

COUNTY OF KERN

ANNUAL DISCLOSURE REPORT

FISCAL YEAR 2014-15



COUNTY OF KERN
COUNTY ADMINISTRATIVE OFFICE
1115 TRUXTUN AVENUE
BAKERSFIELD, CALIFORNIA
DATED: FEBRUARY 2, 2016

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

COUNTY OFFICIALS

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

TABLE OF CONTENTS

INTRODUCTION

Introduction.....	1
Applicable Issuances.....	2
County Contacts.....	4

COUNTY INFORMATION

Table 1 - Governmental Funds Budgets	5
Table 2 - General Fund Revenues and Expenditures	6
Table 3 - General Fund Balance Sheet	7
Table 4 - Breakdown of Revenue Sources	8
Table 5 - Summary of Tax Levies and Collections	9
Table 6 - Assessed Valuation.....	10
Table 7 - Principal Taxpayers	11
Table 8 - County Employment Levels	12
Table 9 - Bargaining Units.....	13
Table 10 - Membership in Employees Retirement Association.....	14
Table 11 - Retirement Association Annual Employer Contributions.....	15
Table 12 - Retirement Association Schedule of Funding Progress.....	16
Table 13 - Retirement Association Unrecognized Gains and Losses	17
Table 14 - Retirement Association Actuarial Assumptions	18
Table 15 - Retirement Association Market Value Investment Results	19
Outstanding Indebtedness	20
Table 16 - Certificates of Participation and Pension Obligation Bonds Outstanding.....	21
Table 17 - Capital Lease Obligations.....	23
Table 18 - Operating Lease Obligations	24
Table 19 - Investment Portfolio Statistics.....	25
Table 20 - Aging of Maturing Investments.....	26
Table 21 - Major Employers	27
Table 22 - Total Agricultural Production.....	28
Table 23 - Kern County Landfill Capacity.....	29
Table 24 - System Non-Recycled Waste Disposal by Jurisdiction.....	30
Table 25 - Solid Waste Enterprise Fund Historical Revenues and Expenditures	31
Table 26 - Historical System Waste Total Tonnage Received.....	32
Table 27 - Solid Waste Enterprise Fund Ordinance, Fee Changes and Effective Dates ...	33
Table 28 - Kern Medical Center General Fund/Realignment Cash	34

EXHIBIT A - Continuing Disclosure Requirements Matrix	35
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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 2014-15 fiscal year. In accordance with the disclosure regulations and the Agreements, the Fiscal Year 2014-15 Comprehensive Annual Financial Report (CAFR), the FY 2014-15 Solid Waste Enterprise Fund Audited Financial Statements and the FY 2015-16 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 within the County during the period beginning July 1, 2015 through the date of this report.

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.



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 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 7th Standard Road Corridor, and the Hageman Road at Santa Fe Way Separation of Grade. In addition, there were various Local Transportation Projects including reconstruction, 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



APPLICABLE ISSUANCES (Cont'd)

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

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



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

COUNTY OF KERN
ANNUAL DISCLOSURE REPORT
FISCAL YEAR 2014-15



TABLE 1

GOVERNMENTAL FUNDS BUDGETS

	<i>Actual 2013-14 Uses/Sources</i> ⁽¹⁾	<i>Actual 2014-15 Uses/Sources</i>	<i>Adopted 2015-16 Budget</i>
REQUIREMENTS:			
General Government	\$176,115,438	\$107,139,045	\$139,522,913
Public Protection	744,443,882	723,846,785	784,633,222
Public Ways and Facilities	59,150,225	52,816,376	74,640,835
Health and Sanitation	287,335,962	266,252,916	297,991,446
Public Assistance	495,304,459	561,847,771	640,233,760
Education	8,240,481	8,084,587	8,465,099
Recreation and Cultural	12,693,941	11,942,889	13,145,538
Debt Service	10,702,069	9,449,121	23,050,508
Contingencies and Reserves			97,757,251
Total Requirements	\$1,793,986,457	\$1,741,379,490	\$2,079,440,572
AVAILABLE FUNDS:			
Current Property Taxes	\$262,502,159	\$293,937,661	\$269,347,731
Other Taxes	162,208,712	176,524,741	158,987,121
Licenses, Permits and Franchises	37,979,971	25,641,805	20,057,443
Fines, Forfeitures and Penalties	23,584,239	23,399,468	23,945,621
Use of Money and Property	14,020,465	11,977,559	22,281,197
Aid from Other Governmental Agencies	741,007,553	744,560,695	776,673,116
Charges for Current Services	149,074,690	176,501,776	162,293,938
Miscellaneous Revenue	25,623,882	62,634,129	56,077,994
Other Financing Sources (Uses)	415,707,236	340,160,241	410,348,620
Use of Available Fund Balance			179,427,791
Total Available Funds	\$1,831,708,907	\$1,855,338,075	\$2,079,440,572

Source: County of Kern Fiscal Year 2015-16 Adopted Budget

⁽¹⁾ Adjustments to Actual FY 2013-14 previously reported in the County of Kern FY 2013-14 Annual Disclosure Report resulted from revenues being correctly reclassified.

COUNTY OF KERN
ANNUAL DISCLOSURE REPORT
FISCAL YEAR 2014-15



TABLE 2
STATEMENT OF GENERAL FUND REVENUE AND EXPENDITURES
FISCAL YEARS ENDED JUNE 30, 2012, 2013, 2014 and 2015
(Dollars in thousands)

	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>	<u>June 30, 2015</u>
<u>Revenue:</u>				
Taxes	\$329,415	\$351,176	\$337,457	\$360,017
Licenses, Permits and Franchises	11,004	11,420	12,126	13,050
Fines, Forfeitures and Penalties	14,881	17,093	16,181	14,889
Use of Money and Property	13,799	14,615	12,985	10,409
Intergovernmental Revenue	112,726	113,508	102,069	149,535
Charges for Current Services	82,511	76,647	77,145	83,255
Other Revenue	4,447	4,499	3,690	4,549
Total Revenue	\$568,783	\$588,958	\$561,653	\$635,704
<u>Expenditures:</u>				
General Government	\$96,011	\$97,802	\$108,891	\$107,628
Public Protection	338,966	367,383	393,466	391,542
Public Ways and Facilities	0	0	0	237
Health and Sanitation	44,530	44,119	44,787	41,043
Public Assistance	13,539	12,722	12,391	12,488
Education	7,740	7,744	8,038	7,919
Recreational and Cultural Services	11,813	12,300	12,560	11,831
Capital Outlay	3,920	7,375	2,150	15
Debt Service	5,967	4,944	2,986	1,982
Total Expenditures	\$522,486	\$554,389	\$585,269	\$574,685
Excess Revenues Over (Under) Expenditures	\$46,297	\$34,569	(\$23,616)	\$61,019
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	115,621	139,236	153,133	159,998
Operating Transfers Out	(110,410)	(136,306)	(155,254)	(146,297)
Inception of Capital Leases	3,920	7,375	2,150	15
Total Other Financing Sources (Uses)	\$9,131	\$10,305	\$29	\$13,716
Fund Balance at Beginning of Year	\$151,993	\$207,101	\$250,085	\$226,326
Prior Period Adjustments	(\$320)	(\$1,890)	(\$172)	(\$228)
Fund Balance at End of Year	\$207,101	\$250,085	\$226,326	\$300,833

Source: County of Kern Comprehensive Annual Financial Reports for Fiscal Years Ended June 30, 2012, 2013, 2014 and 2015.

COUNTY OF KERN
ANNUAL DISCLOSURE REPORT
FISCAL YEAR 2014-15



TABLE 3
GENERAL FUND BALANCE SHEET
AT JUNE 30, 2012, 2013, 2014 and 2015
(Dollars in Thousands)

	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>	<u>June 30, 2014</u>
Assets:				
Pooled Cash and Investments	\$93,824	\$108,835	\$110,882	\$229,810
Revolving Fund Cash	1,127	1,156	1,220	1,322
Interest Receivable	489	384	283	560
Taxes Receivable	57,610	56,836	55,042	31,926
Accrued Revenue	19,231	23,128	21,779	21,437
Due from Other Funds	66,790	92,446	66,053	45,598
Loans Receivable	3,661	12,702	23,286	699
Due from Other Agencies	2,914	1,994	1,342	4,160
Deposits with Others	205	136	136	136
Prepaid Items	6,794	701		5,457
Total Assets	\$252,645	\$298,318	\$280,023	\$341,105
Liabilities, Deferred Inflows of Resources, and Fund Balance:				
Liabilities:				
Accounts Payable	\$6,293	\$6,192	\$8,700	\$9,877
Salaries and Employee Benefits Payable	14,644	16,663	17,834	18,756
Due to Other Funds	1,580	2,021	521	6,281
Deferred Revenue	23,027			
Advances from Grantors and Third Parties		1,824	1,632	1,428
Total Liabilities	\$45,544	\$26,700	\$28,687	\$36,342
Deferred Inflows of Resources:				
Unavailable Revenue - Property Taxes		\$21,533	\$25,010	\$3,231
Unavailable Revenue - Other				699
Total Deferred Inflows of Resources		\$21,533	\$25,010	\$3,930
Fund Balance				
Nonspendable	\$21,357	\$34,005	\$42,785	\$18,088
Restricted	7,806	9,557	9,718	10,867
Committed		130	16	
Assigned	75,828	106,528	100,909	156,780
Unassigned	102,110	99,865	72,898	115,098
Total Fund Balance	\$207,101	\$250,085	\$226,326	\$300,833
Total Liabilities and Fund Balance	\$252,645	\$298,318	\$280,023	\$341,105

Source: County of Kern Comprehensive Annual Financial Reports for Fiscal Years Ended June 30, 2012, 2013, 2014, and 2015.



TABLE 4

**BREAKDOWN OF BUDGETED REVENUE SOURCES
FOR FISCAL YEAR 2015-16**

Taxes	20.60%
Licenses, Permits and Franchises	0.96%
Fines, Forfeitures and Penalties	1.15%
Use of County Property and Money	1.07%
Aid from Other Governmental Agencies	37.35%
Charges for Services	7.80%
Miscellaneous Revenues ⁽¹⁾	<u>31.07%</u>
Total	100.00%

⁽¹⁾ Includes Other Financing Sources, Balances carried forward from prior year and cancellation of prior year reserves and designations

Source: County of Kern Fiscal Year 2015-16 Adopted Budget



TABLE 5

SUMMARY OF TAX LEVIES AND COLLECTIONS FOR THE SECURED TAX ROLL
 FISCAL YEARS 2005-06 THROUGH 2014-15

(Dollars in Thousands)

<u>Fiscal Year</u>	<u>Total Levy</u>	<u>Total Collected⁽¹⁾</u>	<u>Total Collected at Fiscal Year-End as Percent of Tax Levy</u>
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%
2013-14	1,106,614	1,086,941	98.2%
2014-15	1,163,968	1,142,410	98.1%

⁽¹⁾Figures do not include redemptions of delinquent taxes or delinquency penalties.

Source: County of Kern Treasurer-Tax Collector



TABLE 6
 ASSESSED VALUATION
 FISCAL YEARS 2006-07 THROUGH 2015-16
 (Dollars in Thousands)

<i>Fiscal Year</i>	<i>Secured Assessed Valuation</i> ⁽¹⁾⁽³⁾	<i>Unsecured Assessed Valuation</i>	<i>Less Exemptions</i> ⁽²⁾	<i>Net Assessed Valuation</i> ⁽³⁾
2006-07	69,933,825	2,566,299	4,555,548	67,944,576
2007-08	78,414,096	2,727,563	5,428,634	75,713,025
2008-09	83,094,628	2,867,813	5,911,352	80,051,089
2009-10	81,120,675	3,265,233	5,501,104	78,884,804
2010-11	81,182,506	3,415,217	5,647,904	78,949,819
2011-12	82,373,823	4,302,692	5,638,234	81,038,281
2012-13	86,811,945	6,094,453	5,744,473	87,161,925
2013-14	87,709,909	7,471,075	6,098,888	89,082,096
2014-15	92,603,387	8,154,380	6,411,944	94,345,823
2015-16 ⁽⁴⁾	84,028,730	8,328,464	6,735,394	85,621,800

⁽¹⁾ Includes Aircraft and Public Utilities.

⁽²⁾ Includes all Non-subvented Exemptions, Homeowners Exemptions and Redevelopment Agency Exemptions.

⁽³⁾ Recalculated Secured Assessed Valuation per the Kern Tax Rates and Assessed Valuation Books for the years listed.

⁽⁴⁾ Value reflects decrease in oil and gas property values resulting from a decline in market price for a barrel of oil as of January 1, 2015. (For purposes of oil and gas property valuation for a fiscal year, the price of oil on the preceeding January 1 is used.)

Source: County of Kern Tax Rates and Assessed Valuations Book, FY 2006-07 through FY 2015-16



TABLE 7
 PRINCIPAL TAXPAYERS
 2015-16 SECURED TAX ROLL

<i><u>Company</u></i>	<i><u>Net Secured Assessed Value</u></i>	<i><u>Total Tax on Secured Property</u></i>
Chevron USA, Inc.	\$5,749,863,807	\$62,419,802
Occidental of Elk Hills, Inc.	4,771,385,285	52,205,684
Aera Energy, LLC	2,939,428,572	30,799,924
Berry Petroleum Co.	1,401,992,053	15,230,591
Pacific Gas & Electric Co.	901,925,254	12,610,122
Freeport McMoran Oil & Gas LLC	1,184,726,408	12,300,348
Southern California Edison Co.	757,923,326	10,595,858
Vintage Production Cal LLC	950,341,044	10,555,853
Linn Energy Holdings LLC	565,316,626	5,846,658
Paramount Farms International LLC	505,304,183	5,406,214

Source: County of Kern Tax Rates and Assessed Valuations Book, FY 2015-16



TABLE 8

COUNTY OF KERN EMPLOYMENT LEVELS
 FISCAL YEARS 2006-07 THROUGH 2015-16

<i>Fiscal Year</i> ⁽¹⁾	<i>Permanent Full-time</i>	<i>Permanent Part-time</i>
2006-07	9,033	345
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
2014-15 ⁽²⁾	9,032	255
2015-16 ⁽³⁾	9,123	262

⁽¹⁾ Figures for FY 2006-07 through 2013-14 represent numbers of authorized employees a adoption of the budget each year.

⁽²⁾ Authorized positions as of December 5, 2014

⁽³⁾ Authorized positions as of December 18, 2015

Source: Kern County Administrative Office - Human Resources Division



TABLE 9
BARGAINING UNITS

<i>Bargaining Unit</i>	<i>Number of Employees ⁽¹⁾</i>	<i>Ending Term of Labor Agreement</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 (KCCFFU)	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) ⁽³⁾	59	May 29, 2012 ⁽²⁾
Committee of Interns and Residents (CIR) SEIU Healthcare	119	October 31, 2015

⁽¹⁾ Filled positions as of December 1, 2015. Does not include Courts, Air Pollution Control District, or rehired retirees.

⁽²⁾ Effective date of current Terms and Conditions of employment.

⁽³⁾ As of April 1, 2014 UAPD no longer represents KMC Managerial and Staff Physicians.

Source: Kern County Administrative Office



TABLE 10

MEMBERSHIP IN KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
 AT JUNE 30, 2011 THROUGH JUNE 30, 2015

	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>	<u>June 30, 2015</u>
Retirees and Beneficiaries ⁽¹⁾	7,636	7,930	8,235	8,185	8,412
Active Plan Participants	<u>8,196</u>	<u>8,260</u>	<u>8,517</u>	<u>8,525</u>	<u>8,492</u>
Total	15,832	16,190	16,752	16,710	16,904

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

Source: KCERA Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2015.



TABLE 11

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

<i><u>Fiscal Year</u></i> <i><u>Ended June 30</u></i>	<i><u>Annual Required</u></i> <i><u>Contributions</u></i> ⁽¹⁾ <i><u>(in thousands)</u></i>	<i><u>Percentage</u></i> <i><u>Contributed</u></i>
2010	151,127	100%
2011	177,444	100%
2012	189,837	100%
2013	211,677	100%
2014	220,393	100%
2015	215,477	100%
2016	229,660 ⁽²⁾	N/A

Source: KCERA Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2015.

⁽¹⁾ Contributions include all plan sponsors.

⁽²⁾ Estimate includes Courts and County only.



TABLE 12

KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
SCHEDULE OF FUNDING PROGRESS

(Dollars in Thousands)

<i>Actuarial Valuation Date</i>	<i>Actuarial Value of Assets ⁽¹⁾</i>	<i>Actuarial Accrued Liability (AAL) ⁽²⁾</i>	<i>Unfunded (Overfunded) AAL</i>	<i>Funded Ratio</i>	<i>Annual Covered</i>	<i>Unfunded (Overfunded) AAL Percentage of Annual Covered Payroll</i>
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%
06/30/14	3,342,122	5,492,440	2,150,318	60.85%	555,634	387.00%
06/30/15	3,529,786	5,657,173	2,127,387	62.40%	556,824	382.06%

⁽¹⁾ Excludes assets for SRBR Reserves Unallocated to 0.5% COLA benefits and COLA Contribution Reserve. Excludes assets for Contingency Reserve (unless the Contingency Reserve is negative).

⁽²⁾ Excludes liabilities held for SRBR Reserves Unallocated to 0.5% COLA benefits.

Source: KCERA Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2014 and KCERA Actuarial Valuation as of June 30, 2015



TABLE 13

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

<i>Six-Month Period Ended</i>	<i>Investment Gain (Loss)</i>	<i>Deferred Factor</i>	<i>Deferred Return</i>
6/30/2015	\$ (20,642,498)	90%	\$ (18,578,248)
12/31/2014	(167,479,888)	80%	(133,983,910)
6/30/2014	74,319,473	70%	52,023,631
12/31/2013	153,308,491	60%	91,985,095
6/30/2013	(4,669,505)	50%	(2,334,753)
12/31/2012	91,616,654	40%	36,646,662
6/30/2012	55,171,573	30%	16,551,472
12/31/2011	(251,559,875)	20%	(50,311,975)
1/2007 - 6/2011 ⁽¹⁾	(161,618,914)	11%	(17,957,657)

⁽¹⁾ Net loss as of June 30, 2011 was combined and will be recognized over four and a half years in nine level semi-annual amounts, one semi-annual payment in the amount of \$17,957,657 remain.

Source: KCERA Actuarial Valuation as of June 30, 2015 and Kern County Employees' Retirement Association



TABLE 14

KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
 ACTUARIAL ASSUMPTIONS

<i>Actuarial Assumption</i>	<i>2013</i>	<i>2014</i> ⁽²⁾	<i>2015</i>
Interest	7.75%	7.50%	7.50%
Inflation	3.25%	3.25%	3.25%
Salary Increase ⁽¹⁾	varies	varies	varies

⁽¹⁾Varies by service, including inflation. General: 4.25% to 9.25%. Safety: 4.25% to 11.75%.

⁽²⁾ Actuarial assumption changes adopted by Retirement Board for the June 30, 2014 Valuation.

Source: KCERA Comprehensive Annual Financial Report for the Fiscal Years Ended June 30, 2014 and June 30, 2015



TABLE 15

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

<i>Year Ended</i> <i>June 30</i>	<i>Annualized</i> <i>Rate of</i> <i>Return</i> ⁽¹⁾
2008	-6.50%
2009	-21.87%
2010	13.30%
2011	19.20%
2012	1.00%
2013	10.40%
2014	15.00%
2015	2.40%

⁽¹⁾ Net of fees

Source: KCERA Comprehensive Annual Financial Report for Fiscal Years ended
June 30, 2008 through 2015.



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 1, 2015, the County issued \$180,000,000 in aggregate principal amount of its 2015-2016 Tax Revenue Anticipation Notes, which mature on June 30, 2016.

Certificates of Participation. As of June 30, 2015, the County has outstanding certificates of participation in the aggregate principal amount of \$98,575,000. 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.

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, including the 2009 Certificates of Participation (Capital Improvement Projects). A portion of the 2011 Refunding Certificates of Participation, Series A (Capital Improvement Projects) is 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.

Pension Obligation Bonds. 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, 2015 is \$49,693,439. The County began paying on Capital Appreciation Bonds (CABs) in Fiscal Year 2015-16. The total interest cost of the CABs at final maturity will be \$219,031,561. 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 August 15, 2021, and the debt service on the 1995 Pension Bonds for Fiscal Year 2015-16 is \$33,555,000.

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 refunded the Series 2003B bonds in the principal amount of \$50,000,000 through a private placement. On March 10, 2014, the County converted the 2008A Pension Obligation Refunding Bonds from an index rate to a fixed rate of 4.19%. 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.



OUTSTANDING INDEBTEDNESS (Cont'd)

The County will begin paying Capital Appreciation Bonds (CABs) on the 2003A pension obligation bonds in Fiscal Year 2023-24. The total interest cost of the CABs at that time will be \$72,347,933. The final maturity of the 2003A Pension Bonds is August 15, 2027, and debt service on the 2003A Pension Bonds for Fiscal Year 2015-16 is \$20,887,824. The final maturity of the 2008A Pension Bonds is August 15, 2027, and debt service on the 2008A Pension Bonds for Fiscal Year 2015-16 is \$2,092,500.

Privately Placed and Other Obligations. The County's outstanding principal on privately placed and other obligations is \$34,548,665 as of June 30, 2015. 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. Debt service payments on Qualified Energy Conservation Bonds are made from the General Fund, which have an outstanding principal balance of \$3,428,665, as of June 30, 2015. In 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.

Outstanding principal on the 2010 Public Services Financing Refunding Lease Revenue Bonds is \$9,905,000. The debt service payment for the Fiscal Year 2015-16 is \$904,296. Revenue from rental payments is used to fulfill this debt service obligation.

In addition to bonds, the County has outstanding principal balances on equipment capital leases, an Economic Development Bank Loan, and a California Integrated Waste Management Board loan in the amounts of \$9,363,460, \$4,921,540, and \$320,000, respectively.

COUNTY OF KERN
ANNUAL DISCLOSURE REPORT
FISCAL YEAR 2014-15



TABLE 16
CERTIFICATES OF PARTICIPATION, PRIVATELY PLACED OBLIGATIONS AND PENSION OBLIGATION
BONDS OUTSTANDING
AS OF JUNE 30, 2015

<i>Description of Issue</i>	<i>Source of Payment</i>	<i>Principal Outstanding</i>	<i>Final Maturity</i>	<i>2015-16 Payment Obligation</i>
Certificates of Participation				
2009 Certificates of Participation (Capital Improvement Projects)	General Fund	\$86,355,000	August 1, 2035	\$6,937,004
2011 Refunding Certificates of Participation (Capital Improvement Projects)	General/Kern Medical Center/Fire Funds	8,375,000	November 1, 2019	2,201,625
2011 Refunding Certificates of Participation (Solid Waste System Improvements)	Solid Waste Enterprise Fund	3,845,000	August 1, 2016	1,984,250
Subtotal Certificates of Participation		\$98,575,000		\$11,122,879
Privately Placed and Other Obligations				
Qualified Energy Conservation Bonds (Installment Purchase)	General Fund	\$3,428,665	January 12, 2026	\$478,842
Economic Development Bank Loan (5th District Curb & Gutter)	Community Development Block Grant	4,921,540	August 1, 2026	494,509
Equipment Capital Leases	Various Funds ⁽¹⁾	9,363,460	Various	4,008,811
Kern Public Services Financing Authority Lease Revenue Refunding Bonds, 2010 Series	Various Funds ⁽²⁾	9,905,000	March 1, 2032	904,296
Airport Terminal Refunding Lease/Leaseback	Airport Enterprise Fund	6,610,000	August 1, 2022	937,890
California Integrated Waste Management Board Loan	Solid Waste Enterprise Fund	320,000	September 1, 2019	64,000
Subtotal Privately Placed and Other Obligations		\$34,548,665		\$6,888,348
Pension Obligation Bonds⁽³⁾				
1995 Taxable Pension Obligation Bonds	Various Funds	\$49,693,439	August 15, 2021	\$33,555,000
2003 Taxable Pension Obligation Bonds	Various Funds	194,642,067	August 15, 2027	19,034,458
2008 Taxable Pension Obligation Refunding Bonds Series 2008A	Various Funds	50,000,000	August 15, 2027	2,092,500
Subtotal Pension Obligation Bonds		\$294,335,506		\$54,681,958
Total Long-Term Debt		\$427,459,171		\$72,693,185
Short-Term Debt				
FY 2015-16 Tax and Revenue Anticipation Notes	General Fund	\$180,000,000	June 30, 2016	\$192,565,000

⁽¹⁾ The debt service payments for the Equipment Capital Leases are made from the budget units owning the equipment.

⁽²⁾ The debt service payments for the Kern Public Services Financing Authority Lease Revenue Refunding Bonds, 2010 Series is made with the lease payments from the entities occupying the facility.

⁽³⁾ 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.

Source: Kern County Administrative Office



TABLE 17

CAPITAL LEASE OBLIGATIONS
 GOVERNMENTAL AND BUSINESS TYPE ACTIVITIES
 AS OF JUNE 30, 2015
 (Dollars in Thousands)

<u>Year Ending June 30,</u>	<u>Amount</u>
2016	\$ 4,014
2017	2,913
2018	1,780
2019	766
2020	143
2021	72
Net Minimum Lease Payments ⁽¹⁾	9,688
Less Amount Representing Interest	(386)
Present Value of Net Minimum Lease Payments	<u>\$ 9,302</u>

⁽¹⁾ Includes lower value capital leases not included on Table 17.

Source: County of Kern Fiscal Year 2014-15 Comprehensive Annual Financial Report



TABLE 18
LONG-TERM OPERATING LEASE OBLIGATIONS
AS OF JUNE 30, 2015
(Dollars in Thousands)

<u>Year Ending June 30,</u>		<u>Amount</u>
2016	\$	12,265
2017		10,240
2018		8,017
2019		6,855
2020		6,509
2021-2025		29,930
2026-2030		19,473
2031-2035		31
2036-2040		30
2041-2042		11
Total	\$	<u>93,361</u>

Source: County of Kern Fiscal Year 2014-15 Comprehensive Annual Financial Report



TABLE 19
 COUNTY OF KERN PORTFOLIO STATISTICS
 AS OF OCTOBER 31, 2015
 (Dollars in Thousands)

<u>Investments</u>	<u>Original Cost</u>	<u>Market Value</u>	<u>Average Yield to Maturity at Book Value</u>
Pooled Funds	\$48,127	\$48,127	0.360%
Supranationals	40,000	39,775	1.520%
Negotiable CDs	475,003	474,731	0.250%
Commercial Paper - Discount	399,567	399,856	0.290%
U.S. Treasuries	19,849	19,846	0.880%
Federal Agency Issues - Coupon	780,255	780,935	1.110%
Municipal Obligations	10,055	10,003	1.420%
Medium Term Notes	516,944	508,737	1.020%
Total Securities	\$2,289,800	\$2,282,010	0.750%
Cash, Accruals and Payables	101,943	101,943	N/A
Total Portfolio	\$2,391,743	\$2,383,953	

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



TABLE 20
 COUNTY OF KERN
 AGING OF MATURING INVESTMENTS
 AS OF OCTOBER 31, 2015

<u><i>Aging Interval</i></u>	<u><i>Par Value (In Thousands)</i></u>	<u><i>Percent of Portfolio</i></u>
0 - 366 days	\$1,205,282	50.86%
1 - 3 years	836,711	35.30%
3 - 5 years	328,025	13.84%
Over 5 years	0	0.00%
Total	\$2,370,018	100.00%

Source: County of Kern Treasurer-Tax Collector



TABLE 21

COUNTY OF KERN
MAJOR EMPLOYERS
AS OF JANUARY 2015

<i>Employer</i>	<i>Type of Business</i> ⁽¹⁾	<i>Estimated Number of Employees</i> ⁽²⁾
American Honda Motor Co	Automobile-Manufacturers	1,000-4,999
Bakersfield Memorial Hospital	Healthcare Services	1,000-4,999
Chevron	Energy & Natural Resources	1,000-4,999
Grimmway Enterprise	Value Added Agriculture & Farm	1,000-4,999
Marko Zaninovich Inc.	Value Added Agriculture & Farm	1,000-4,999
Mercy Hospital	Healthcare Services	1,000-4,999
Nasa/Dryden Flight Research	Research Services	1,000-4,999
Rio Tinto Minerals	Energy & Natural Resources	1,000-4,999
Robertsons Ready Mix	Concrete-Ready Mixed	1,000-4,999
San Joaquin Community Hospital	Healthcare Services	1,000-4,999
State Farm Insurance	Professional Services	1,000-4,999
Sun Pacific Farming	Value Added Agriculture & Farm	1,000-4,999
WM Bolthouse Farms	Value Added Agriculture & Farm	1,000-4,999
Wonderful Pistachios and Almonds	Value Added Agriculture & Farm	500-999

⁽¹⁾Information compiled no longer includes Government.

⁽²⁾Exact numbers are not available.

Source: California Employment Development Department



TABLE 22

TOTAL AGRICULTURAL PRODUCTION VALUES
 FOR YEARS 2009 THROUGH 2014
 (Dollars in Thousands)

	2009	2010	2011	2012	2013	2014
Fruit and Nut Crops	\$2,012,491	\$2,699,492	\$ 3,020,538	\$ 3,790,085	\$ 4,133,389	\$ 4,769,213
Field Crops and Rangeland	285,671	383,658	604,517	539,374	522,365	507,302
Vegetable Crops	541,455	694,192	684,867	714,149	686,789	648,857
Nursery Crops	63,861	67,405	61,816	100,824	111,271	93,720
Industrial and Wood Crops	11,125	10,970	14,470	15,717	14,176	18,498
Seed Crops	7,305	6,767	12,729	7,742	5,305	6,591
Livestock and Poultry	182,769	284,603	354,864	395,078	418,926	443,650
Livestock and Poultry Products	469,313	555,680	787,746	732,385	819,880	980,756
Apiary Products	41,583	54,650	55,429	56,707	57,755	83,737
Totals	\$3,615,573	\$4,757,417	\$5,596,976	\$6,352,061	\$ 6,769,856	\$ 7,552,324

Source: Kern County Agricultural Crop Reports 2010 through 2014



TABLE 23

KERN COUNTY SANITARY LANDFILLS
 CAPACITY STUDY SUMMARY AS OF JANUARY 1, 2015

<i>Landfill</i>	<i>Projected Closure Date</i>	<i>Calendar Year 2014 Disposal Tonnage</i>	<i>Calendar Year 2014 % of Total Disposal</i>	<i>Remaining Capacity (tons)</i>
Bena Phase 2A	April 2044	423,914	60%	18,728,641
Boron	June 2041	3,170	0%	88,618
Mojave-Rosamond	June 2032	9,893	1%	437,262
Ridgecrest	April 2030	50,074	7%	2,589,657
Shafter-Wasco	February 2059	139,498	20%	9,553,964
Taft	September 2076	36,934	5%	4,306,072
Tehachapi	July 2020	48,784	7%	378,473
Total		712,267	100%	36,082,687

Source: January 2015 Capacity Study, Kern County Sanitary Landfills



TABLE 24

COUNTY OF KERN
 SYSTEM NON-RECYCLED WASTE DISPOSAL BY JURISDICTION

<i><u>Jurisdiction</u></i>	<i>Waste Disposal (tons) in Calendar Year 2014</i>	<i>Percentage of Total</i>
Unincorporated Kern County	350,133	40.3%
Cities within Kern County		
Arvin	12,007	1.4%
Bakersfield	287,783	33.1%
California City	6,394	0.7%
Delano	27,618	3.2%
Maricopa	1,523	0.2%
McFarland	6,998	0.8%
Ridgecrest	24,523	2.8%
Shafter	17,508	2.0%
Taft	9,367	1.1%
Tehachapi	10,105	1.2%
Wasco	16,853	1.9%
All Cities within Kern County	420,679	48.4%
Other Jurisdictions	98,009	11.3%
Total ⁽¹⁾	868,821	100.0%

⁽¹⁾ Includes non-recycled waste from non-County operated sites.

Source: Waste Management Jurisdictional Disposal Report for Calendar 2014

COUNTY OF KERN
ANNUAL DISCLOSURE REPORT
FISCAL YEAR 2014-15



TABLE 25
COUNTY OF KERN
SOLID WASTE ENTERPRISE FUND HISTORICAL REVENUES AND EXPENDITURES
FOR FISCAL YEARS 2010-11 THROUGH 2014-15

	2010-11	2011-12	2012-13	2013-14	2014-15
Land Use Fee/Single Family Unit	\$75	\$78	\$83	\$83	\$83
Non-residential Tipping Fee	\$41	\$42	\$45	\$45	\$45
Tons Disposed	704,740	684,973	694,505	697,466	722,545
<u>Operating Revenue:</u>					
Land Use Fee	\$19,908,442	20,623,640	\$22,069,561	\$22,309,160	\$22,463,446
Gate Fee	9,059,234	9,330,678	10,512,288	11,469,839	11,829,523
Bin Fee	4,437,187	4,522,634	5,033,958	5,066,442	4,791,344
Other (includes interest income and tires)	2,353,480	2,937,971	4,426,378	2,225,238	2,343,820
Total Operating Revenue	\$35,758,344	\$37,414,922	42,042,185	41,070,679	41,428,133
<u>Operating Expense:</u>					
Salaries	\$11,916,225	\$12,572,957	\$13,264,860	\$13,612,513	\$13,799,326
Services and Supplies	14,895,012	14,792,593	14,157,509	15,359,943	15,787,471
Transfer to Closure Reserve	-	235,110	1,536,811	1,236,714	913,998
Other (excluding depreciation)	865,343	434,863	240,796	464,421	143,394
Total Operating Expense	\$27,676,579	\$28,035,524	29,199,976	30,673,591	30,644,189
Net Operating Revenue	\$8,081,764	\$9,379,399	\$12,842,209	\$10,397,088	\$10,783,944
2002 COP Principal and Interest	2,037,206	1,958,184	1,981,764	1,961,111	1,973,449
Total Debt Service	\$2,037,206	\$1,958,184	\$1,981,764	\$1,961,111	\$1,973,449
<u>Debt Service Coverage Ratio 1:</u>					
Net Operating Revenue/Total Debt Service	3.97	4.79	6.48	5.30	5.46
Net Operating Revenue After Debt Service	\$6,044,559	\$7,421,215	\$10,860,445	\$8,435,977	\$8,810,495
<u>Non-operating Revenue (Expense):</u>					
Closure Project Expense	(\$582,973)	(\$3,764,969)	(\$2,453,510)	(\$3,111,907)	(\$193,479)
Pay-as-you-go Capital Projects	(5,910,877)	(2,622,376)	(1,417,663)	(729,266)	(6,562,041)
Capital Equipment	(7,774)	(71,566)	(287,829)	(377,532)	(1,812,841)
Other Non-operating Revenue	567	522	695	135	602
Net Non-operating Revenue (Expense)	(\$6,501,057)	(\$6,458,389)	(\$4,158,307)	(\$4,218,570)	(\$8,567,759)
Net Operating Revenue After Debt Service	\$6,044,559	\$7,421,215	\$10,860,445	\$8,435,977	\$8,810,495
Net Non-operating Revenue (Expense)	(6,501,057)	(6,458,389)	(4,158,307)	(4,218,570)	(8,567,759)
Total Income (Loss)	(\$456,498)	\$962,826	\$6,702,138	\$4,217,407	\$242,736
<u>Available Funds:</u>					
Beginning Balance	\$23,682,061	\$19,113,188	\$30,486,214	\$31,577,582	\$32,552,014
Total Income (Loss)	(456,498)	962,826	6,702,138	4,217,407	242,736
Draw from Closure Reserve	847,737	7,324,520	1,224,596	2,782,875	
Draw to/from Other Reserves	-	-	(4,268,995)	(2,867,151)	(3,065,228)
Proceeds from Loans	(64,000)	(64,000)	(64,000)	(64,000)	(64,000)
Capital Lease Principal Payments	(55,976)	-	-	-	-
Other Adjustments to Available Funds	(4,840,137)	3,149,679	(2,502,371)	(3,094,699)	5,826,236
Ending Balance	\$19,113,188	\$30,486,214	\$31,577,582	\$32,552,014	\$35,491,758

Source: County of Kern Public Works Department Waste Management Division



TABLE 26

Historical System Waste Total Tonnage Received

<u>Year</u>	<u>Tonnage Amount</u>	<u>% Change</u>
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	753,656	-0.80%
2014	781,751	3.59%
2015	Unavailable	Unavailable

Source: County of Kern Public Works Department Waste Management Division



TABLE 27
Solid Waste Enterprise Fund Ordinances
Fee Changes and Effective Dates

<u>Effective</u>	<u>Ordinance</u>	<u>Land Use Fee</u>		<u>Gate Fee</u>		<u>Bin Fee</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 "SFDU Factor"	N/A	N/A	N/A	N/A
8/8/1990	G-5316	\$57.00	\$45.60 x "SFDU 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	G-6945	\$36/ton	G-6945	\$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	G-8075	\$45.00/ton	G-8075	\$2.34/CY
7/1/2014	G-8482	\$82.89	\$66.3 x Actual Number of Units	G-8075	\$45.00/ton	G-8075	\$2.34/CY
7/1/2015	G-8570	\$82.89	\$66.3 x Actual	G-8075	\$45.00/ton	G-8075	\$2.34/CY

COUNTY OF KERN
ANNUAL DISCLOSURE REPORT
FISCAL YEAR 2014-15



TABLE 28
KERN MEDICAL CENTER
GENERAL FUND / REALIGNMENT CASH
(As of June 30)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Advances Payable - Year End Balance ⁽¹⁾	\$41,247,769	\$39,367,903	\$54,866,792	\$33,740,332	\$58,171,862	\$85,400,000	\$61,313,984	\$4,580,539
County Contribution:								
Realignment for Indigent Care	\$18,607,233	\$18,205,168	\$15,170,363	\$14,383,490	\$17,623,892	\$15,700,694	\$10,500,000	\$11,910,653
Juvenile Facility ⁽²⁾	3,000,000	3,719,000	3,719,000	3,719,000	3,719,000	3,719,000	3,755,720	3,739,941
Jail Inmate ⁽²⁾	12,100,000	13,718,000	13,718,000	13,718,000	15,561,000	17,561,000	17,734,393	17,126,515
Central Plant Capital Project	-	-	-	3,000,000	-	-	-	-
County Contribution for Operations	-	-	-	-	-	-	25,801,396	9,900,000
Total County Contribution	<u>\$33,707,233</u>	<u>\$35,642,168</u>	<u>\$32,607,363</u>	<u>\$34,820,490</u>	<u>\$36,903,892</u>	<u>\$36,980,694</u>	<u>\$57,791,509</u>	<u>\$42,677,109</u>
Write-off of General Fund Loans at June 30	11,037,000	15,000,000	-	-	-	-	3,817,773	-
Total Advances & County Contribution	<u>\$85,992,002</u>	<u>\$90,010,071</u>	<u>\$87,474,155</u>	<u>\$68,560,822</u>	<u>\$95,075,754</u>	<u>\$122,380,694</u>	<u>\$122,923,266</u>	<u>\$47,257,648</u>

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

⁽²⁾ General Fund obligation

On September 26, 2014, Governor Edmund G. Brown approved Assembly Bill No. 2546 giving the County authority to establish, by ordinance, a hospital authority to manage, administer, and control the County owned and operated public hospital, Kern Medical Center (KMC). The County Board of Supervisors enacted Ordinance No. A-356 on October 6, 2015, which added Chapter 2.170 to Title 2 of the County's Ordinance Code creating the Kern County Hospital Authority (Authority). The County is completing the necessary documents and agreements for the transfer of KMC from the County to the Authority and anticipates transferring ownership of KMC and its employees to the Authority July 1, 2016. Until the transfer, KMC will remain a County owned and operated public hospital.

COUNTY OF KERN
ANNUAL DISCLOSURE REPORT
FISCAL YEAR 2014-15



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 Public Services Facility Project Refunding	2011 Solid Waste System Improvements Refunding	2011 Capital Improvement Projects Refunding
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
Estimated Direct and Overlapping Bonded Debt	x	x					