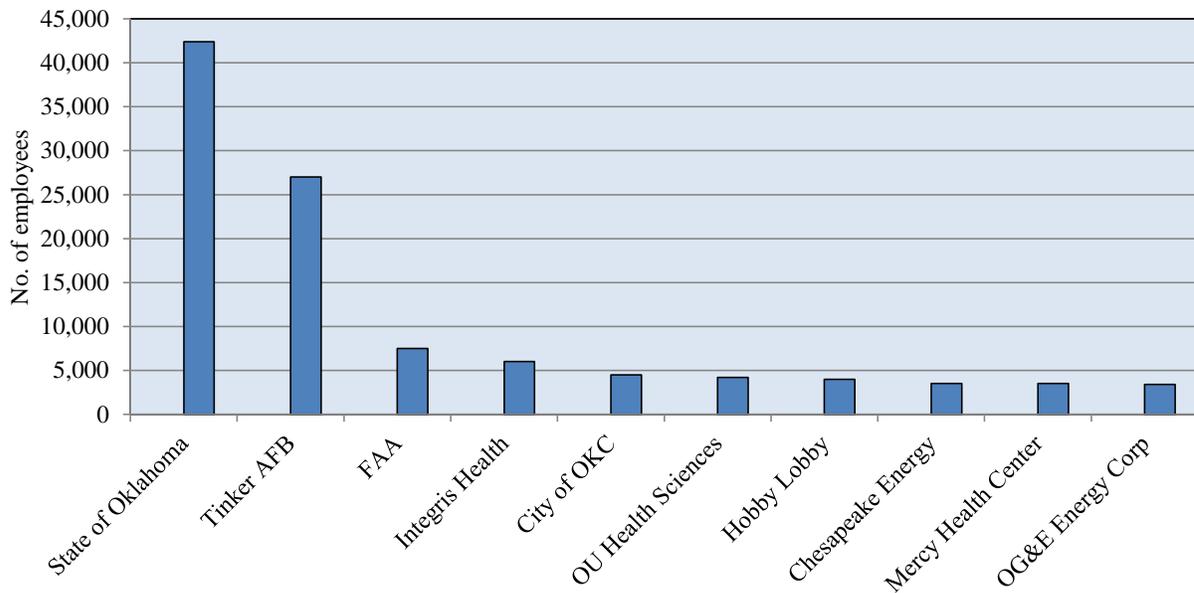
**OKLAHOMA COUNTY
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO
(Unaudited)**

<u>Employer</u>	<u>2014</u>			<u>2005</u>		
	<u>Employees</u>	<u>Rank</u>	<u>% of Total County Employment¹</u>	<u>Employees</u>	<u>Rank</u>	<u>% of Total County Employment²</u>
State of Oklahoma	42,400	1	7.34%	36,000	1	8.77%
Tinker AFB	27,000	2	4.68%	24,000	2	5.84%
FAA	7,500	3	1.30%	3,000	7	0.73%
Integrus Health	6,000	4	1.04%	5,600	3	1.36%
City of OKC	4,500	5	0.78%	5,000	4	1.22%
OU Health Sciences	4,200	6	0.73%	3,250	6	0.79%
Hobby Lobby	4,000	7	0.69%			
Chesapeake Energy	3,500	8	0.61%			
Mercy Health Center	3,500	9	0.61%			
OG&E Energy Corp	3,400	10	0.59%	2,800	9	0.68%
OKC School Dist				4,900	5	1.19%
A T & T				2,900	8	0.71%
SSM Healthcare				2,750	10	0.67%

¹(577,384) per State Department of Commerce

²(410,660) per State Department of Commerce

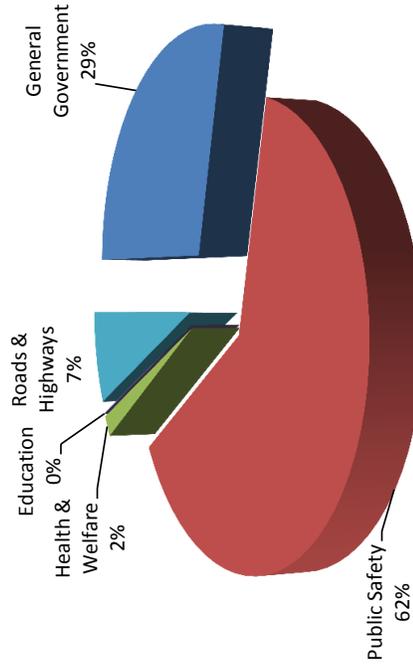
**Principal Employer
2014**



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

Function	As of June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government	557	573	546	556	539	508	502	508	489	415
Public Safety	899	936	982	1,015	1,020	962	975	1,006	960	904
Health & Welfare	60	76	80	55	22	23	24	23	23	24
Education	1	1	1	1	1	1	1	1	1	1
Roads & Highways	137	130	125	113	121	118	106	111	106	103
Total	1,654	1,716	1,734	1,740	1,703	1,612	1,608	1,649	1,579	1,447

**Full-time Equivalent County Employees by Function
FY 2013-2014**



Source: Oklahoma County Clerk Payroll Department

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

Function	04/05	05/06	06/07	07/08	08/09	09/10	10/11	11/12	12/13	13/14
Public Safety										
Sheriff										
Inmates Booked/Released	91,007	88,898	85,831	89,349	76,337	75,509	82,026	72,143	82,887	81,713
Dispatch - Total calls for all agencies	61,258	63,237	66,121	63,856	82,317	80,615	271,607	335,832	82,055	93,215
Civil process served	15,075	14,885	11,598	11,509	10,568	11,963	11,476	10,387	10,754	11,072
Patrol - Calls for service	12,075	17,320	18,898	20,789	37,890	31,624	8,504	9,592	5,628	6,257
Patrol - Miles	1,077,250	967,418	1,046,647	935,191	886,983	915,152	859,510	1,044,838	793,776	821,558
Warrants/Records Cleared	2,475	16,334	17,785	17,693	20,118	18,149	30,138	37,649	42,163	41,572
Juvenile Bureau										
Clients referred to probation	582	464	500	546	301	395	384	361	304	352
Juveniles referred to intake	1,794	1,910	1,698	1,616	1,577	1,800	2,632	1,882	1,050	835
Probations closed successfully	318	322	358	284	123	200	220	129	129	9
Admissions to Detention	1,775	1,700	1,731	1,760	1,189	1,600	1,525	990	1,184	860
Average daily population	75	78	82	74	68	68	63	66	69	49
Conditional Bond										
Clients interviewed		1,098	1,098	2,954	3,129	2,998	2,742	2,896	4,055	3,433
Clients released		303	303	599	497	466	415	403	562	520
OR Bond										
Clients interviewed	7,822	7,067	7,067	8,858	8,598	8,778	8,530	10,911	12,399	10,709
Clients released	1,099	1,391	1,391	1,086	1,380	1,188	956	853	819	955
Community Service										
New cases worked	2,532	2,554	3,558	2,924	6,558	2,335	2,484	2,606	2,600	2,337
Health & Welfare										
Social Services										
Prescriptions filled	10,386	11,090	12,008	11,009	16,608	16,608	16,714	18,914	20,732	14,853
Burial/Cremations provided	201	222	192	168	163	121	132	133	197	171
Culture & Recreation										
Free Fair										
County Fair & Livestock Show	10,000	10,000	10,000	14,000	14,000	13,000	14,000	13,500	11,000	12,000
Education										
OSU Extension										
Master Gardener Contacts	40,000	50,000	60,000	50,000	55,000	67,000	75,000	83,000	82,000	4,000
Horticulture Contacts	2,500	2,500	2,500	5,000	5,000	5,000	5,500	6,800	4,432	9,655
Family & Consumer Sciences Contacts	2,000	2,000	3,000	3,000	3,500	4,200	4,500	5,300	3,200	14,000
4H Contacts	12,000	12,000	20,000	21,000	21,000	22,000	22,000	23,000	31,800	28,000
Soil Samples & other tests	900	900	1,350	1,500	1,500	1,699	1,800	1,950	1,684	2,000
Road & Highway										
Dist. 1										
Number of road miles constructed or rehabilitat	7	22	24	14	14	15	15	16	8	10
Number of bridges replaced or rehabilitated		5	3	5	4	4	5	4	3	-
Dist. 2										
Number of road miles constructed or rehabilitat	13	38	20	23	6	20	23	16	15	2
Number of bridges replaced or rehabilitated	1	1	5	6	0	0	0	3	4	5
Dist. 3										
Number of road miles constructed or rehabilitat	9	17	17	13	9	11	11	15	4	3
Number of bridges replaced or rehabilitated		0	1	0	2	1	1	2	2	2

Source: Oklahoma County Individual Departments

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

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

	04/05	05/06	06/07	07/08	08/09	09/10	10/11	11/12	12/13	13/14
Public Safety										
Sheriff										
Jail	1	1	1	1	1	1	1	1	1	1
Training Center	1	1	1	1	1	1	1	1	1	1
Sub-Station	1	1	1	1	1	1	1	1	1	1
Fleet-Patrol Units	191	231	223	263	172	180	187	216	217	232
Emergency Management Vehicles	42	38	42	50	43	39	37	36	36	36
Juvenile Bureau Vehicles	11	15	16	12	17	18	20	18	19	19
Health & Welfare										
Social Services Vehicles	4	4	4	2	2	1	2	2	2	2
Road & Highway										
Heavy Equipment	206	202	214	229	227	214	205	198	202	194
Other vehicles	70	73	75	81	78	86	89	124	115	113
County shops	3	3	3	3	3	3	3	3	3	3
Road miles (based on calendar year)	2005 591	2006 590	2007 591	2008 594	2009 596	2010 596	2011 596	2012 598	2013 549	2014 549