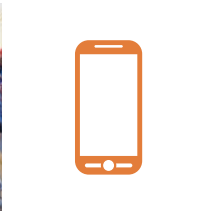
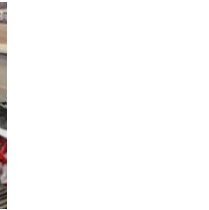


Fiscal year ended
December 31, 2019



2019 Financial Year IN REVIEW

Division of Finance | 525 N. Main #823 | Wichita, KS 67203
316-660-7591 | www.sedgwickcounty.org

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Sedgwick County...
working for you

GFOA AWARD

2019 DEMOGRAPHICS

Population **514,786**

Per Capita Income **\$56,465**

Wichita MSA Unemployment Rate (a) **3.3 percent**

Number of County Positions **2,521**

(a) Metropolitan Statistical Area

The Government Finance Officers Association of the United States and Canada (GFOA) has awarded Sedgwick County a Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2018.

The prestigious national award recognizes conformance with the highest standards for preparation of state and local government popular reports.

To receive a Certificate of Excellence in Financial Reporting, a government unit must publish a popular annual financial report, whose contents conform to program standards of creativity, presentation, understandability and reader appeal.

The Certificate of Achievement for Excellence in Financial Reporting is valid for a period of only one year. The current report continues to conform to the popular annual financial reporting requirements and will be submitted to the GFOA to determine its eligibility for another certificate.

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- 2 Sedgwick County and Economic Indicators
- 3 Accomplishments and Statistics
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- 7 Property Taxes Levied
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- 9 Fiscal Challenges and 2019 Projects
- 10 Sedgwick County Attractions and Directory



Government Finance Officers Association

Award for Outstanding Achievement in Popular Annual Financial Reporting

Presented to

**Sedgwick County
Kansas**

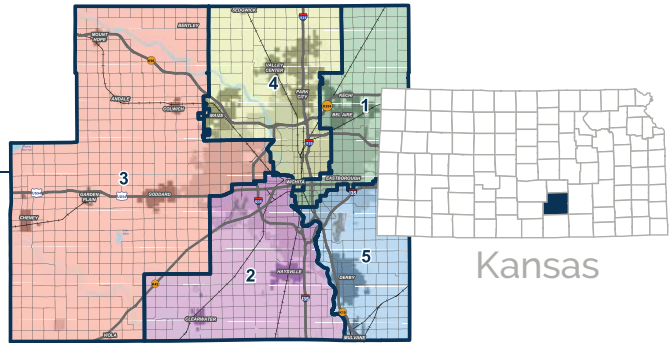
For its Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morrell
Executive Director/CEO



Sedgwick COUNTY



Located in south-central Kansas, Sedgwick County was officially established in 1867 and bears the name of Civil War hero Major General John Sedgwick of the Union Army. In 1870, Sedgwick County's first county officials were elected and the City of Wichita was selected to be the county seat. Sedgwick County occupies 1,008 square miles of land and is the second most populous of the 105 counties in Kansas, with an estimated 514,786 residents. Wichita, the largest city in the state of Kansas, is known as the "Air Capital of the World" for its internationally-recognized concentration of commercial and military airplane production and aviation services.

The County is governed by a five-member Board of Sedgwick County Commissioners that meets in regular session each Wednesday morning except for the last Wednesday of each month. The commissioners, who serve four-year terms, are full-time County officials and perform executive, legislative, and policy-related functions. The Commissioners also appoint a professional County Manager to administer most county functions, and to implement policy decisions. Tasks of the County Manager range from the management of special projects to the daily functions of approximately 2,521 full-time employees.

Economic INDICATORS

- The Wichita MSA unemployment rate in December 2019 was 3.3 percent, this was a .1 percent change from 2018.
- As of December 2019, the median home sales price in Wichita for new and existing homes was \$165,000.
- In Sedgwick County, residential property accounts for the largest percentage (62.4 percent) of the total assessed value of real property. The second largest is commercial property, comprising of 34.4 percent of the county's total assessed value of real property.
- In the Wichita MSA, manufacturing employment accounts for 16 percent of all jobs.
- Health care jobs remain the highest paying occupations in Kansas.
- The cost of living in Wichita is a moderate 91.1, almost 8.9 percent below the national urban area average.

2019 Top 10 Employers

Company	Employees
Spirit AeroSystems, Inc.	13,000
Textron Aviation	9,350
McConnell Air Force Base	5,679
Wichita Public Schools USD 259	5,614
Ascension Via Christi Health Inc.	4,413
Steven Enterprises	3,277
Koch Industries Inc.	3,100
City of Wichita	2,886
U.S. Government	2,830
Sedgwick County	2,521

Source: Wichita Business Journal,
December 2019

2019 Notable

ACCOMPLISHMENTS

- In order to provide effective and efficient law enforcement services to the community, the Sheriff's Office set a number of goals to replace aging technology and explore new technologies, including working with Sedgwick County Emergency Communications to replace the Records Management System (RMS), Jail Management System (JMS), and Computer Aided Dispatch (CAD). This multi-year project is slated for implementation in 2019/2020.
- Sedgwick County's AAA bond rating and stable financial outlook has been reaffirmed by Standard and Poor's Rating Service (S&P).
- There are large impacts on a number of systems due to behavioral health needs. COMCARE developed a pilot program to place five mental health specialists in suburban schools (\$370,906) to assist with students who may have behavioral health needs. This will allow for increased collaborations with teachers and families and support students' needs.
- As a primary sponsor, Sedgwick County worked with Greater Wichita Partnership (GWP) and other community leaders on the Riverfront Legacy Master Plan, a process which engaged the community in planning the future design of the east bank of the Arkansas River in Downtown Wichita.
- Sedgwick County also worked with GWP on several projects throughout 2019 that were announced or realized in early 2020, including a major manufacturing expansion in Maize. Two additions to the Clearwater Business Park provide jobs and capital expenditures:
 - A large cotton warehouse providing diversification into a rapidly growing agricultural sector.
 - The relocation of a Colorado based orifice and conversion fitting company.

Function/Program	2018	2019
General Government		
Number of registered voters	303,571	301,756
Number of taxable real estate parcels	215,067	216,109
Public Safety		
Average monthly number of 911 calls	41,973	44,662
Average monthly number of EMS responses	5,300	5,531
Number of residential structural fires per 100,000 households	210	185
Average monthly number of medical responses by Fire District 1	387	364
Average daily population, juveniles in detention	53	55
Average daily population in custody of Sheriff	1,421	1,529
Public Works		
Miles of road improved	106	105
Miles of road maintained	609	609
Health and Welfare		
Number of mental health program clients	13,132	15,603
Number of individuals eligible for developmental disability services	2,538	2,589
Culture and Recreation		
Number of events per year at INTRUST Bank Arena	84	93
Annual attendance at INTRUST Bank Arena	352,285	348,357
Annual attendance at Sedgwick County Zoo	504,118	518,446
Annual attendance at Sedgwick County Park	995,375	997,945
Economic Development		
Total value of merchandise moving through foreign trade zone (in millions)	\$72.2	\$42.9
Average monthly number of Sec. 8 housing clients	*	*
* Information not available Source: County operating departments		

Government-Wide SOURCES OF REVENUE

Source	2019	%	2018	%	2017
Charges for Services	\$ 71,241,325	20.4%	\$ 70,114,187	21.0%	\$ 73,115,653
Operating Grants/Contributions	\$ 47,047,644	13.5%	\$ 44,894,531	13.4%	\$ 42,376,178
Capital Grants/Contributions	\$ 3,989,463	1.1%	\$ 3,814,876	1.1%	\$ 3,128,050
Property Tax	\$ 178,745,661	51.2%	\$ 172,620,033	51.6%	\$ 166,801,051
Regular Sales Tax	\$ 30,423,553	8.8%	\$ 29,776,859	8.9%	\$ 28,073,924
Other Tax	\$ 3,592,849	1.0%	\$ 3,421,680	1.0%	\$ 3,279,473
Investment Income	\$ 13,779,510	4.0%	\$ 9,919,659	3.0%	\$ 7,972,100
Total Revenues	\$348,820,005		\$334,561,825		\$324,746,429

Charges for services revenues increased \$1.1 million in 2019. *Charges for services are fees charged to users of a service to offset the incurred cost.*

Operating grants and contributions increased \$2.1 million from 2018 to 2019. This increase is primarily due to an increase in State revenue received by COMCARE as its participating Community Mental Health Center (CMHC) contract for the 2019 State Fiscal year, and COMCARE received additional reward funds for the Community Crisis Center.

Operating grants and contributions are grant funds that are to be used specifically for the day-to-day costs of operating the program.

Capital grants and contributions increased \$0.2 million. *Capital grants and contributions are grant funds that are to be used specifically for the purchase of property, the construction, remodeling or expansions of the facility, or to purchase equipment needed to run the program.*

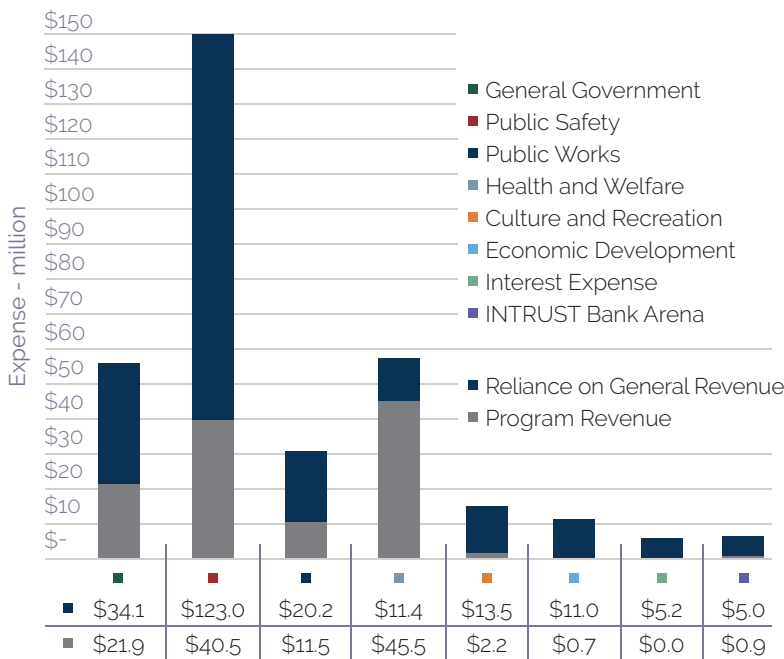
Property tax collections increased \$6.1 million; The County's assessed valuation grew 3.9 percent for 2019 budget year.

Government-Wide EXPENSES BY FUNCTION

Function	2019	%	2018	%	2017
General Government	\$ 56,019,543	16.2%	\$ 54,849,656	16.0%	\$ 52,508,805
Public Safety	\$ 163,535,655	47.3%	\$ 155,753,795	45.4%	\$ 149,481,681
Public Works	\$ 31,694,099	9.1%	\$ 33,795,769	9.8%	\$ 36,196,087
Health and Welfare	\$ 56,904,126	16.4%	\$ 54,714,236	15.9%	\$ 52,924,647
Culture and Recreation	\$ 15,679,763	4.4%	\$ 13,638,446	4.0%	\$ 12,752,767
Community Development	\$ 11,761,470	3.4%	\$ 19,385,943	5.6%	\$ 16,269,689
Interest on Long-term Debt	\$ 5,234,624	1.5%	\$ 6,301,245	1.8%	\$ 6,956,141
INTRUST Bank Arena	\$ 5,933,968	1.7%	\$ 5,294,694	1.5%	\$ 5,472,682
Total Expenses	\$346,763,248		\$343,733,784		\$332,562,499

Government wide expenses increased \$3.0 million. General government expenses increased \$1.2 million, 2.2 percent. Health and welfare expenses increased \$2.2 million or 4.0 percent. Culture and recreation expenses increased \$2.0 million or 15.4 percent. Community development expenses decreased \$7.6 million or 36 percent. Public safety expenses increased \$7.8 million, 4.9 percent.

Where Does THE MONEY COME FROM

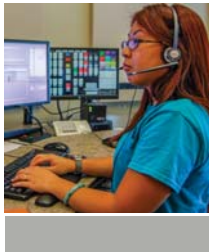


The chart to the left shows the total expenses for each function of governmental activities. The chart also shows the total program revenue for each function, as well as the total reliance on general revenues. General revenues are taxes and investment income.

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.

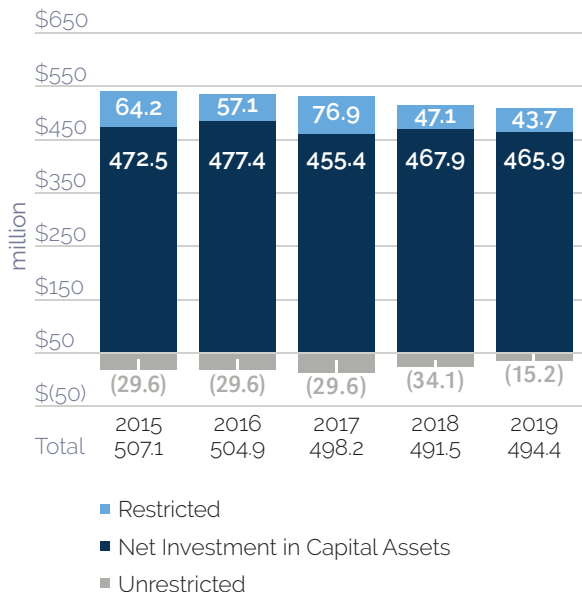
- County Appraiser - County Clerk - County Commissioners - County Counselor - County Manager - County Treasurer
Election Commissioner - Enterprise Resource Planning - Facilities Management - Financial Management
Human Resources - Metropolitan Area Planning Department - Register of Deeds
- 18th Judicial District - Department of Corrections - District Attorney - Emergency Communications
Emergency Management - Emergency Medical Service - Fire District 1 - Metropolitan Area Building and
Construction Department - Regional Forensic Science Center - Sheriff's Office
- Environmental Resources - Highways - Household Hazardous Waste - Noxious Weeds - Storm Drainage
- Animal Control - COMCARE - Department on Aging - Developmental Disability Organization - Health Department
- Exploration Place - INTRUST Bank Arena - Lake Afton & Sedgwick County Park - Sedgwick County Zoo
- Economic Opportunity - Sedgwick County Extension - Urban Redevelopment & Housing Functions

\$494.4 Million TOTAL NET POSITION



At the end of 2019, the total net position (assets minus liabilities) of Sedgwick County was \$494.4 million.

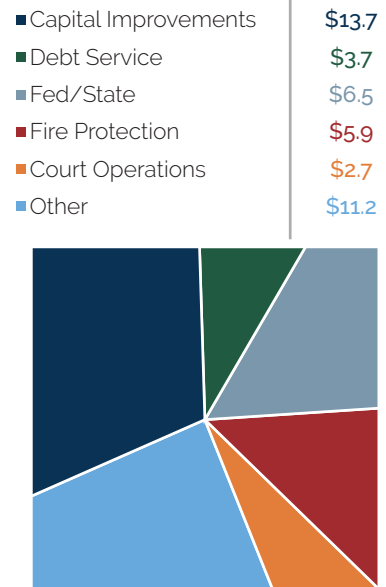
The largest portion of the County's net position, \$465.9 million (94.2 percent), is invested in capital assets (e.g. land, buildings, infrastructure, machinery and equipment) less depreciation and any related outstanding debt used to acquire those assets. Sedgwick County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.



\$43.7 Million RESTRICTED NET POSITION

Restricted net position of \$43.7 million (8.8 percent of net position) are resources that are subject to external restrictions on how they may be used.

Unrestricted net position at the end of 2019 totaled (\$15.2) million. Governmental Accounting Standards Board (GASB) Statement No. 68 requires the County to record its proportionate share of the Kansas Public Employees Retirement System (KPERS) collective net pension liability.



Property Taxes **LEVIED***



School Districts

Mill Levy

Amount Levied

Andover Jt. #385	67.736	\$ 11,989,385
Burton Jt. #369	55.072	\$ 52,147
Cheney Jt. #268	60.066	\$ 1,611,357
Circle Jt. #375	63.401	\$ 7,386,288
Clearwater Jt. #264	65.370	\$ 3,999,089
Conway Spgs. Jt. #356	48.524	\$ 150,934
Derby #260	66.004	\$ 30,262,748
Goddard #265	56.999	\$ 16,821,388
Halstead Jt. #440	50.529	\$ 524,721
Haven Jt. #312	53.648	\$ 363,378
Haysville #261	57.246	\$ 9,004,029
Kingman Jt. #331	51.765	\$ 31,905
Maize #266	59.842	\$ 28,994,245
Mulvane Jt. #263	64.511	\$ 3,438,386
Remington Jt. #206	58.412	\$ 513,833
Renwick Jt. #267	55.839	\$ 7,411,792
Rose Hill Jt. #394	64.522	\$ 1,081,305
Sedgwick Jt. #439	42.973	\$ 244,372
Valley Center Jt. #262	64.740	\$ 9,548,526
Wichita #259	53.183	\$ 154,967,543

Total School Districts

\$288,397,374

City Rates

Mill Levy

Amount Levied

Andale	49.739	\$ 362,530
Bel Aire	45.774	\$ 2,938,260
Bentley	59.232	\$ 150,205
Cheney	61.814	\$ 884,243
Clearwater	62.384	\$ 1,022,187
Colwich	57.210	\$ 750,120
Derby	48.049	\$ 11,427,126
Eastborough	61.298	\$ 890,860
Garden Plain	54.284	\$ 384,606
Goddard	33.223	\$ 1,451,924
Haysville	48.239	\$ 2,989,715
Kechi	36.760	\$ 755,996
Maize	43.043	\$ 2,381,808
Mount Hope	53.394	\$ 230,135
Mulvane	46.590	\$ 1,579,438
Park City	44.641	\$ 3,825,854
Sedgwick	74.888	\$ 131,191
Valley Center	54.955	\$ 2,953,386
Viola	24.980	\$ 17,848
Wichita	32.721	\$ 118,593,014

Total City Levies

\$153,720,446

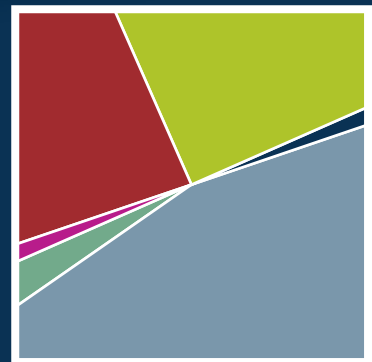
2019 property taxes levied to fund the 2020 budget.

A **Mill** is a monetary unit used to express the property tax rate. One mill is equivalent to one-thousandth of a dollar, \$1 of tax per \$1,000 of assessed valuation.

A **Levy** is a compulsory collection of monies or the imposition of taxes.

From	Amount	%
State	\$ 7,616,062	1.21%
County	\$ 149,193,574	23.82%
Cities	\$ 153,720,446	24.5%
Townships	\$ 7,088,916	1.13%
School Districts	\$ 288,397,374	46.04%
Misc. Districts	\$ 20,373,649	3.25%

Total Collected \$626,390,021



Property TAX

What the Average Homeowner Pays

Sedgwick County provides a wide range of services to citizens. The checkbook to the left shows the functions of County government and how property tax is used to fund operations. The checkbook uses property tax on a home with an assessed value of \$100,000 and shows how the property tax is used on a monthly basis.

In 2019*	Yearly	Monthly
	\$337.90	\$28.16

*2018 property taxes levied to fund the 2018 budget.



The total amount of property tax paid to the County Fire District, by the owners of a single-family home with an average market value of \$100,000 is \$208.87 per year or \$17.41 per month.

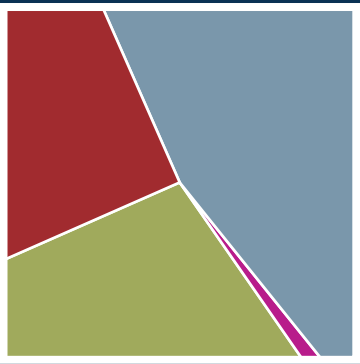
Dollar Bill ANALYSIS

Only a small portion of your property taxes goes to support Sedgwick County's operations. The below chart shows for every **\$1.00 of your property taxes paid** for a person living in the City of Wichita, Sedgwick County received approximately **25 cents**.



Sedgwick County
\$0.25

Other Local Governments
& School District \$0.75



Property Taxes:	
■ Sedgwick County	\$0.25
■ USD 259	\$0.46
■ State of Kansas	\$0.01
■ City of Wichita	\$0.28

Fiscal Challenges **GOING FORWARD**

Weather the effects of the COVID-19 pandemic on the local economy

After a successful fiscal year in 2019, where the County's net position improved over the prior year, the first quarter of 2020 has posed significant issues. On March 11, 2020, the World Health Organization declared the novel coronavirus, COVID-19, a pandemic. In a response to growing public health concerns related to COVID-19, Sedgwick County declared a state of local disaster emergency on March 16, 2020. Efforts to control the spread of the virus were implemented at both the local and State level, including limits on gatherings, stay-at-home orders that shuttered non-essential businesses, the shift of K-12 and secondary institutions to remote learning, and others. Like other governments, Sedgwick County initiated intense efforts to secure personal protective equipment, cleaning supplies, COVID-19 testing supplies, and other necessary materials. In addition to the costs, the local economy was significantly impacted, which is expected to impact short and long-term revenues. Maintaining a prudent fund balance and preserving service levels will be key focuses for the County Commission and management for the 2020 fiscal year.

Behavioral health and substance use challenges

Sedgwick County Commissioners and community partners identified a rapidly growing need for behavioral health services in our community, due in part to substance use issues. The impact is felt across the County organization, particularly the criminal justice and mental health areas. The Sedgwick County Sheriff has been chairing the Mental Health & Substance Use Coalition, which is a team of stakeholders that was assembled to develop relationships and identify solutions through partnerships, to include the County, other governments, hospital systems, advocacy groups, and others. While the best use of resources to address the challenge is being considered through 2021 budget development, it will take a cultural change that could span a generation to truly address issues.

Employee recruitment and retention

A recent market survey of the County's governmental peers showed that the County is not as competitive in terms of pay as its peers, though the County's benefit package continues to be a leader among peers. When staff positions are not filled or have delays in being filled, this presents challenges to many areas of organization, particularly those with 24/7 operations where coverage is critical. Within the context of recent economic challenges, the County is working to develop a comprehensive "total compensation" strategy to improve the County's ability to recruit and retain a highly-qualified workforce.

Planning for growth

The need for more space has been a consistent theme from public safety agencies in the last several budget cycles. The most pressing need comes from the District Court and District Attorney, both of which are currently housed in the County Courthouse; however, other significant needs across the organization and the County have also been identified. The County has developed a master plan to address capital improvement issues in the most efficient and cost-effective manner. The first step was initiated in 2019, with the expansion and remodel of administrative space at the Sheriff's Adult Detention Facility to accommodate Sheriff staff who office within the main Courthouse. This will provide additional space for the District Attorney's Office. The second step will be the acquisition of a new building for elections space, which will make space available within the Courthouse Complex to accommodate additional space needs for the District Court.

2019 PROJECTS



- A multi-use path on Rock from McConnell to Oak Knoll.
- Replacement of a bridge on 95th Street South over Cowskin Creek.
- D25 - Flood control system major maintenance and repair
- Compliance with the Americans and Disabilities Act (ADA). This project continues to provide for a logical, planned effort to comply with the ADA and the recommendations of the County's Transition Plan.
- Preventive maintenance on more than 100 miles of roads, 17 percent of the total County road system.

County **ATTRACTIONS**

- Ballet Wichita
- Botanica Gardens
- City and Town Fairs and Festivals
- Exploration Place
- FC Wichita
- INTRUST Bank Arena
- Kansas African-American Museum
- Kansas Aviation Museum
- Lake Afton Park
- Mid America All-Indian Center
- Museum of World Treasures
- Northeast Sedgwick County Park
- Old Cowtown Museum
- Sedgwick County Fair
- Sedgwick County Park
- Sedgwick County Zoo
- Wichita Art Museum
- Wichita Flight Festival
- Wichita Force Indoor Football
- Wichita Ice Center
- Wichita Open
- Wichita Orpheum Theatre
- Wichita Riverfest
- Wichita-Sedgwick County Historical Museum
- Wichita Symphony
- Wichita Thunder Hockey
- Wichita WaterWalk
- Wichita Wind Surge Baseball
- Wichita Wings Soccer

County **DIRECTORY**



Animal Control	660-7070	Extension Education Center	660-0100
Appraiser's Office	660-9000	Fire District 1	660-3473
COMCARE	660-7600	Flood Control	268-4498
Community Development	660-9863	Health Department	660-7300
County Clerk's Office	660-9222	Information Desk	660-9000
County Commissioners Office	660-9300	INTRUST Bank Arena	440-9000
County Manager	660-9393	Lake Afton Park	794-2774
Crisis Intervention Services	660-7500	Metropolitan Area Building and Construction Department	660-1840
Department of Corrections	660-7014	Metropolitan Area Planning Department	268-4421
Department on Aging	660-7298	Noxious Weeds	660-7459
Developmental Disability Organization	660-7630	Public Works	660-1777
District Attorney's Office	660-3600	Purchasing	660-7255
Division of Finance	660-7591	Regional Forensic Science Center	660-4800
Division of Human Resources	660-7050	Register of Deeds Office	660-9400
Economic Development	660-7591	Sedgwick County Park	943-0192
Election Commissioner	660-7100	Sedgwick County Zoo	660-9453
Emergency Communications	660-4977	Sheriff's Office	660-3900
Emergency Management	660-5959	Strategic Communications	660-9370
Emergency Medical Service	660-7994	Treasurer and Tag Office	660-9000
Environmental Resources	660-7200		
Exploration Place	660-0600		

Elected OFFICIALS

Commissioners

Pete Meitzner - 1st District

Michael O'Donnell, II - 2nd District

David Dennis - 3rd District

Lacey Cruse - 4th District

Jim Howell - 5th District

Kelly Arnold - County Clerk

Linda Kizzire - County Treasurer

Marc Bennett - District Attorney

Tonya Buckingham - Register of Deeds

Jeff Easter - Sheriff

Tom Stolz - County Manager

Lindsay Poe Rousseau - Chief Financial Officer



Published **JUNE 2020**

This publication provides the public with an easy-to-read overview of Sedgwick County's financial condition. The information contained in this report is derived from the 2019 Sedgwick County CAFR. The CAFR contains more detailed information about the County's finances, was prepared in conformance with Generally Accepted Accounting Principles (GAAP), and was audited by the County's independent auditors. The schedules shown in this Popular Annual Financial Report (PAFR) are different from the GAAP financial statements because accounting data has been summarized.



Sedgwick County...
working for you

Find the Comprehensive Annual Financial Report (CAFR) at sedgwickcounty.org, or contact the Sedgwick County Division of Finance at 316-660-7591 or 525 N. Main, Suite 823, Wichita, KS 67203.

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