

**COUNTY OF KERN**

**ANNUAL DISCLOSURE REPORT**

**FISCAL YEAR 2012-13**



**COUNTY OF KERN**  
**COUNTY ADMINISTRATIVE OFFICE**  
**1115 TRUXTUN AVENUE**  
**BAKERSFIELD, CALIFORNIA**  
**DATED: JANUARY 10, 2014**

**COUNTY OF KERN, STATE OF CALIFORNIA**

**BOARD OF SUPERVISORS**

Mick Gleason  
Zack Scrivner  
Mike Maggard  
David Couch  
Leticia Perez

First District  
Second District  
Third District  
Fourth District  
Fifth District

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**COUNTY OFFICIALS**

John Nilon, County Administrative Officer  
Jackie Denney, Treasurer-Tax Collector  
Mary Bedard, Auditor-Controller-County Clerk  
Theresa A. Goldner, County Counsel

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## INTRODUCTION

This Annual Disclosure Report (“Report”) is designed to meet the continuing disclosure requirements of the Securities and Exchange Commission (SEC) rule 15c2-12. The County has covenanted, within the Continuing Disclosure Agreements (“Agreements”) related to the Applicable Issuances as outlined in the section below, to provide the following financial information and operating data relating to the County not later than 195 days following the end of the County’s 2012-13 fiscal year. In accordance with the disclosure regulations and the Agreements, the Fiscal Year 2012-13 Comprehensive Annual Financial Report (CAFR), the FY 2012-13 Solid Waste Enterprise Fund Audited Financial Statements and the FY 2013-14 County Adopted Budget are provided.

This report along with the CAFR, the Solid Waste Enterprise Fund Audited Financial Statements and the County Budget will be filed with the Municipal Securities Rulemaking Board (MSRB). Notices of material events will be filed by the County with the MSRB. The County is fully committed to annually updating information and disclosing material events when they occur. The County has never failed to comply in any material respects with any previous undertakings with regard to said Rule to provide annual reports. No material events as defined in Rule 15c2-12 have occurred to date within the County.

The information herein is subject to change without notice and delivery of this Report shall not, under any circumstances, create any implication that there has been no change in the affairs of the County.



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APPLICABLE ISSUANCES

**County of Kern Taxable Pension Obligation Bonds, Series 1995.** Bonds issued to offset unfunded accrued actuarial liability.

Par Amount	\$227,818,439.25
Dated Date	November 1, 1995
Final Maturity	August 15, 2021
CUSIP# Series	492279AM6

**County of Kern Taxable Pension Obligation Refunding Bonds, Series 2003A.** Bonds issued to offset unfunded accrued actuarial liability.

Par Amount	\$238,177,066.85
Dated Date	May 28, 2003
Final Maturity	August 15, 2026
CUSIP# Series	492279CJ1, 492279CK8, 492279CL6, 492279CM4 492279CN2, 492279CP7, 492279CQ5, 492279CR3, & 492279CS1

**County of Kern Taxable Pension Obligation Refunding Bonds, Series 2008A.** Bonds issued to refund Pension Obligation Bonds, Series 2003B.

Par Amount	\$50,000,000
Dated Date	August 1, 2008
Final Maturity	September 1, 2027
CUSIP# Series	492279CU6



**APPLICABLE ISSUANCES (Cont'd)**

**County of Kern 2009 Certificates of Participation (Capital Improvement Projects).** Certificates issued for the construction of County Fire Station 65, Pine Mountain Fire Station, the Information Technology Building, the 7<sup>th</sup> Standard Road Corridor, and the Hageman Road at Santa Fe Way Separation of Grade. In addition, there were various Local Transportation Projects including reconstruction, renovation and installation of roads, installation of bike paths, construction of curbs and gutters and other activities related to a number of roads throughout the County.

Par Amount	\$95,410,000
Dated Date	April 22, 2009
Final Maturity	August 1, 2035
CUSIP# Series	49225HJD1, 49225HJE9, 49225HJF6, 49225HJG4, 49225HJH2, 49225HJJ8, 49225HJK5, 49225HJL3, 49225HJM1, 49225HJN9, 49225HJP4, 49225HJQ2, 49225HJR0, 49225HJS8, 49225HJT6, 49225HJU3, 49225HJV1, & 49225HJW9

**Kern Public Services Financing Authority Lease Revenue Refunding Bonds, 2010 Series (County Services Facility Project).** Bonds were issued to refund the Kern Public Services Financing Authority's 2002 Lease Revenue Bonds, Series A. The original bonds were issued to construct the County Service Facility located at 1600 East Belle Terrace in Bakersfield.

Par Amount	\$11,250,000
Dated Date	December 16, 2010
Final Maturity	June 30, 2032
CUSIP# Series	49224PAX9, 49224PAY7, 49224PAZ4, 49224PBA8, 49224PBB6, 49224PBC4, 49224PBD2, 49224PBE0, 49224PBF7, 49224PBG5, 49224PBH3, 49224PBJ9, 49224PBK6, 49224PBL4, 49224PBM2, & 49224PBN0

**County of Kern Refunding Revenue Certificates of Participation, Series 2011 (Solid Waste System Improvements).** Refunding Certificates issued to defease all outstanding principal of the 2002 Revenue Certificates of Participation (Solid Waste System Improvements).

Par Amount	\$10,860,000
Dated Date	March 24, 2011
Final Maturity	August 1, 2016
CUSIP# Series	49225HKA5, 49225HKB3, & 49225HKC1



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APPLICABLE ISSUANCES (Cont'd)

**County of Kern 2011 Refunding Certificates of Participation, Series A (Capital Improvement Projects).** Certificates refunded the 1997 Certificates of Participation (Fire Department Projects) and the 1999 Certificates of Participation (Capital Improvement Projects).

Par Amount	\$14,990,000
Dated Date	March 30, 2011
Final Maturity	May 16, 2016
CUSIP# Series	49225HKG2, 49225HKH0, 49225HKJ6, 49225HKK3, 49225HKL1, & 49225HKM9



### REPORTING OF SIGNIFICANT EVENTS

Pursuant to provisions of the Continuing Disclosure Agreements of each issue, the County shall give, or cause to be given, notice of the occurrence of any of the following events with respect to the Obligations:

1. Principal and interest payment delinquencies;  
None
2. Non-payment related defaults, if material;  
None
3. Unscheduled draws on debt service reserves reflecting financial difficulties;  
None
4. Unscheduled draws on credit enhancements relating to the Obligations reflecting financial difficulties;  
None
5. Substitution of credit or liquidity providers, or their failure to perform;  
None
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed determinations of taxability, Notices of Proposed Issue or other material notices or determinations with respect to tax status of the Obligations, or other material events affecting the tax status of the Obligations;  
None
7. Modifications to rights of owners of the Obligations, if material;  
None
8. Optional, contingent or unscheduled Certificate or Bond calls;  
None
9. Defeasances;  
None
10. Release, substitution, or sale of property securing repayment of the Obligations, if material;  
None





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**REPORTING OF SIGNIFICANT EVENTS (Cont'd)**

11. Rating changes;

None. On September 16, 2013, Fitch Ratings placed the County's 2003 Pension Obligation Bonds on Rating Watch Negative due to financial reporting issues at the County's hospital, Kern Medical Center. A report provided by the hospital management to the County Board of Supervisors on September 9, 2013 indicated that Kern Medical Center overstated receivables from the Disproportionate Share Hospital, Safetynet Care Pool and Inpatient Medi-Cal program for Fiscal Year 2005-2006 through Fiscal Year 2012-2013 by \$36.8 million. The report also indicated that the hospital actually received \$27.5 million more Disproportionate Share Hospital and Safetynet Care Pool funding than it is entitled to (based on the preliminary reconciliations of the programs).

The County currently believes that the financial issues at Kern Medical Center will impact the County in two ways; the County's financial statements as of June 30, 2013, will include (I) a negative restatement of equity for fiscal years prior to Fiscal Year 2012-13 in the Kern Medical Center Enterprise Fund of approximately \$43.6 million and (II) a reduction of receivables and revenues for Fiscal Year 2012-13 in the amount of \$20.7 million. The overpayment of \$27.5 million described above must be repaid to the State in subsequent fiscal years. The County has recently repaid \$6.5 million of this amount to the State. On September 24, 2013, the Board of Supervisors amended the County's Fiscal Year 2013-14 budget to provide a cash contribution from the County's General Fund to the Kern Medical Center in the amount of \$13 million. This contribution in the budget amendment was funded through a concurrent reduction of \$6.5 million to all General Fund operations and the use of \$6.5 million of the \$96 million available in General Fund Reserves and Designations.

The County does not expect the financial statements' prior period adjustment or the additional cash contribution to materially adversely impact its ability to pay all of its obligations in a timely manner.

12. Bankruptcy, insolvency, receivership or similar event of the Obligated Person;

None

13. The consummation of a merger, consolidation, or acquisition involving an Obligated Person or the sale of all or substantially all of the assets of the Obligated Person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; and

None



**REPORTING OF SIGNIFICANT EVENTS (Cont'd)**

14. Appointment of a successor or additional trustee or the change of name of a trustee, if material.  
None



## COUNTY CONTACTS

To obtain additional information regarding the above referenced issuances or any other issuances by the County of Kern or to request County financial, statistical, or operational information please contact the following persons.

Nancy Lawson, Assistant County Administrative Officer  
Budget and Finance

(661) 868-3198

Fax Machine

(661) 868-3190

Kern County Homepage

[www.co.kern.ca.us](http://www.co.kern.ca.us)



TABLE 1

MOTOR VEHICLE LICENSE FEE REVENUE  
FISCAL YEARS 2003-04 THROUGH 2013-14

<u>Fiscal Year</u>	<u>Vehicle License Fee</u>
2003-04	37,089,739
2004-05	0
2005-06	0
2006-07	0
2007-08	0
2008-09	0
2009-10	0
2010-11	0
2011-12	0
2012-13	0
2013-14 Budgeted *	0

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\* Effective Fiscal Year 2004-05, as part of the State budget plan, vehicle license fees will no longer be paid to the County. In lieu, the County will receive an additional share of property taxes.

Source: Kern County Administrative Office



TABLE 2  
GOVERNMENTAL FUNDS BUDGETS

	<i>Actual</i> 2011-12 <i>Uses/Sources</i> <sup>(1)</sup>	<i>Actual</i> 2012-13 <i>Uses/Sources</i>	<i>Adopted</i> 2013-14 <i>Budget</i>
REQUIREMENTS:			
General Government	\$156,746,877	\$134,910,937	\$148,038,412
Public Protection	608,518,399	697,217,035	763,958,700
Public Ways and Facilities	205,777,311	222,336,419	76,632,843
Health and Sanitation	243,008,086	249,688,253	293,746,674
Public Assistance	462,749,327	465,085,938	521,767,864
Education	7,914,718	8,031,908	8,817,101
Recreation and Cultural	12,092,540	12,404,273	13,902,773
Debt Service	14,589,441	14,045,030	14,599,582
Contingencies and Reserves			93,317,447
<b>Total Requirements</b>	<b>\$1,711,396,699</b>	<b>\$1,803,719,793</b>	<b>\$1,934,781,396</b>
AVAILABLE FUNDS <sup>(2)</sup> :			
Current Property Taxes	\$252,564,176	\$234,146,402	\$260,146,815
Other Taxes	159,824,151	205,274,352	151,959,010
Licenses, Permits and Franchises	24,629,038	23,401,099	20,705,780
Fines, Forfeitures and Penalties	23,067,918	25,001,388	21,368,139
Use of Money and Property	20,070,889	16,890,744	14,678,002
Aid from Other Governmental Agencies	656,001,599	771,841,221	718,068,865
Charges for Current Services	150,464,776	144,503,312	147,011,948
Miscellaneous Revenue	29,384,031	97,411,949	12,054,759
Other Financing Sources (Uses)	294,600,721	389,168,702	389,136,993
Use of Available Fund Balance			199,651,085
<b>Total Available Funds</b>	<b>\$1,610,607,299</b>	<b>\$1,907,639,169</b>	<b>\$1,934,781,396</b>

Source: County of Kern Fiscal Year 2013-14 Adopted Budget

<sup>(1)</sup> Adjustments to Actual FY 2011-12 previously reported in the County of Kern FY 2011-12 Annual Disclosure Report resulted from revenues being correctly reclassified.

<sup>(2)</sup> Adjustments to Actual FY 2011-12 as reported in the FY 2013-14 Adopted Budget reflect corrections to Capital Project Funds in order to show FY 2011-12 activity only.



**TABLE 3**  
**STATEMENT OF GENERAL FUND REVENUE AND EXPENDITURES**  
**FISCAL YEARS ENDED JUNE 30, 2010, 2011, 2012 and 2013**  
**(Dollars in thousands)**

	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>
<u>Revenue:</u>				
Taxes	\$274,689	\$299,389	\$329,415	\$351,176
Licenses, Permits and Franchises	10,507	10,895	11,004	11,420
Fines, Forfeitures and Penalties	16,228	16,580	14,881	17,093
Use of Money and Property	12,089	9,848	13,799	14,615
Intergovernmental Revenue	133,146	129,707	112,726	113,508
Charges for Current Services	98,138	101,847	82,511	76,647
Other Revenue	3,928	4,228	4,447	4,499
Total Revenue	\$548,725	\$572,494	\$568,783	\$588,958
<u>Expenditures:</u>				
General Government	\$95,115	\$93,138	\$96,011	\$97,802
Public Protection	325,255	333,013	338,966	367,383
Health and Sanitation	45,882	44,049	44,530	44,119
Public Assistance	16,038	14,280	13,539	12,722
Education	9,185	8,625	7,740	7,744
Recreational and Cultural Services	13,184	11,858	11,813	12,300
Capital Outlay	2,882	627	3,920	7,375
Debt Service	4,237	1,875	5,967	4,944
Total Expenditures	\$511,778	\$507,465	\$522,486	\$554,389
Excess Revenues Over (Under) Expenditures	\$36,947	\$65,029	\$46,297	\$34,569
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	86,918	82,796	115,621	139,236
Operating Transfers Out	(130,828)	(136,669)	(110,410)	(136,306)
Inception of Capital Leases	2,882	627	3,920	7,375
Total Other Financing Sources (Uses)	(\$41,028)	(\$53,246)	\$9,131	\$10,305
Fund Balance at Beginning of Year	\$144,291	\$140,210	\$151,993	\$207,101
Prior Period Adjustments			(\$320)	(\$1,890)
Fund Balance at End of Year	\$140,210	\$151,993	\$207,101	\$250,085

Source: County of Kern Comprehensive Annual Financial Reports for Fiscal Years Ended June 30, 2010, 2011, 2012, and 2013.

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**TABLE 4**  
**GENERAL FUND BALANCE SHEET**  
**AT JUNE 30, 2010, 2011, 2012 and 2013**  
**(Dollars in Thousands)**

	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>
<b>Assets:</b>				
Pooled Cash and Investments	\$10,057	\$44,561	\$93,824	\$108,835
Revolving Fund Cash	1,214	1,141	1,127	1,156
Interest Receivable	717	445	489	384
Taxes Receivable	62,129	58,865	57,610	56,836
Accrued Revenue	24,579	28,204	19,231	23,128
Due from Other Funds	7,904	42,344	66,790	92,446
Advances to Other Funds	60,776	1,916	3,661	12,702
Due from Other Agencies	8,592	5,421	2,914	1,994
Deposits with Others	205	205	205	136
Prepaid Items	7,200	15,921	6,794	701
<b>Total Assets</b>	<b>\$183,373</b>	<b>\$199,023</b>	<b>\$252,645</b>	<b>\$298,318</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balance:</b>				
<b>Liabilities:</b>				
Accounts Payable	\$3,972	\$7,886	\$6,293	\$6,192
Salaries and Employee Benefits Payable	10,631	11,975	14,644	16,663
Due to Other Funds	7,086	4,995	1,580	2,021
Due to Other Agencies		47		
Advances from Other Funds				
Advances from Grantors and Third Parties				1,824
<b>Total Liabilities</b>	<b>\$21,689</b>	<b>\$24,903</b>	<b>\$22,517</b>	<b>\$26,700</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable Revenue - Property Taxes				\$21,533
<b>Total Deferred Inflows of Resources</b>				<b>\$21,533</b>
<b>Fund Balance (Pre-GASB 54)<sup>(1)</sup></b>				
Reserved	\$27,536			
Unreserved				
Designated				
Undesignated	112,674			
<b>Total Fund Balance</b>	<b>\$140,210</b>			
<b>Fund Balance (Post-GASB 54)<sup>(1)</sup></b>				
Nonspendable		\$37,768	\$21,357	\$34,005
Restricted		2,553	7,806	9,557
Committed		56	-	130
Assigned		34,838	75,828	106,528
Unassigned		76,778	102,110	99,865
<b>Total Fund Balance</b>		<b>\$151,993</b>	<b>\$207,101</b>	<b>\$250,085</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$161,899</b>	<b>\$176,896</b>	<b>\$229,618</b>	<b>\$298,318</b>

<sup>(1)</sup> Governmental Accounting Standards Board Statement No. 54 (GASB 54) was implemented in FY 2010-2011 and has defined components of fund balance as stated. County is not required to restate prior fiscal years.  
Source: County of Kern Comprehensive Annual Financial Reports for Fiscal Years Ended June 30, 2010, 2011, 2012, & 2013.



TABLE 5

**BREAKDOWN OF BUDGETED REVENUE SOURCES  
FOR FISCAL YEAR 2013-14**

Taxes	21.30%
Licenses, Permits and Franchises	1.07%
Fines, Forfeitures and Penalties	1.10%
Use of County Property and Money	0.76%
Aid from Other Governmental Agencies	37.11%
Charges for Services	7.60%
Miscellaneous Revenues <sup>(1)</sup>	31.05%
Total	100.0%

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<sup>(1)</sup> Includes Other Financing Sources, Balances carried forward from prior year and cancelation of prior year reserves and designations  
Source: County of Kern Fiscal Year 2013-14 Adopted Budget





TABLE 6

SUMMARY OF TAX LEVIES AND COLLECTIONS FOR THE SECURED TAX ROLL  
 FISCAL YEARS 2003-04 THROUGH 2012-13

(Dollars in Thousands)

<u>Fiscal Year</u>	<u>Total Levy</u>	<u>Total Collected<sup>(1)</sup></u>	<u>Total Collected at Fiscal Year-End as Percent of Tax Levy</u>
2003-04	581,097	565,237	97.3%
2004-05	629,659	614,352	97.6%
2005-06	717,670	695,719	96.9%
2006-07	857,732	830,809	96.9%
2007-08	971,779	926,755	95.4%
2008-09	1,016,294	975,420	96.0%
2009-10	977,544	941,531	96.3%
2010-11	1,019,564	992,648	97.4%
2011-12	1,048,417	1,025,352	97.8%
2012-13	1,081,258	1,060,498	98.1%

<sup>(1)</sup>Figures do not include redemptions of delinquent taxes or delinquency penalties.

Source: County of Kern Treasurer-Tax Collector



**TABLE 7**  
**ASSESSED VALUATION**  
**FISCAL YEARS 2004-05 THROUGH 2013-14**  
(Dollars in Thousands)

<i>Fiscal Year</i>	<i>Secured Assessed Valuation</i> <sup>(1)</sup>	<i>Unsecured Assessed Valuation</i>	<i>Less Exemptions</i> <sup>(2)</sup>	<i>Net Assessed Valuation</i>
2004-05	48,610,073	2,189,943	3,329,023	47,470,993
2005-06	56,225,478	2,316,034	3,761,882	54,779,630
2006-07	68,606,975	2,566,299	4,555,548	66,617,726
2007-08	76,929,892	2,727,563	5,428,634	74,228,821
2008-09	81,484,267	2,867,813	5,911,352	78,440,728
2009-10	75,856,342	3,265,233	5,501,104	73,620,471
2010-11	79,372,336	3,415,217	5,647,904	77,139,649
2011-12	80,493,530	4,302,692	5,638,234	79,157,988
2012-13	84,822,571 <sup>(3)</sup>	6,094,453	5,744,473	85,172,551
2013-14	85,532,657	7,471,075	6,098,888	86,904,844

<sup>(1)</sup>Includes Aircraft and Public Utilities.

<sup>(2)</sup>Includes all Non-subvented Exemptions, Homeowners Exemptions and Redevelopment Agency Exemptions.

<sup>(3)</sup>Does not include \$2.5 billion reduction in value on a natural gas property which resulted in a FY 2012-13 refund.

Source: County of Kern Tax Rates and Assessed Valuations Book, FY 2004-05 through FY 2013-14



TABLE 8  
 PRINCIPAL TAXPAYERS  
 2013-14 SECURED TAX ROLL

<u>Company</u>	<u>Net Secured Assessed Value</u>	<u>Total Tax on Secured Property</u>
Chevron USA, Inc.	\$8,468,207,758	\$90,682,639
Occidental of Elk Hills, Inc.	7,741,841,587	83,798,691
Aera Energy, LLC	6,745,488,380	70,122,982
Berry Petroleum Co.	1,679,269,865	18,111,623
Plains Exploration & Production Co.	1,422,841,020	14,821,680
Vintage Production Cal LLC	1,083,578,970	12,020,067
Pacific Gas & Electric Co.	746,171,475	10,283,679
Seneca Resources Corp.	789,588,006	8,289,407
Southern California Edison Co.	512,340,931	7,060,115
Macpherson Oil Co.	471,681,116	5,209,697

Source: County of Kern Tax Rates and Assessed Valuations Book, FY 2013-14



TABLE 9  
 COUNTY OF KERN EMPLOYMENT LEVELS  
 FISCAL YEARS 2004-05 THROUGH 2013-14

<u>Fiscal Year</u> <sup>(1)</sup>	<u>Permanent Full-time</u>	<u>Permanent Part-time</u>
2004-05	8,133	359
2005-06	8,490	354
2006-07	9,033 <sup>(2)</sup>	345 <sup>(2)</sup>
2007-08	9,325	332
2008-09	9,466	329
2009-10	9,532	316
2010-11	8,547	265
2011-12	8,465	263
2012-13	8,729	265
2013-14	8,942	261

<sup>(1)</sup>Figures represent numbers of authorized employees as of the adoption of the budget each year.

<sup>(2)</sup>Revised to correct for number of authorized employees.

Source: Kern County Department of Personnel



**TABLE 10**  
**BARGAINING UNITS**

<i>Bargaining Unit</i>	<i>Number of Employees <sup>(1)</sup></i>	<i>Labor Agreement Effective Through</i>
Service Employees' International, Local 521 (SEIU 521)	5,643	March 27, 2015
Kern Law Enforcement Association (KLEA)	569	March 13, 2015
Kern County Fire Fighters Union (KCFFU)	500	March 13, 2015
Kern County Probation Officers' Association (KCPOA)	424	July 24, 2015
Kern County Detention Officers' Association (KCDOA)	335	March 13, 2015
Kern County Prosecutors' Association (KCPA)	96	March 27, 2015
SEIU 521 - Criminal Justice Unit	2	March 27, 2015
Kern County Sheriff's Command Association (KCSCA)	18	March 13, 2015
Kern County Sheriff's Command Association II (KCSCA II)	8	March 13, 2015
SEIU 521 - Extra Help	503	June 30, 2010
Kern County Probation Managers' Association (KCPMA)	13	March 13, 2015
Union of American Physicians and Dentists (UAPD)	59	May 29, 2012 <sup>(2)</sup>
Committee of Interns and Residents (CIR) SEIU Healthcare	119	October 31, 2015

<sup>(1)</sup> Filled positions as of December 27, 2013. Does not include courts, Air Pollution Control District, or rehired retirees.

<sup>(2)</sup> Effective date of current Terms and Conditions of employment

Source: Kern County Administrative Office



TABLE 11

MEMBERSHIP IN KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
 AT JUNE 30, 2009 THROUGH JUNE 30, 2013

	<u>June 30, 2009</u>	<u>June 30, 2010</u>	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>
Retirees and Beneficiaries <sup>(1)</sup>	6,978	7,267	7,636	7,930	8,235
Active Plan Participants	<u>9,020</u>	<u>8,567</u>	<u>8,196</u>	<u>8,260</u>	<u>8,517</u>
Total	15,998	15,834	15,832	16,190	16,752

<sup>(1)</sup>Includes those currently receiving benefits and terminated employees entitled to benefits but not yet receiving them.

Source: Kern County Employees' Retirement Association



TABLE 12

KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
 SCHEDULE OF ANNUAL EMPLOYER CONTRIBUTIONS  
 AND PERCENTAGE CONTRIBUTED

<i>Fiscal Year Ended June 30</i>	<i>Annual Required Contributions (in thousands)</i>	<i>Percentage Contributed</i>
2008	\$137,264	100%
2009	138,815	100%
2010	151,127	100%
2011	177,444	100%
2012	189,837	100%
2013	211,677	100%
2014*	213,308	N/A

Source: KCERA Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2013

\* Source: County of Kern, estimate includes Courts.



TABLE 13

KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
 SCHEDULE OF FUNDING PROGRESS  
 (Dollars in Thousands)

<i>Actuarial Valuation Date</i>	<i>Actuarial Value of Assets</i>	<i>Actuarial Accrued Liability (AAL)</i>	<i>Unfunded (Overfunded) AAL</i>	<i>Funded Ratio</i>	<i>Annual Covered</i>	<i>Unfunded (Overfunded) AAL Percentage of Annual Covered Payroll</i>
12/31/07	\$2,589,817	\$3,355,755	\$765,937	77.18%	\$453,412	168.93%
06/30/08	2,654,316	3,671,460	1,017,155	72.30%	482,879	210.64%
06/30/09	2,780,215	4,205,200	1,424,985	66.11%	559,872	254.52%
06/30/10	2,794,644	4,457,038	1,662,395	62.70%	559,380	297.19%
06/30/11	2,839,747	4,672,348	1,832,601	60.78%	539,836	339.47%
06/30/12	2,960,507	4,894,990	1,934,483	60.48%	543,558	355.89%
06/30/13	3,120,632	5,108,619	1,987,987	61.09%	555,752	357.71%

Source: KCERA Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2013 and KCERA Actuarial Valuation as of June 30, 2013





TABLE 14

KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
DEVELOPMENT OF UNRECOGNIZED GAIN (LOSS)

<u>Six-Month Period Ended</u>	<u>Unexpected Gain (Loss)</u>	<u>Percent Not Yet Phased In</u>	<u>Gain (Loss) Excluded</u>
6/30/2013	\$ (4,669,505)	90%	\$ (4,202,555)
12/31/2012	91,616,654	80%	73,293,323
6/30/2012	55,171,573	70%	38,620,101
12/31/2011	(251,559,875)	60%	(150,935,925)
6/30/2011 <sup>(1)</sup>	49,026,579		(17,957,657)
12/31/2010	254,820,355		(17,957,657)
6/30/2010	(155,035,143)		(17,957,657)
12/31/2009	270,171,707		(17,957,657)
6/30/2009	(31,419,887)		(17,957,657)

<sup>(1)</sup> For the June 30, 2012 valuation, KCERA adopted an adjustment to the asset smoothing method that combines the net deferred losses of \$162 million from the June 30, 2011 valuation into a single smoothing layer. The net deferred losses are then recognized over the next four and a half years from that date in nine level amounts of approximately \$18 million each six-month period.

Source: KCERA Actuarial Valuation as of June 30, 2013 and Kern County Employees' Retirement Association



TABLE 15

KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
ACTUARIAL ASSUMPTIONS

<i>Actuarial Assumption</i>	<i>2010</i>	<i>2011</i>	<i>2012</i>
Interest	7.75%	7.75%	7.75%
Inflation	3.25%	3.25%	3.25%
Salary Increase <sup>(1)</sup>	4.00%	4.00%	4.50%

<sup>(1)</sup>Total Payroll

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Source: KCERA Comprehensive Annual Financial Report for the Fiscal Years Ended  
June 30, 2012 and June 30, 2013



TABLE 16

KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION  
INVESTMENT RESULTS BASED ON MARKET VALUE

<i>Year Ended June 30</i>	<i>Annualized Rate of Return <sup>(1)</sup></i>
2007	18.40%
2008	-6.50%
2009	-21.87%
2010	13.30%
2011	19.20%
2012	1.00%
2013	10.40%

<sup>(1)</sup> Net of fees

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Source: KCERA Comprehensive Annual Financial Report for Fiscal Years ended  
June 30, 2007, 2008, 2009, 2010, 2011, 2012 and 2013



## OUTSTANDING INDEBTEDNESS

*Short-Term Financing.* The County has instituted a cash management program for its General Fund through the issuance of tax and revenue anticipation notes that are a General Fund Obligation of the County. The notes provide cash flow to meet General Fund expenditures during the period prior to collection of property taxes. On July 2, 2013, the County issued \$200,000,000 in aggregate principal amount of its 2013-2014 Tax Revenue Anticipation Notes, which mature on June 30, 2014.

*Certificates of Participation.* As of June 30, 2013, the County has outstanding certificates of participation in the aggregate principal amount of \$110,270,000. The proceeds of such certificates of participation are being used for the acquisition of equipment and the acquisition, construction, and renovation of certain public facilities within the County. On April 1, 2013, the County called the 1994 Certificates of Participation (Rosamond Library Project) and prepaid the outstanding principal balance of \$320,000 with the funds available in the reserve account. The certificates were due to mature on October 1, 2014.

With the exception of the Refunding Revenue Certificates of Participation, Series 2011 (Solid Waste System Improvements), the County's General Fund is available and makes payments with respect to all such obligations. A portion of the 2011 Refunding Certificates of Participation, Series A (Capital Improvement Projects) are paid from the Kern Medical Center Enterprise and Fire Funds, offsetting the liability of the General Fund. The County makes payments of principal and interest with respect to the Refunding Revenue Certificates of Participation, Series 2011 (Solid Waste System Improvements) from the Solid Waste Enterprise Fund and therefore such certificates do not constitute a liability of the County's General Fund.

On April 12, 2011, the County entered into a private placement lease/purchase agreement in connection with a project consisting of the acquisition of solar panels and related equipment to be installed on the parking garage adjacent to the County Administrative Center, and other property of the County. The project qualifies as a "qualified conservation purpose" and the County received an allocation for subsidized financing pursuant to the American Recovery and Reinvestment Act. On December 2011, the County entered into a private placement lease/leaseback arrangement in the amount of \$8,660,000 to refund \$9,450,000 of principal outstanding of the County of Kern 2003 Certificates of Participation.

On November 28, 1995, the County issued \$227,818,439 in aggregate principal amount of its Taxable Pension Obligation Bonds, Series 1995 (the "1995 Pension Bonds"). The par amount outstanding as of June 30, 2013 is \$106,438,439. The 1995 Pension Bonds constitute a liability across all operating funds within the County, therefore, the annual debt service is payable from several sources, including the General Fund. The final maturity of the 1995 Pension Bonds is



### OUTSTANDING INDEBTEDNESS (Cont'd)

August 15, 2021, and the debt service on the 1995 Pension Bonds for Fiscal Year 2013-14 is \$29,537,275.

On May 28, 2003, the County issued \$288,177,066 in aggregate principal amount of its Taxable Pension Obligation Bonds, Series 2003A and 2003B (the "2003 Pension Bonds"). On August 27, 2008, the County issued \$50,000,000 principal amount Series 2008A Pension Obligation Refunding Bonds in order to refund the same principal amount of the Series 2003B Pension Bonds. The 2003A and the 2008A Pension Bonds constitute a liability across various operating funds within the County, therefore, the annual debt service is payable from several sources, including the General Fund. The final maturity of the 2003A Pension Bonds is August 15, 2027, and debt service on the 2003A Pension Bonds for Fiscal Year 2013-14 is \$16,771,266. The final maturity of the 2008A Pension Bonds is August 15, 2027, and debt service on the 2008A Pension Bonds for Fiscal Year 2013-14 is estimated at approximately \$800,000.



TABLE 17

CERTIFICATES OF PARTICIPATION, PRIVATELY PLACED OBLIGATIONS AND PENSION  
OBLIGATION BONDS OUTSTANDING  
AS OF JUNE 30, 2013

<i>Description of Issue</i>	<i>Source of Payment</i> <sup>(1)</sup>	<i>Principal Outstanding</i>	<i>Final Maturity</i>	<i>2013-14 Payment Obligation</i>
<b>Certificates of Participation</b>				
2009 Certificates of Participation (Capital Improvement Projects)	General Fund	\$91,025,000	August 1, 2035	\$6,946,316
2011 Refunding Certificates of Participation (Capital Improvement Projects)	General Fund/Kern Medical Center Enterprise Fund/Fire Fund	\$11,845,000	November 1, 2019	\$2,203,325
2011 Refunding Certificates of Participation (Solid Waste System Improvements)	Solid Waste Enterprise Fund	\$7,400,000	August 1, 2016	\$1,972,363
<b>Pension Obligation Bonds</b>				
1995 Taxable Pension Obligation Bonds	Various Funds <sup>(2)</sup>	\$106,438,439	August 15, 2021	\$29,537,275
2003 Taxable Pension Obligation Bonds	Various Funds <sup>(2)</sup>	\$212,887,067	August 15, 2027	\$16,771,266
2008 Taxable Pension Obligation Refunding Bonds Series 2008A	Various Funds <sup>(2)(3)</sup>	\$50,000,000	August 15, 2027	\$797,322
<b>Privately Placed Obligations</b>				
Qualified Energy Conservation Bonds (Installment Purchase)	General Fund	\$3,969,590	January 12, 2026	\$499,399
	Airport Enterprise Fund/General Fund	\$8,020,000	August 1, 2022	\$936,703
Total		<u>\$492,050,096</u>		<u>\$59,834,482</u>

<sup>(1)</sup> Except for the 2011 Refunding Certificates of Participation (Solid Waste System Improvements), the County's General Fund is available to make payments of principal and interest with respect to each of these; however, the County is currently making payments with respect to each such issue from the sources indicated.

<sup>(2)</sup> The debt service payments for the 1995, 2003 and 2008 Pension Obligation Bonds are made on pro rata between various County Funds proportional to the amount of salary cost incurred in those funds.

<sup>(3)</sup> The interest rate with respect to these bonds is variable and reset weekly. Therefore, the actual payment may differ from the amount specified.

Source: Kern County Administrative Office



TABLE 18  
 CAPITAL LEASE OBLIGATIONS  
 GOVERNMENTAL AND BUSINESS TYPE ACTIVITIES  
 AS OF JUNE 30, 2013  
 (Dollars in Thousands)

<i><u>Fiscal Year</u></i>	<i><u>Amount</u></i>
2013-14	\$ 5,010
2014-15	4,834
2015-16	3,425
2016-17	2,321
2017-18	1,193
2019	401
Net Minimum Lease Payments	17,184
Less Amount Representing Interest	(955)
Present Value of Net Minimum Lease Payments	\$ 16,229

Source: County of Kern Fiscal Year 2012-13 Comprehensive Annual Financial Report



TABLE 19  
LONG-TERM OPERATING LEASE OBLIGATIONS  
AS OF JUNE 30, 2013  
(Dollars in Thousands)

<u>Fiscal Year</u>	<u>Amount</u>
2013-14	\$ 12,165
2014-15	10,771
2015-16	9,366
2016-17	7,103
2017-18	7,719
2019-2023	31,330
2024-2028	28,367
2029-2033	2,806
2034-2038	12,450
Total	<u>\$ 122,077</u>

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Source: County of Kern Fiscal Year 2012-13 Comprehensive Annual Financial Report





TABLE 20  
 COUNTY OF KERN PORTFOLIO STATISTICS  
 AS OF OCTOBER 31, 2013  
 (Dollars in Thousands)

<u>Investments</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Average Yield to Maturity at Book Value</u>
Pooled Funds	\$41,395	\$41,395	0.260%
Money Market Accounts	11,119	10,646	2.050%
Negotiable CDs	300,000	300,062	0.256%
Commercial Paper - Discount	614,834	614,903	0.205%
Federal Agency Issues - Coupon	733,875	730,820	0.674%
Medium Term Notes	477,711	468,748	0.636%
Total Securities	\$2,178,934	\$2,166,574	0.562%
Cash, Accruals and Payables	22,005	22,005	N/A
Total Portfolio	\$2,200,939	\$2,188,579	

Source: County of Kern Treasurer-Tax Collector Pooled Cash Portfolio Report



TABLE 21  
 COUNTY OF KERN  
 AGING OF MATURING INVESTMENTS  
 AS OF OCTOBER 31, 2013

<u><i>Aging Interval</i></u>	<u><i>Par Value (In Thousands)</i></u>	<u><i>Percent of Portfolio</i></u>
0 - 366 days	\$1,102,051	50.55%
1 - 3 years	685,571	31.45%
3 - 5 years	392,570	18.01%
Over 5 years	0	0.00%
Total	\$2,180,192	100.00%

Source: County of Kern Treasurer-Tax Collector



TABLE 22  
 COUNTY OF KERN  
 MAJOR EMPLOYERS  
 AS OF JANUARY 2013

<i><u>Employer</u></i>	<i><u>Type of Business</u></i> <sup>(1)</sup>	<b>Number of Employees</b> <sup>(2)</sup>
Grimmway Enterprise	Value Added Agriculture & Farm	5,000-9,999
Chevron	Energy & Natural Resources	1,000-4,999
Dignity Health	Healthcare Services	1,000-4,999
Nabors Well Services Co.	Energy & Natural Resources	1,000-4,999
San Joaquin Community Hospital	Healthcare Services	1,000-4,999
State Farm Insurance	Professional Services	1,000-4,999
Sunview Vineyards	Value Added Agriculture & Farm	1,000-4,999
Sun Pacific Farming	Value Added Agriculture & Farm	1,000-4,999
Rio Tinto Minerals	Energy & Natural Resources	1,000-4,999
WM Bolthouse Farms	Value Added Agriculture & Farm	1,000-4,999

<sup>(1)</sup>Information compiled no longer includes Government.

<sup>(2)</sup>Exact numbers are no longer available.

Source: Information compiled by Kern Economic Development Corporation, 2012



TABLE 23  
TOTAL AGRICULTURAL PRODUCTION VALUES  
FOR YEARS 2007 THROUGH 2012  
(Dollars in Thousands)

	2007 <sup>(1)</sup>	2008	2009 <sup>(2)</sup>	2010 <sup>(3)</sup>	2011 <sup>(4)</sup>	2012
Fruit and Nut Crops	\$1,871,861	\$1,787,077	\$2,012,491	\$2,699,492	\$ 3,020,538	\$ 3,650,049
Field Crops and Rangeland	542,866	562,302	285,671	383,658	604,517	539,370
Vegetable Crops	555,732	649,674	541,455	694,192	684,867	714,490
Nursery Crops	105,317	84,822	63,861	67,405	61,816	100,824
Industrial and Wood Crops	7,647	11,208	11,125	10,970	14,470	15,717
Seed Crops	6,039	4,621	7,305	6,767	12,729	7,742
Livestock and Poultry	230,431	232,545	182,769	284,603	354,864	395,078
Livestock and Poultry Products	732,707	651,132	469,313	555,680	787,746	732,385
Apiary Products	39,547	49,931	41,583	54,650	55,429	56,707
Totals	\$4,092,147	\$4,033,312	\$3,615,573	\$4,757,417	\$5,596,976	\$ 6,212,362

Source: Kern County Agricultural Crop Reports 2007 through 2012

<sup>(1)</sup>Revised values per 2008 Kern County Agricultural Crop Report.

<sup>(2)</sup>Revised values per 2010 Kern County Agricultural Crop Report.

<sup>(3)</sup>Revised values per 2011 Kern County Agricultural Crop Report.

<sup>(4)</sup>Revised values per 2012 Kern County Agricultural Crop Report.



TABLE 24

KERN COUNTY SANITARY LANDFILLS  
 CAPACITY STUDY SUMMARY AS OF JANUARY 1, 2013

<i>Landfill</i>	<i>Projected Closure Date</i>	<i>Calendar Year 2012 Disposal Tonnage</i>	<i>Calendar Year 2012 % of Total Disposal</i>	<i>Remaining Capacity (tons)</i>
Bena Phase 2A	April 2046	415,163	60%	20,715,311
Boron	August 2040	2,732	0%	92,380
Mojave-Rosamond	April 2024	8,574	1%	312,117
Ridgecrest	January 2050	47,525	7%	2,675,954
Shafter-Wasco	February 2059	124,698	18%	9,819,837
Taft	January 2079	35,873	5%	4,623,229
Tehachapi	March 2017	53,732	8%	247,822
<b>Total</b>		<b>688,297</b>	<b>100%</b>	<b>38,486,650</b>

Source: January 2013 Capacity Study, Kern County Sanitary Landfills



TABLE 25

COUNTY OF KERN  
SYSTEM NON-RECYCLED WASTE DISPOSAL BY JURISDICTION

<u>Jurisdiction</u>	<i>Waste Disposal (tons) in Calendar Year 2012</i>	<i>Percentage of Total</i>
Unincorporated Kern County	341,450	41.88%
Cities within Kern County		
Arvin	9,162	1.12%
Bakersfield	278,915	34.22%
California City	7,055	0.87%
Delano	27,768	3.41%
Maricopa	884	0.11%
McFarland	7,165	0.88%
Ridgecrest	26,021	3.19%
Shafter	17,642	2.16%
Taft	8,991	1.10%
Tehachapi	13,841	1.70%
Wasco	18,255	2.24%
All Cities within Kern County	415,699	51.01%
Other Jurisdictions	58,022	7.12%
Total <sup>(1)</sup>	815,171	100.0%

<sup>(1)</sup> Includes non-recycled waste from non-County operated sites.

Source: Waste Management Jurisdictional Disposal Report for Calendar 2012

COUNTY OF KERN  
ANNUAL DISCLOSURE REPORT  
FISCAL YEAR 2012-13



TABLE 26  
COUNTY OF KERN  
SOLID WASTE ENTERPRISE FUND HISTORICAL REVENUES AND EXPENDITURES  
FOR FISCAL YEARS 2008-09 THROUGH 2012-13

	2008-09	2009-10	2010-11	2011-12	2012-13
Land Use Fee/Single Family Unit	\$72	\$75	\$75	\$78	\$83
Non-residential Tipping Fee	\$40	\$41	\$41	\$42	\$45
Tons Disposed	741,471	709,274	704,740	684,973	694,505
<u>Operating Revenue:</u>					
Land Use Fee	\$18,796,038	\$19,582,616	\$19,908,442	20,623,640	\$22,069,561
Gate Fee	8,657,182	8,486,648	9,059,234	9,330,678	10,512,288
Bin Fee	4,686,330	4,717,961	4,437,187	4,522,634	5,033,958
Other (includes interest income and tires)	2,988,562	3,186,341	2,353,480	2,937,971	4,426,378
Total Operating Revenue	\$35,128,112	\$35,973,566	\$35,758,344	\$37,414,922	42,042,185
<u>Operating Expense:</u>					
Salaries	\$11,409,588	\$11,427,906	\$11,916,225	\$12,572,957	\$13,264,860
Services and Supplies	17,225,208	14,046,730	14,895,012	14,792,593	14,157,509
Transfer to Closure Reserve	1,162,467	3,211,417	-	235,110	1,536,811
Other (excluding depreciation)	275,658	545,944	865,343	434,863	240,796
Total Operating Expense	\$30,072,921	\$29,231,997	\$27,676,579	\$28,035,524	29,199,976
Net Operating Revenue	\$5,055,191	\$6,741,569	\$8,081,764	\$9,379,399	\$12,842,209
1994 COP Principal and Interest	\$1,535,884	-	-	-	-
2002 COP Principal and Interest	561,224	2,165,121	2,037,206	1,958,184	1,981,764
Total Debt Service	\$2,097,108	\$2,165,121	\$2,037,206	\$1,958,184	\$1,981,764
<u>Debt Service Coverage Ratio 1:</u>					
Net Operating Revenue/Total Debt Service	2.41	3.11	3.97	4.79	6.48
Net Operating Revenue After Debt Service	\$2,958,083	\$4,576,448	\$6,044,559	\$7,421,215	\$10,860,445
<u>Non-operating Revenue (Expense):</u>					
Closure Project Expense	(\$4,708,674)	(\$1,237,796)	(\$582,973)	(\$3,764,969)	(\$2,453,510)
Pay-as-you-go Capital Projects	(2,077,811)	(732,369)	(5,910,877)	(2,622,376)	(1,417,663)
Capital Equipment	(233,606)	(145,315)	(7,774)	(71,566)	(287,829)
Other Non-operating Revenue	2,502	(342)	567	522	695
Net Non-operating Revenue (Expense)	(\$7,017,589)	(\$2,115,822)	(\$6,501,057)	(\$6,458,389)	(\$4,158,307)
Net Operating Revenue After Debt Service	\$2,958,083	\$4,576,448	\$6,044,559	\$7,421,215	\$10,860,445
Net Non-operating Revenue (Expense)	(7,017,589)	(2,115,822)	(6,501,057)	(6,458,389)	(4,158,307)
Total Income (Loss)	(\$4,059,506)	\$2,460,626	(\$456,498)	\$962,826	\$6,702,138
<u>Available Funds:</u>					
Beginning Balance	\$19,667,637	\$18,070,227	\$23,682,057	\$19,113,184	\$30,486,210
Total Income (Loss)	(4,059,506)	2,460,626	(456,498)	962,826	6,702,138
Draw from Closure Reserve	3,114,911	282,146	847,737	7,324,520	1,224,596
Draw to/from Other Reserves	-	198,036	-	-	(4,268,995)
Proceeds from Loans	-	640,000	(64,000)	(64,000)	(64,000)
Capital Lease Principal Payments	(104,906)	-	(55,976)	-	-
Other Adjustments to Available Funds	(547,909)	2,031,022	(4,840,137)	3,149,679	(2,502,371)
Ending Balance	\$18,070,227	\$23,682,057	\$19,113,184	\$30,486,210	\$31,577,578
<u>Debt Service Coverage Ratio 2:</u>					
Net Operating Revenue + Available Funds					
Beginning Balance / Debt Service	11.79	11.46	N/A	N/A	N/A

Source: County of Kern Waste Management Department



TABLE 27

Historical System Waste Total Tonnage Received

<u>Year</u>	<u>Tonnage Amount</u>	<u>% Change</u>
2002	722,290	1.76%
2003	783,736	7.84%
2004	852,181	8.03%
2005	927,685	8.14%
2006	961,152	3.48%
2007	929,661	-3.39%
2008	846,020	-9.89%
2009	777,083	-8.87%
2010	764,562	-1.64%
2011	756,415	-1.08%
2012	759,693	0.43%
2013	Unavailable	Unavailable

Source: Kern County Waste Management Department - Feasibility Study





**TABLE 28**  
**Solid Waste Enterprise Fund Ordinances**  
**Fee Changes and Effective Dates**

Effective	Land Use Fee			Gate Fee		Bin Fee	
	<u>Ordinance</u>	<u>Dwelling Unit</u>	<u>Multi-Unit Residential</u>	<u>Ordinance</u>	<u>Rate</u>	<u>Ordinance</u>	<u>Rate</u>
1/11/1989	G-4908	\$27.50	\$27.50 x "SFDFU Factor"	N/A	N/A	N/A	N/A
8/8/1990	G-5316	\$57.00	\$45.60 x "SFDFU Factor"	N/A	N/A	N/A	N/A
7/1/1993	G-5941	\$57.00	\$45.60 x Actual Number of Units	G-5940	\$29/ton	G-5940	\$2/CY
7/1/2003	G-6944	\$66.00	\$45.60 x Actual Number of Units	G-6945	\$36/ton	G-6945	\$1.90/CY
7/1/2004	G-7104	\$66.00	\$53.00 x Actual Number of Units	Remained \$36/ton		Remained \$1.90/CY	
7/1/2007	G-7500	\$70.00	\$56.00 x Actual Number of Units	G-7501	\$38.25/ton	G-7501	\$2/CY
7/1/2008	G-7713	\$72.31	\$57.84 x Actual Number of Units	G-7714	\$39.50/ton	G-7730	\$2.05/CY
7/1/2009	G-7864	\$74.84	\$59.86 x Actual Number of Units	G-7865	\$40.50/ton	G-7865	\$2.11/CY
7/1/2011	G-8073	\$77.83	\$62.25 x Actual Number of Units	G-8075	\$42.25/ton	G-8075	\$2.20/CY
7/1/2012	G-8074	\$82.89	\$66.30 x Actual Number of Units	G-8075	\$45.00/ton	G-8075	\$2.34/CY
7/1/2013	G-8401	\$82.89	\$66.3 x Actual Number of Units	Remained \$45.00/ton		Remained \$2.34/CY	

Source: Kern County Waste Management Department

COUNTY OF KERN  
ANNUAL DISCLOSURE REPORT  
FISCAL YEAR 2012-13



TABLE 29  
KERN MEDICAL CENTER  
GENERAL FUND / REALIGNMENT CASH  
(As of June 30)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Advances Payable - Year End Balance <sup>(1)</sup>	\$7,314,285	\$25,337,433	\$41,247,769	\$39,367,903	\$54,866,792	\$33,740,332	\$58,171,862	\$85,400,000 <sup>(4)</sup>
County Contribution:								
Realignment for Indigent Care	\$20,800,000	\$20,800,000	\$18,607,233	\$18,205,168	\$15,170,363	\$14,383,490	\$17,623,892	\$15,700,694
Juvenile Facility <sup>(2)</sup>	2,112,000	2,000,000	3,000,000	3,719,000	3,719,000	3,719,000	3,719,000	3,719,000
Jail Inmate <sup>(2)</sup>	8,888,000	9,700,000	12,100,000	13,718,000	13,718,000	13,718,000	15,561,000	17,561,000
Ambulance <sup>(2)</sup>	100,000	-	-	-	-	-	-	-
Central Plant Capital Project	-	-	-	-	-	3,000,000	-	-
Total County Contribution	\$31,900,000	\$32,500,000	\$33,707,233	\$35,642,168	\$32,607,363	\$34,820,490	\$36,903,892	\$36,980,694
Write-off of General Fund Loans at June 30 <sup>(3)</sup>	-	6,366,000	11,037,000	15,000,000	-	-	-	-
Total Advances & County Contribution	\$39,214,285	\$64,203,433	\$85,992,002	\$90,010,071	\$87,474,155	\$68,560,822	\$95,075,754	\$122,380,694

<sup>(1)</sup> Year-end balance reflects General Fund loans outstanding at June 30.

<sup>(2)</sup> General Fund obligation

<sup>(3)</sup> A write-off of \$9,595,980 was included in the FY 2013-14 Adopted Budget.

<sup>(4)</sup> Pursuant to GASB 54, the Auditor-Controller has determined \$12,644,664 to be non-spendable as of June 30.

COUNTY OF KERN  
ANNUAL DISCLOSURE REPORT  
FISCAL YEAR 2012-13



EXHIBIT A  
S.E.C. Rule 15c2-12  
Continuing Disclosure Requirements - MATRIX

	Requirement of:						
	1995 Pension Obligation Bond	2003 Pension Obligation Bond, Series 2003A	2008 Pension Obligation Bond, Series 2003B Refunding	2009 Capital Improvement Projects	2010 County Services Facility Project Refunding	2011 Solid Waste System Improvement s Refunding	2011 Capital Improvement Projects Refunding
Motor Vehicle License Fees							
Governmental Funds Budgets	x	x		x	x		x
General Fund Revenues and Expenditures	x	x		x	x		x
General Fund Balance Sheet		x		x	x		x
Breakdown of Revenue Sources	x	x		x	x		x
Summary of Tax Levies and Collections	x	x		x	x		x
Assessed Valuation	x	x		x	x		x
Principal Taxpayers	x	x		x	x		x
County Employment Levels	x	x		x	x		x
Bargaining Units		x		x	x		x
Membership in Employees Retirement Association	x	x		x	x		x
Retirement Association Annual Employer Contributions				x	x		x
Retirement Association Schedule of Funding Progress		x		x	x		x
Retirement Association Unrecognized Gains and Losses				x	x		x
Retirement Association Actuarial Assumptions				x	x		x
Retirement Association Market Value Investment Results				x	x		x
Outstanding Indebtedness	x	x		x	x		x
Certificates of Participation and Pensions Obligation Bonds Outstanding	x	x		x	x		x
Capital lease Obligations	x	x		x	x		x
Operating Lease Obligations	x	x		x	x		x
Investment Portfolio Statistics	x	x		x	x		x
Aging of Maturing Investments	x			x	x		x
Major Employers							
Total Agricultural Production							
Kern County Landfill Capacity							
System Non-Recycled Waste Disposal by Jurisdiction							
Solid Waste Enterprise Fund Historical Revenues and Expenditures						x	
Historical System Waste Total Tonnage Received						x	
Solid Waste Enterprise Fund Ordinance, Fee Changes and Effective Dates						x	
Kern Medical Center General Fund/Realignment Cash				x	x		x