

COUNTY OF KERN

ANNUAL DISCLOSURE REPORT

FISCAL YEAR 2003-04



County of Kern
County Administrative Office
1115 Truxtun Avenue
Bakersfield, California
Dated: January 4, 2005

COUNTY OF KERN, STATE OF CALIFORNIA

BOARD OF SUPERVISORS

Jon McQuiston	First District
Don Maben	Second District
Barbara Patrick	Third District
Ray Watson	Fourth District
Michael J. Rubio	Fifth District

COUNTY OFFICIALS

Scott E. Jones, County Administrative Officer
Phil Franey, Treasurer-Tax Collector
Ann Barnett, Auditor-Controller-County Clerk
Bernard C. Barmann, Sr., County Counsel

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2003-04 Comprehensive Annual Financial Report (CAFR)..... To Come

2003-04 Solid Waste Enterprise Fund Audited Financial Statement..... To Come

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 2003-04 Fiscal Year. In accordance with the disclosure regulations and the Agreements, the Fiscal Year 2003-04 Comprehensive Annual Financial Report (CAFR) and the FY 2003-04 Solid Waste Enterprise Fund Audited Financial Statements must be provided. Those two documents, when completed, will be forwarded to the Nationally Recognized Municipal Securities Information Repository (NRMSRs). As further documentation of the County’s commitment to continuing disclosure, the Fiscal Year 2004-05 Final County Budget is included with this Report.

This report along with the CAFR, the Solid Waste Enterprise Fund Audited Financial Statements, and the Final Budget will be filed by the County with each NRMSR. Notices of material events will be filed by the County with the Municipal Securities Rulemaking Board. 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.

APPLICABLE ISSUANCES

County of Kern Taxable Pension Obligation Bonds, Series 1995

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

County of Kern 1996 Refunding Certificates of Participation (Beale Memorial Library)

Par Amount	\$16,060,000
Dated Date	February 15, 1996
Final Maturity	December 1, 2007
CUSIP# Series	49225H

County of Kern 1996 Certificates of Participation, Series A (Capital Improvement Projects)

Par Amount \$4,795,000
Dated Date October 1, 1996
Final Maturity October 1, 2016
CUSIP# Series 49225H

County of Kern 1997 Certificates of Participation (Fire Department Projects)

Par Amount \$12,045,000
Dated Date May 1, 1997
Final Maturity May 1, 2017
CUSIP# Series 49225H

County of Kern 1999 Certificates of Participation (Capital Improvement Projects)

Par Amount \$20,470,000
Dated Date November 1, 1999
Final Maturity November 1, 2019
CUSIP# Series 49225HG

County of Kern 2002 Revenue Certificates of Participation (Solid Waste System Improvements)

Par Amount \$14,165,000
Dated Date January 1, 2002
Final Maturity August 1, 2016
CUSIP# Series 49225H

Kern Public Services Financing Authority 2002 Lease Revenue Bonds (County Services Facility Project)

Par Amount \$15,540,000
Dated Date June 1, 2002
Final Maturity March 1, 2022
CUSIP# Series 49224PA

County of Kern Taxable Pension Obligation Refunding Bonds Series 2003A

Par Amount **\$238,177,066.85**
Dated Date **May 28, 2003**
Final Maturity **August 15, 2026**
CUSIP# Series **492279CN2**
 492279CS1

County of Kern Taxable Pension Obligation Refunding Bonds Series 2003B

Par Amount **\$50,000,000**
Dated Date **May 28, 2003**
Final Maturity **August 15, 2027**
CUSIP# Series **492279CT9**

County of Kern Certificates of Participation Series 2003 (Capital Projects)

Par Amount **\$13,225,000**
Dated Date **August 14, 2003**
Final Maturity **August 1, 2023**
CUSIP# Series **492279CT9**

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.

Jeff Frapwell, Director of Budget and Finance **(661) 868-3198**
Rick Benson, Deputy County Administrative Officer **(661) 868-3198**

Fax Machine **(661) 868-3190**

Kern County Homepage **www.co.kern.ca.us**

TABLE 1
COUNTY OF KERN
MOTOR VEHICLE LICENSE FEE REVENUE
FISCAL YEARS 1993-94 THROUGH 2004-05

<u>Fiscal Year</u>	<u>Vehicle License Fee</u>
1993-94	25,385,980
1994-95	24,985,751
1995-96	26,184,235
1996-97	28,512,354
1997-98	30,188,913
1998-99	32,799,731
1999-00	37,671,421
2000-01	41,296,979
2001-02	44,120,712
2002-03	47,663,261
2003-04	37,089,739
2004-05 budgeted *	0

* Effective Fiscal Year 2004-05, as part of the State budget plan, vehicle license fees will no longer be paid to the County. To compensate for this loss of revenue, the County will receive an additional share of property taxes.

Source: Kern County Administrative Office

TABLE 2

COUNTY OF KERN
GOVERNMENTAL FUNDS BUDGETS

	Actual 2002-03 <u>Expenditures</u>	Actual 2003-04 <u>Expenditures</u>	Adopted 2004-05 <u>Budget</u>
REQUIREMENTS:			
General Government	\$85,762,821	\$85,653,973	\$92,529,472
Public Protection	322,895,430	327,997,161	316,228,201
Public Ways and Facilities	27,633,312	28,034,034	33,692,700
Health and Sanitation	189,946,442	205,406,304	152,555,190
Public Assistance	316,894,235	319,289,951	347,429,407
Education	10,204,394	8,058,601	8,693,787
Recreation and Cultural	10,276,010	11,238,352	13,041,978
Debt Service	14,509,306	12,163,154	18,422,006
Contingencies and Reserves	0	0	21,786,881
Total Requirements	\$978,121,950	\$997,841,530	\$1,048,379,622
AVAILABLE FUNDS:			
Current Property Taxes	\$125,752,325	\$130,777,271	\$187,037,896
Other Taxes	40,526,323	31,550,029	23,769,500
Licenses, Permits & Franchises	12,203,614	13,286,085	13,487,503
Fines, Forfeits & Penalties	18,505,644	20,844,720	21,042,231
Use of Money & Property Aid From Other Gov't Agencies	11,325,658	7,917,954	8,164,132
	582,733,778	566,606,529	583,278,122
Charges for Current Services	123,719,699	134,459,858	132,342,711
Miscellaneous Revenue	82,706,154	80,384,379	18,976,002
Other Financing Sources	70,416	101,498	1,485,010
Use of Available Fund Balance	(19,421,661)	11,913,207	58,796,515
Total Available Funds	\$978,121,950	\$997,841,530	\$1,048,379,622

Source: County of Kern Fiscal Year 2004-05 Final Budget

TABLE 3

COUNTY OF KERN
STATEMENT OF GENERAL FUND REVENUES AND EXPENDITURES
FISCAL YEARS ENDED JUNE 30, 2001, 2002 , 2003 AND 2004
(Dollars in thousands)

	<u>June 30, 2001</u>	<u>June 30, 2002</u>	<u>June 30, 2003</u>	<u>June 30, 2004</u>
Revenues:				
Taxes	\$101,245	\$113,436	\$121,106	\$104,020
Licenses, Permits, and Franchises	7,393	8,336	7,686	8,442
Fines, Forfeits, and Penalties	12,975	18,664	12,212	14,891
Use of Money and Property	8,570	6,673	6,264	4,686
Intergovernmental Revenues	136,999	153,592	158,739	151,326
Charges for Current Services	81,615	80,920	75,138	80,357
Other Revenues	59,786	43,556	74,085	75,513
Total Revenues	\$408,583	\$425,177	\$455,230	\$439,235
Expenditures:				
General Government	\$68,455	\$76,290	\$86,780	\$84,522
Public Protection	173,139	207,520	212,667	218,781
Health and Sanitation	80,130	69,177	86,973	101,613
Public Assistance	35,610	19,146	18,105	16,241
Education	8,339	8,868	10,137	8,055
Recreational and Cultural Services	9,843	10,591	10,268	11,231
Public Ways and Facilities	5,776	0	0	0
Capital Outlay	3,444	5,283	786	12,748
Debt Service	46	2,241	1,962	1,517
Total Expenditures	\$384,782	\$399,116	\$427,678	\$454,708
Excess Revenues Over (Under) Expenditures	\$23,801	\$26,061	\$27,552	(15,473)
Other Financing Sources (Uses):				
Operating Transfers In	\$1,764	\$51,524	\$54,794	\$46,329
Operating Transfers Out	(22,930)	(59,299)	(77,091)	(68,218)
Inception of Capital Leases	3,444	5,283	786	12,748
Total Other Financing Sources (Uses)	(17,722)	(2,492)	(21,511)	(9,141)
Fund Balance at Beginning of Year	\$61,898	\$67,977	\$92,273	\$98,314
Residual Equity Transfer	0	0	0	0
Prior Period Adjustment	0	727	0	0
Fund Balance at End of Year	\$67,977	\$92,273	\$98,314	\$73,700

Source: County of Kern Auditor-Controller-County Clerk

TABLE 4
COUNTY OF KERN
GENERAL FUND BALANCE SHEET
AT JUNE 30, 2001, 2002, 2003 and 2004
(Dollars in thousands)

	<u>June 30, 2001</u>	<u>June 30, 2002</u>	<u>June 30, 2003</u>	<u>June 30, 2004</u>
<u>Assets</u>				
Pooled Cash and Investments	86,077	118,757	138,546	38,222
Revolving Fund Cash	1,318	1,204	1,105	1,107
Interest Receivable	1,634	1,357	667	428
Loans Receivable	1,200	4,800	0	0
Taxes Receivable	0	26,718	27,648	25,179
Accrued Revenue	21,887	25,235	22,308	23,718
Due from Other Funds	9,777	8,215	8,192	7,895
Due from Other Agencies	19	0	0	1,726
Advances to Other Funds	8,540	8,225	21,817	18,104
Deposits with Others	205	205	205	205
Inventory Materials and Supplies	61	59	36	36
Total Assets	130,718	194,775	220,524	116,620
<u>Liabilities and Fund Balance</u>				
Liabilities:				
Accounts Payable	458	3,923	7,584	2,866
Accrued Expenditures/Expenses	0	0	0	0
Salaries & Employee Benefits Payable	8,673	9,754	10,586	12,222
Due to Other Funds	0	0	0	193
Due to Other Agencies	5,269	0	1	0
Tax Anticipation Note Payable	48,281	60,000	75,000	0
Loans Payable	60	2,103	1,870	0
Deferred Revenue	0	26,722	27,169	27,639
Total Liabilities	62,741	102,502	122,210	42,920
Fund Balance				
Reserved	42,637	55,027	67,965	27,552
Unreserved:				
Designated	580			
Undesignated	24,760	37,246	30,349	46,148
Total Fund Balance	67,977	92,273	98,314	73,700
Total Liabilities and Fund Balance	130,718	194,775	220,524	116,620

Source: County of Kern Auditor-Controller-County Clerk

TABLE 5
COUNTY OF KERN
BREAKDOWN OF BUDGETED REVENUE SOURCES FOR FISCAL YEAR 2004-05

Taxes	20.1%
Licenses, Permits and Franchises	1.3%
Fines, Forfeitures and Penalties	2.0%
Use of County Property and Money	0.8%
Aid from Other Governmental Agencies	55.6%
Charges for Services	12.6%
Miscellaneous Revenues	<u>7.6%</u>
 Total	 100.0%

Source: County of Kern County Administrative Office

TABLE 6
COUNTY OF KERN
SUMMARY OF TAX LEVIES AND COLLECTIONS FOR THE SECURED TAX ROLE
FISCAL YEARS 1994-95 THROUGH 2003-04
(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>
1994-95	414,796	396,880	95.7
1995-96	429,499	410,135	95.6
1996-97	447,993	430,047	96.0
1997-98	467,784	449,604	96.1
1998-99	455,527	437,657	96.1
1999-00	497,571	481,575	96.8
2000-01	518,583	502,118	96.8
2001-02	551,988	534,278	96.8
2002-03	552,471	538,096	97.4
2003-04	581,097	565,237	97.3

⁽¹⁾ Figures do not include redemptions of delinquent taxes or delinquency penalties.
Source: County of Kern Treasurer-Tax Collector

TABLE 7

COUNTY OF KERN
 ASSESSED VALUATION
 FISCAL YEARS 1996-97 THROUGH 2004-05
 (Dollars in Thousands)

<u>Fiscal Year</u>	<u>Secured Assessed Valuation⁽¹⁾</u>	<u>Unsecured Assessed Valuation</u>	<u>Less Exemptions⁽²⁾</u>	<u>Net Assessed Valuation</u>
1996-97	34,945,667	1,562,308	2,367,398	34,140,577
1997-98	37,314,419	1,569,771	2,415,848	36,468,342
1998-99	36,244,830	1,660,611	2,310,702	35,594,739
1999-00	39,795,746	2,014,539	2,418,701	39,391,584
2000-01	41,533,797	2,028,734	2,494,013	41,068,518
2001-02	44,073,635	2,109,949	2,707,745	43,475,839
2002-03	42,900,982	2,101,405	2,838,678	42,163,709
2003-04	45,111,129	2,122,090	3,031,218	44,202,001
2004-05	48,610,073	2,189,943	3,329,023	47,470,993

⁽¹⁾ Includes Aircraft and Public Utilities.

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

Source: County of Kern Tax Rates and Assessed Valuations Book, FY 1996-97 through FY 2004-05

TABLE 8

COUNTY OF KERN
PRINCIPAL TAXPAYERS
2004-05 SECURED TAX ROLL

<u>Company</u>	<u>Total Tax on Secured Property</u>	<u>Net Secured Assessed Value</u>
Chevron USA Inc.	\$39,418,907	\$3,689,675,056
Occidental of Elk Hills, Inc	36,492,388	3,427,305,838
Aera Energy LLC	33,350,656	3,214,334,005
Nuevo Energy Co	5,135,880	490,010,779
La Paloma Generating Trust LTD	5,037,723	485,005,558
Pastoria Energy Facility, LLC	4,915,345	432,500,000
Pacific Gas & Electric Co.	4,893,653	404,037,055
Sunrise Power Company, LLC	3,962,325	375,100,000
Elk Hills Power, LLC	3,580,888	335,200,000
US Borax Inc.	3,479,024	322,171,280

Source: County of Kern Tax Rates and Assessed Valuations Book FY 2004-05

TABLE 9

COUNTY OF KERN EMPLOYMENT LEVELS
FISCAL YEARS 1994-95 THROUGH 2004-05

<u>Fiscal Year⁽¹⁾</u>	<u>Permanent Full Time</u>	<u>Permanent Part Time</u>
1994-95	7,228	392
1995-96	7,186	422
1996-97	7,076	498
1997-98	7,120	531
1998-99	7,067	629
1999-00	7,367	493
2000-01	7,873	499
2001-02	8,386	472
2002-03	8,551	392
2003-04	7,846	362
2004-05	8,133	359

⁽¹⁾ Figures represent numbers as of the adoption of the budget each year.

Source: County of Kern County Administrative Office

TABLE 10

MEMBERSHIP IN KERN COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
AT JUNE 30, 2000 THROUGH JUNE 30, 2004

	<u>June 30, 2000</u>	<u>June 30,2001</u>	<u>June 30,2002</u>	<u>June 30,2003</u>	<u>June 30,2004</u>
Retirees and Beneficiaries ⁽¹⁾	5,104	5,168	5, 230	5, 448	5, 592
Active Plan Participants	<u>7,109</u>	<u>7, 572</u>	<u>8, 121</u>	<u>7,989</u>	<u>8,010</u>
Total	12,213	12, 740	13, 441	13,437	13, 602

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

Source: Kern County Employees' Retirement Association

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 7, 2004, the County issued \$110,000,000 in aggregate principal amount of its 2004-05 Tax and Revenue Anticipation Notes, which mature on June 30, 2005.

Certificates of Participation. As of June 30, 2004, the County has outstanding certificates of participation in a principal amount aggregating \$115,357,500. 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 1994 and 2002 Certificates of Participation (Solid Waste System Improvements), the County's General Fund is available to make payments with respect to all such obligations. Nonetheless, payments of principal and interest with respect to the 1986 Certificates of Participation (Kern County Public Facilities Projects) are made from a designated reserve fund. The 1991 Certificates of Participation (Kern Medical Center Emergency Facility), the 1995 Certificates of Participation (Kern Medical Center Surgical Services Facility), and a portion of the 1999 Certificates of Participation (Public Improvement Projects) are paid from the Kern Medical Center Enterprise Fund, offsetting the liability of the General Fund. Payments of principal and interest with respect to the 1996 Certificates of Participation, Series A (Golf Course Irrigation Projects) are paid from the Golf Course Enterprise Fund, offsetting the liability of the General Fund. In addition, the County expects to make payments with respect to its Certificates of Participation, Series 2003 (Capital Projects) from its Airport Enterprise fund; however, the County's General Fund will ultimately be liable for such payments. The County makes payments of principal and interest with respect to the 1994 and 2002 Certificates of Participation (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.

TABLE 11
COUNTY OF KERN
CERTIFICATES OF PARTICIPATION OUTSTANDING
AS OF JUNE 30, 2004

<u>Description of Issue</u>	<u>Source of Payment</u> ⁽¹⁾	<u>Principal Outstanding</u>	<u>Final Maturity</u>	<u>2004-05 Payment Obligation</u>
1986 Variable Rate Certificates of Participation (Kern County Public Facilities Project), Series A, B, C and D	ACO - General Fund ACO - Fire Fund	\$35,700,000	August 1, 2006	\$11,100,000 ⁽²⁾
1991 Certificates of Participation (Kern Medical Center Emergency Facility)	Kern Medical Center Enterprise Fund	\$3,750,000	December 1, 2006	\$1,411,965
1994 Certificates of Participation (Solid Waste System Improvements)	Solid Waste Enterprise Fund	\$8,800,000	August 1, 2009	\$1,735,870
1994 Certificates of Participation (Rosamond Library Project)	General Fund	\$1,352,500	October 1, 2014	\$174,750
1995 Certificates of Participation (Kern Medical Center Surgical Services Facility)	Kern Medical Center Enterprise Fund	\$1,310,000	April 1, 2005	\$1,378,775
1996 Refunding Certificates of Participation (Beale Memorial Library)	General Fund	\$7,745,000	December 1, 2007	\$1,747,230
1996 Certificates of Participation, Series A (Golf Course Irrigation Projects)	Golf Course Enterprise Fund	\$2,190,000	October 1, 2016	\$394,908
1997 Certificates of Participation (Fire Department Projects)	General Fund	\$7,575,000	May 1, 2017	\$812,603
1999 Certificates of Participation (Public Improvement Projects)	General Fund / Kern Medical Center Enterprise Fund	\$19,545,000	November 1, 2019	\$1,240,400
2002 Certificates of Participation (Solid Waste System Improvements)	Solid Waste Enterprise Fund	\$14,165,000	August 1, 2016	\$614,110
2003 Certificates of Participation (Airport Terminal & Improvements)	Airport Enterprise Fund	13,225,000	August 1, 2023	\$527,711 ⁽³⁾
Total:		<u>\$115,357,500</u>		<u>\$21,138,322</u>

(1) Except for the 1994 and 2002 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 issues; however, the County is currently making payments with respect to each such issue from the sources indicated.

(2) Budgeted debt service, consisting of actual principal and estimated interest. The interest rate with respect to these certificates is variable and reset weekly. Therefore, the actual payment obligation may differ from the amount specified.

(3) The FY 2004-05 payment obligation for the Airport Terminal & Improvements will be made utilizing the Capitalized Interest .

Source: County of Kern County Administrative Office

PENSION OBLIGATION BONDS

On November 28, 1995, the County issued \$227,818,439.25 in aggregate principal amount of its Taxable Pension Obligation Bonds, Series 1995 (the "1995 Pension Bonds"). The par amount outstanding as of June 30, 2004 is \$220,233,439. The 1995 Pension Bonds are payable from the County's General Fund. The final maturity of the 1995 Pension Bonds is August 15, 2021, and debt service on the 1995 Pension Bonds for Fiscal Year 2004-05 is approximately \$16.8 million.

On May 28, 2003, the County issued \$288,177,066.85 in aggregate principal amount of its Taxable Pension Obligation Bonds, Series 2003A and 2003B (the "2003 Pension Bonds"). The 2003 Pension Bonds are payable from the County's General Fund. The final maturity of the 2003 Pension Bonds is August 15, 2027, and debt service on the 2003 Pension Bonds for Fiscal Year 2004-05 is approximately \$11.3 million.

TABLE 12

COUNTY OF KERN CAPITAL LEASE OBLIGATIONS
 GENERAL LONG-TERM DEBT ACCOUNT GROUP
 AS OF JUNE 30, 2004
 (Dollars in thousands)

<u>Fiscal Year</u>	<u>Amount</u>
2004-05	\$3,582
2005-06	2,649
2006-07	1,830
2007-08	304
2008-09	304
2009-10	288
Net Minimum Lease Payments	8,957
Less Amount Representing Interest	(584)
Present Value of Net Minimum Lease Payments	\$8,371

Source: County of Kern Auditor-Controller-County Clerk

TABLE 13

COUNTY OF KERN PORTFOLIO STATISTICS
AS OF SEPTEMBER 30, 2004
(Dollars in Thousands)

<u>Investments</u>	<u>Book Value (in thousands)</u>	<u>Market Value (in thousands)</u>	<u>Average Yield to Maturity @ Book</u>
Bankers Acceptances	\$19,879	\$19,869	1.39%
Commercial Paper	246,507	246,504	1.74%
Federal Agency - Coupon	638,270	635,500	2.25%
Federal Agency - Discount	94,128	94,173	1.68%
Pooled Funds	34,897	34,897	1.60%
Asset Backed Securities	25,080	23,981	6.19%
Medium Term Notes	277,821	270,561	4.90%
Negotiable CDs	145,014	144,913	1.71%
Treasury Securities a	9,992	9,985	2.00%
Total Securities	\$1,491,587	\$1,480,383	2.60%
Cash & Accruals & Payables	<u>55,079</u>	<u>55,079</u>	<u>NA</u>
Total Portfolio	\$1,546,667	\$1,543,723	

Source: County of Kern Treasurer-Tax Collector

TABLE 14

COUNTY OF KERN
AGING OF MATURING INVESTMENTS
AS OF SEPTEMBER 30, 2004

<u>Aging Interval</u>	<u>Par Value (In Thousands)</u>	<u>Percent of Portfolio</u>
0 - 180 days	\$678,752	44.28 %
181 days - 1 year	220,730	14.40 %
1 - 2 years	318,090	20.75 %
2 - 5 years	315,410	20.57 %
Over 5 years	<u>0</u>	<u>0.0%</u>
TOTALS	\$1,532,982	100.0%

Source: County of Kern Treasurer-Tax Collector

TABLE 15
 MAJOR EMPLOYERS
 COUNTY OF KERN
 As of December 2003

<u>Employer</u>	<u>Type of Business</u>	<u>Number of Employees</u>
Edwards Air Force Base	Armed Forces	11,500
County of Kern	Government	7,475
China Lake Naval Air Weapons Station	Armed Forces	5,000
Giumarra Farms	Agriculture	4,200
Catholic Healthcare West	Health Care	2,600
Grimmway Enterprises	Agriculture	2,500
Wm. Bolthouse Farms, Inc.	Agriculture	2,000
City of Bakersfield	Government	1,300
Bear Creek Productions	Agriculture	1,250
ARB, Inc.	Construction Services	1,200
State Farm Insurance	Insurance	1,045
Sun World, Inc.	Agriculture	1,025
Chevron/Texaco Inc.	Petroleum	1,000
WB Picar Farm Labor Contractor	Agriculture	1,000
Pandol & Sons	Agriculture	900
San Joaquin Hospital	Health Care	880
Andrews Distribution	Agriculture	800
Seventh Standard Ranch Co.	Agriculture	800
Paramount Farms	Agriculture	800
Sun Pacific Shippers Sales	Agriculture	775

Source: Greater Bakersfield of Commerce

TABLE 16
TOTAL AGRICULTURAL PRODUCTION
COUNTY OF KERN
For Years 1999 through 2003
(Dollars in thousands)

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Fruit & Nut Crops	\$975,316	\$1,082,079	\$1,033,723	\$1,244,632	\$1,115,963
Field Crops & Rangeland	418,658	415,063	400,263	376,273	386,928
Vegetable Crops	326,061	334,161	347,191	552,230	502,360
Nursery Crops	99,129	106,234	114,598	115,383	100,702
Industrial & Wood Crops	12,710	12,369	13,459	12,431	7,717
Seed Crops	10,186	7,248	6,992	5,378	9,024
Livestock & Poultry	98,891	69,688	67,495	68,100	81,240
Livestock & Poultry Products	176,999	170,876	220,657	206,632	256,764
Apiary Products	<u>11,619</u>	<u>11,731</u>	<u>16,293</u>	<u>14,301</u>	<u>17,018</u>
Totals	\$2,128,896	\$2,209,449	\$2,220,671	\$2,586,246	\$2,477,716

Source: Kern County Agricultural Crop Reports 1999 through 2003

TABLE 17

KERN COUNTY SANITARY LANDFILLS
Capacity Study Summary as of January 1, 2004

<u>Landfill</u>	<u>Projected Closure Date</u>	<u>Calendar Year 2003 Disposal Tonnage</u>	<u>Calendar Year 2003 % of Total Disposal</u>	<u>Remaining Capacity (tons)</u>
Arvin	Closed	35,550	5%	0
Bena Phase 1 & 2A	Oct-2037	446,804	59%	23,291,646
Boron	Oct-2039	3,365	0%	146,753
Mojave-Rosamond	Apr-2014	9,637	1%	448,457
Ridgecrest	Aug-2039	57,625	8%	3,048,029
Shafter-Wasco	Jan-2027	127,136	17%	4,040,955
Taft	Sep-2121	28,320	4%	3,684,568
Tehachapi	Sep-2008	<u>46,077</u>	6%	<u>236,176</u>
Total		754,514	100%	34,492,972

Source - January 2004 Capacity Study, Kern County Sanitary Landfills.

TABLE 18
 County of Kern
 System Non-Recycled Waste Disposal By Jurisdiction

<u>Jurisdiction</u>	<u>Waste Disposal (Tons) in Calendar Year 2003</u>	<u>Percent of Total</u>
Unincorporated Kern County	318,476	41.37%
Cities Within Kern County		
Arvin	10,103	1.3%
Bakersfield	286,353	37.2%
California City	5,958	0.8%
Delano	30,453	4.0%
Maricopa	780	0.1%
McFarland	7,628	1.0%
Ridgecrest	32,742	4.3%
Shafter	20,149	2.6%
Taft	9,320	1.2%
Tehachapi	10,757	1.4%
Wasco	<u>16,775</u>	<u>2.2%</u>
All Cities Within Kern County	431,018	56.0%
Other Jurisdictions	<u>20,335</u>	<u>2.64%</u>
Total	769,829	100.0%

Source: Waste Management Jurisdictional Disposal Report for Calendar 2003

TABLE 19

COUNTY OF KERN
Solid Waste Enterprise Fund Historical Revenues and Expenditures for
Fiscal Years Ending June 30

	1999	2000	2001	2002	2003	2004
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>
Land Use Fee/Single Family Unit	57	57	57	57	57	66
Non-residential Tipping Fee	29	29	29	29	29	36
Tons Disposed	653,367	682,809	659,682	672,810	701,095	769,829
Operating Revenues						
Land Use Fee	\$11,829,649	\$11,815,758	\$12,056,617	\$12,178,142	\$12,250,692	\$14,875,516
Gate Fee	10,705,942	10,443,649	9,703,976	9,915,289	10,994,949	13,563,341
Other (includes interest income & tires)	<u>3,050,657</u>	<u>3,526,379</u>	<u>4,354,157</u>	<u>3,067,164</u>	<u>2,373,873</u>	<u>2,455,163</u>
Total Operating Revenues	\$25,586,248	\$25,785,786	\$26,114,750	\$25,161,404	\$25,619,514	\$30,894,020
Operating Expense						
Salaries	\$4,657,958	\$4,740,325	\$5,088,133	\$5,293,907	\$5,914,796	\$6,692,172
Services and Supplies	12,622,123	12,105,069	13,398,664	14,223,675	13,706,099	15,584,073
Transfer to Closure Reserve	2,433,117	958,495	1,500,000	2,737,000	1,134,497	800,000
Other (excluding depreciation)	<u>1,575,238</u>	<u>258,562</u>	<u>278,867</u>	<u>309,863</u>	<u>362,802</u>	<u>338,148</u>
Total Operating Expense	\$21,288,436	\$18,062,451	\$20,265,664	\$22,564,445	\$21,118,194	\$23,414,393
Net Operating Revenue	\$4,297,812	\$7,723,335	\$5,849,086	\$2,596,959	\$4,501,320	\$7,479,627
1994 COP Principle & Interest	81,499	1,712,462	1,626,920	1,627,428	1,577,222	1,693,788
2002 COP Principle & Interest	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>612,035</u>	<u>556,386</u>
Total Debt Service	\$81,499	\$1,712,462	\$1,626,920	\$1,627,428	\$2,189,257	\$2,250,174
Debt Service Coverage Ratio 1 Net Operating Revenue/Total Debt Service	52.73	4.51	3.60	1.60	2.06	3.32
Net Operating Revenue After Debt Service	\$4,216,313	\$6,010,873	\$4,222,166	\$968,705	\$2,312,063	\$5,229,453
Non-operating Revenue/(Expense)						
Closure Project Expense	0	0	(309,324)	(1,700,069)	(4,055,023)	(364,983)
Pay-as-you-go Capital Projects	(1,077,178)	(1,464,410)	(1,804,084)	(2,396,208)	(2,650,226)	(2,232,152)
Capital Equipment	<u>(146,500)</u>	<u>(123,492)</u>	<u>(147,123)</u>	<u>(409,445)</u>	<u>(216,782)</u>	<u>(321,681)</u>
Net Non-operating Revenue/(Expense)	(\$1,223,678)	(\$1,587,902)	(\$2,260,531)	(\$4,505,722)	(\$6,922,031)	(\$2,918,816)
Net Operating Revenue After Debt Service	4,216,313	6,010,873	4,222,166	969,531	2,312,063	5,229,453
Net Non-operating Revenue/(Expense)	<u>(1,223,678)</u>	<u>(1,587,902)</u>	<u>(2,260,531)</u>	<u>(4,505,722)</u>	<u>(6,922,031)</u>	<u>(2,918,816)</u>
Total Income/(Loss)	\$2,992,635	\$4,422,971	\$1,961,635	(\$3,536,191)	(\$4,609,968)	\$2,310,637
Available Funds						
Beginning Balance	11,036,785	14,944,419	19,271,473	21,500,605	16,732,950	4,945,140
Total Income/(Loss) (1)	2,992,635	4,422,971	1,961,635	(3,536,193)	(4,609,968)	2,310,637
Transfer From/(To) Designated Reserve				(1,211,328)		
Other Adjustments to Available Funds	<u>914,999</u>	<u>(95,917)</u>	<u>267,497</u>	<u>(10,068)</u>	<u>(7,177,843)</u>	<u>799,851</u>
Ending Balance	\$14,944,419	\$19,271,473	\$21,500,605	\$16,743,016	\$4,945,139	\$8,055,628
Debt Service Coverage Ratio 2 (Net Operating Revenue + Available Funds Beginning Balance)/Debt Service	188.16	13.24	15.44	14.81	9.70	5.52

(1) Transfers To/(From) available Funds

(2) The 1994 COP debt service shown for 1998/99 is the net amount paid from the Solid Waste Enterprise Fund.

Source: County of Kern Auditor-Controller-County Clerk