

**OKLAHOMA COUNTY, OKLAHOMA
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED JUNE 30, 2002**



**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT**

**Oklahoma County, Oklahoma
Fiscal Year Ended June 30, 2002**



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

FOR FISCAL YEAR ENDED JUNE 30, 2002

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

Carolynn Caudill, Oklahoma County Clerk

INTRODUCTORY SECTION

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For the Year Ended June 30, 2002

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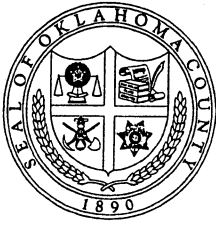
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**BOARD OF COUNTY COMMISSIONERS
OKLAHOMA COUNTY**

320 ROBERT S. KERR AVENUE
OKLAHOMA CITY, OKLAHOMA 73102
(405) 713-1500

December 23, 2002

TRANSMITTAL LETTER

COMMISSIONERS

BEVERLY HODGES
DISTRICT NO. 1

JACK CORNETT
DISTRICT NO. 2

STUART EARNEST, SR.
DISTRICT NO. 3

TO THE CITIZENS OF OKLAHOMA COUNTY:

Oklahoma County was established in 1907. The County shows its commitment to excellence in local government through strong leadership, high standards of professionalism, active citizen participation, and public accountability. As proof of that commitment, the June 30, 2002 Comprehensive Annual Financial Report (CAFR) is submitted. Additionally, this report complies with requirements of State Statutes. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the County.

The CAFR is presented in three sections.

- I. Introduction - provides an overview of the County's organization and finances.
- II. Financial - includes financial statements, notes, and reports thereon.
- III. Statistical - provides historical and current financial data on general government operations, long-term debt, property taxes, and general information on the County's growth.

Overview of Oklahoma County Government

Situated in the heart of downtown Oklahoma City, the Oklahoma County Courthouse is the hub of many diverse activities. Consisting of a Courthouse Building, a County Office Building, a County Jail, and a Juvenile Justice Center, the government of Oklahoma County employs approximately 1,600 people and is a multi-million dollar operation.

Based on the U.S. Census Bureau, Oklahoma County has an estimated 2001 population of 662,153, making it the most populous county in the State of Oklahoma. The land area of Oklahoma County is 775 square miles. While Oklahoma is known for its oil and gas industry and its agricultural base, Oklahoma County has a diverse economy of manufacturing, aerospace, service, and industrial companies. Additionally, Oklahoma County is the home to Tinker Air Force Base, which is one of the largest depots for aircraft maintenance in the Department of Defense.

Oklahoma County is a constitutional form of government comprised of eight elected officials. There are three County Commissioners which form the Board of County Commissioners, a County Clerk, a Court Clerk, a Treasurer, a Sheriff, and an Assessor. The County Budget Board is comprised of the eight elected officials and is responsible for the preparation and adoption of the

County budget and for establishing County fiscal policies. The County Excise Board, consisting of three appointed members, officially certifies budgets and financial statements for all Oklahoma County municipalities and school districts. The County Clerk is secretary to all three of these public boards. These Boards comprise the management of Oklahoma County and are responsible for the administration of County services and information presented in the Comprehensive Annual Financial Report. All county officials are represented in civil matters by the Oklahoma County District Attorney, who is an elected official representing a state judicial district that encompasses Oklahoma County.

Oklahoma County government is a subdivision of the state government, and all of the powers exercised by the County are those delegated by the State, as authorized by the State Legislature and the State Constitution. Under the provisions of the County Budget Act, adopted in 1981, Oklahoma County created a Budget Board which established uniform fiscal procedures for the preparation, adoption, execution and control of county budgets. The State Auditor and Inspector is charged with the duty of auditing the fiscal matters of Oklahoma County on an annual basis.

Financial Reporting Entity

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

Component Units

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

Oklahoma County has two component units - The Oklahoma County Finance Authority, a discretely presented component unit and the Oklahoma County Public Buildings Authority, a blended component unit. Both issue separately audited Component Unit Financial Statements (CUFS). Copies of the CUFS may be obtained from the Oklahoma County Clerk's Accounting Division.

Related Organizations

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

County Home Finance Authority, Oklahoma County Industries Authority, and Oklahoma County Industrial Authority.

Employee Retirement Systems of Oklahoma County

In accordance with Oklahoma Statutes, Oklahoma County maintains two retirement systems: the defined benefit pension plan and the defined contribution plan. Both systems are administered by a nine member Board of Trustees which includes: the Chairman of the Board of County Commissioners, the County Treasurer, the County Clerk, two members appointed by the Board of County Commissioners, and four members elected from all eligible full-time employees, including one retiree. The assets of the defined benefit plan are managed by the Oklahoma County Treasurer, while County contributions to the defined contribution plan on behalf of employees are managed by employees themselves through the Plan's third party administrator, Prudential Asset Management, Incorporated.

Local Economy and Economic Outlook

As the largest metropolitan area in the state and the home of Oklahoma County, the Oklahoma City metropolitan area accounts for 14.6 percent of the state's population, 33 percent of the state's labor force, and 33 percent of the state's personal income. The availability of low-priced real estate, an abundant skilled labor force, a low cost of doing business, and a centralized geographical location make Oklahoma County a prime location for business. These assets are the key to Oklahoma County's growth.

While the fate of the Oklahoma economy has long been linked to the energy sector, the Oklahoma City metropolitan area economy has become increasingly diverse over the past decade, largely the result of efforts by business and community leaders to better insulate the local economy from the "boom and bust" cycles of the oil industry. The metropolitan area economy is comprised of eleven major sectors that include agribusiness, government, health care, mining, manufacturing, military, wholesale and retail trade, transportation, finance, insurance and real estate. The local economy's stability is enhanced by the presence of Oklahoma state government, numerous federal agencies, and Tinker Air Force Base, which brings over 24,100 military and civilian jobs and an estimated \$1.9 billion annual economic impact to local economy.

The Oklahoma City metropolitan area economy has slowed along with the nation and will complete a second consecutive year of modest growth in 2002. Despite slowing job growth, the rate of hiring in the metro area continues to exceed the rate for the nation. Oklahoma City area non-farm job growth was .7%, compared to a .7% decline of the nation's rate. Most of the jobs lost in the recent slowdown are confined to only four industry sectors: Manufacturing, Transportation, Communication, and Public Utilities. Strength in hiring is mostly concentrated in the Services, Construction, and Retail Trade sectors. The steady performance of the Oklahoma City economy during the recession makes a strong rebound unlikely. Oklahoma State University economic forecasters predict a modest increase in the pace of hiring from .6% for all of 2002 (see table below) to .9% in 2003. The unemployment rate is also expected to increase slightly from an

average of 4.3 % for 2002 to 4.4 % in 2003, but will remain well below the 6 % unemployment rate forecast for the nation in 2003. Growth in personal income reflects the relatively strong job growth in the metro area and is expected to reach 4.9 % for 2002 before falling slightly to 4.4 % in 2003. This expected growth rate is only slightly below the 5.1 % average experienced in the 1990 to 2001 period. With OKC area job growth well ahead of the nation, the metro area is expected to gain substantial ground in per-capita personal income, reaching \$28,751, or 89 % of the expected national level of \$32,362, in 2003.

The following table depicts the composition of the Oklahoma City metro area workforce in all employment sectors, and reflects the two most recent calendar years available.

(In Thousands)	<u>2001</u>	<u>2002</u>	<u>Change</u>
Mining	7.5	7.7	.2
Construction	23.9	25.1	1.2
Manufacturing	51.2	48.2	-.3
Transportation & Public Utilities	26.3	25.3	-1.0
Wholesale	25.3	24.0	-1.3
Retail	102.3	104.0	1.7
Finance, Insurance & Real Estate	29.8	30.3	.5
Services	174.7	178.9	4.2
Government	<u>103.2</u>	<u>103.9</u>	<u>.7</u>
Total Non-Farm Employment	544.2	547.4	3.2
Annual Percentage Change			.6%

Source: U.S. Department of Labor, Bureau of Labor Statistics

As further evidence of a slowing local economy, non-residential building permits issued in the County declined from 364 in 2000 to 319 in 2001, a 12.4 % decline. In contrast the number of residential building permits increased by 12.5 %, from 3,042 permits in 2000, to 3,422 permits issued in 2001.

Economic activity in Oklahoma City area has slowed along with the nation in 2002, but just as in the last recession, the metro area is managing to add jobs as the national workforce contracts. The mild slowdown in the metro economy, however, is expected to translate into a mild recovery. The forecast calls for non-farm employment growth of .6 % for all of 2002, followed by a rebound to .9 % growth in 2003. The metro area will lag the 1.1 % job growth expected for the nation in 2003 but exceed the .7 % rate forecast for the state. Most of the job gains in 2003 are expected in the Services, Retail Trade, and Construction sectors. Only the Mining, Durable Manufacturing, Wholesale Trade, and State and Local Government sectors should experience job losses.

Opportunities for Growth through Education

Opportunities for higher education are also an important part of the Oklahoma County community. The metro area is home to several public and private colleges and universities. The University of Oklahoma in Norman is located just 20 miles south of downtown Oklahoma City. With a student enrollment of 28,582, the University of Oklahoma has a nationally-ranked College of Engineering, an outstanding health sciences program, and is a world leader in energy and meteorology research.

Oklahoma State University, with a student enrollment of 24,720 is only 65 miles northeast of Oklahoma City at Stillwater and has an Oklahoma City Branch within the County, with an enrollment of 6,522.

Other public colleges of higher education include Oklahoma City Community College in southwest Oklahoma City, with enrollment of 15,541 and Rose State College with enrollment of 11,177, a few minutes east of the downtown area. Private institutions include Oklahoma City University (OCU), with a current enrollment of 4,805 students. OCU is also a cultural attraction with art galleries and outstanding music and drama programs. Oklahoma Christian University and Southern Nazarene University are in adjacent suburbs within the County.

The University of Central Oklahoma, with an enrollment of 20,011, is 15 minutes north of Oklahoma City in Edmond, and offers a curriculum tailored to both working adults and students just out of high school.

Accountability and Budgetary Controls

The County has a comprehensive accounting and budgetary system. The County has a balanced budget and complies with requirements of the State Statutes and Oklahoma Constitution. The Budget Board of Oklahoma County has made every effort to comply with the purpose of the County Budget Act, which is:

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

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

The County Clerk supervises the Budget, Auditing, and Accounting functions of the Finance Division. The duties of that office include internal auditing of County financial records and

reports; examining claims for payment and certifying the availability of appropriations to pay claims; reviewing accounting records, property and equipment inventories, and auditing agreements and contracts whereby the County receives revenue.

Additionally, the County maintains budgetary controls to ensure compliance with legal provisions incorporated in the annual appropriated budget. The County Budget Board approves annually appropriated budgets for the General Fund and the Debt Service Fund. The level of budgetary control within the fund is by department and classification, described in Note I.D.2 of the financial statements.

General Governmental Functions

Summary Financial Information

The County General Fund reports the general government functions of the County. The General Fund budget includes most typical county activities. The following summary table depicts financial information for the County General Fund.

Revenues and Other Sources	2000-01 Actual	2001-02 Actual	Increase/ (Decrease)	Percent Change
Ad valorem Taxes	\$32,090,923	\$34,749,852	\$2,658,929	8.3%
Charges for Services	3,942,723	4,212,486	269,763	6.8%
Intergovernmental Revenues	8,961,815	9,768,485	806,670	9.0%
Interest Income	2,785,653	1,990,363	(795,290)	(28.5)%
Miscellaneous Revenues	1,831,228	1,670,256	(160,972)	(8.8)%
Transfers-In/Other Sources	9,814,414	814,123	(9,000,291)	(91.7)%
Fund Balance at Beginning of Year	9,835,195	7,809,187	(2,026,008)	(20.6)%
Total Revenues and Other Sources	\$69,261,951	\$61,014,752	\$(8,247,199)	(11.9)%
Expenditures and Other Uses	2000-01 Actual	2001-02 Actual	Increase/ (Decrease)	Percent Change
General Government	\$22,650,726	\$23,516,621	\$865,895	3.8%
Public Safety	16,664,667	16,905,740	241,073	1.4%
Health and Welfare	3,706,979	3,862,804	155,825	4.2%
Culture and Recreation	44,472	41,632	(2,840)	(6.4)%
Education	339,016	347,460	8,444	2.5%
Roads and Highways	558,733	552,058	(6,675)	(1.2)%
Capital Outlay	6,218,437	899,709	(5,318,728)	(85.5)%
Transfers-Out	11,233,297	6,739,774	(4,493,523)	(40.0)%
Total Expenditures and Other Uses	\$61,416,327	\$52,865,798	\$(8,550,529)	(13.9)%

The 8.3% increase in ad valorem property tax collections reflects the continued, strong growth in new construction throughout the County, as well as increased property values. The Transfers-In and Out show a significant decrease due to temporary cash transfers being reported for 2000-2001 but only disclosed in the 2001-2002 financial statements. Continued expansions of federally-funded job training programs produced increased Intergovernmental revenues in FY 2001-02. The sharp decrease in capital outlay is due to the \$4,765,000 of the energy management improvements to county buildings reported in 2001.

The following two tables display how each revenue and expenditure category account for shares of the respective revenue and expenditure totals. As is common with county governments, ad-valorem, or property tax revenues make up Oklahoma County's single largest source of revenue. The current property tax rate is \$10.35 per \$1,000 of assessed valuation, which reflects the legal limit allowed by Oklahoma state statutes. Historically, property tax revenue has proven to be a reliable revenue source, resisting sharp fluctuations often associated with more economic-sensitive revenues, such as a sales tax. Other significant revenue sources include intergovernmental revenues and charges for services.

Many Oklahoma County functions fall into the General Governmental category, and include such Offices as County Treasurer, County Assessor, County Clerk, and County support functions. Public Safety, primarily the Sheriff, the County Jail and Juvenile Detention Center, accounts for the second largest component of County government.

Revenue and Other Sources	Percent of Total Revenue/Other Sources
Ad Valorem Taxes	57.0%
Charges for Services	6.9%
Intergovernmental Revenues	16.0%
Interest Income	3.3%
Miscellaneous Revenues	2.7%
Transfers-In/Other Sources	1.3%
Fund Balance	12.8%

Expenditures and Other Uses	Percent of Total Expend./Other Uses
General Government	44.5%
Public Safety	32.0%
Health and Welfare	7.3%
Culture and Recreation	0.1%
Education	0.7%
Roads and Highways	1.0%
Capital Outlay	1.7%
Transfers-Out	12.7%

Governmental Fund Balances

The following tables display fund balances in Oklahoma County's Governmental Funds as of June 30, 2002, with a comparison to fund balances for the prior fiscal year.

Governmental Funds	Fund Balance at June 30, 2001	Fund Balance at June 30, 2002	Increase/ (Decrease)
General Fund	\$7,809,187	\$8,125,870	\$316,683
Special Revenue Funds	18,685,593	22,031,971	3,346,378
Debt Service Fund	29,078	6,912	(22,166)
Capital Projects Funds	2,375,785	1,752,165	(623,620)
Total	\$28,899,643	\$31,916,918	\$3,017,275

The above amounts reflect both unreserved fund balances and portions reserved for inventories and encumbrances. The increase in the General Fund and Special Revenue Fund balances can be attributed to a decrease in total expenditures along with a growth in revenue. The reduction in the Capital Projects fund balance is the result primarily of a decrease of funds transferred to the Capital Regular funds along with an increase in total expenditures for capital projects.

Pension Obligations

Reporting entity employees participate in two pension plans -a defined benefit plan and a defined contribution plan. The County's required contribution to these plans is 12% of salaries. These plans are: (1) Oklahoma County Employee Retirement Defined Benefit System, which as of June 30, 2002, had an "unfunded actuarial liability" of \$2,321,133, with a net asset market value of \$19,494,214 and (2) Defined Contribution Fund administered by Prudential Asset Management, Incorporated, in accordance with Oklahoma County Retirement Board of Trustee's policies and Plan Document, which as of June 30, 2002, had benefits due to employees, upon their qualifying for retirement benefits, and beneficiaries totaling \$58,397,662 reported at fair value. These plans are fully described in Note VI of the financial statements.

Cash Management

Each fiscal year, the County adopts formal investment policies for County funds. These policies provide general criteria for investment decisions and guidelines for investing County funds. The County's unrestricted idle cash is pooled for investments.

The County Treasurer invests primarily in direct obligations of the United States Government pledging its full faith and credit; certificates of deposit at savings and loan associations and banks which are federally insured and secured by acceptable collateral; and saving accounts at fully federally insured savings and loan associations and banks.

Risk Management

The County self-insures for health insurance, workers' compensation, and tort and liability claims. Administration of these functions is a combined effort of the County Clerk's Accounting Department, Mutual Assurance Administrators, a third party Administrator for the County's health

plans, and Consolidated Benefit Resources, a third party Administrator for worker's compensation claims. For additional information on the County's risk management activities, see Note I.E.5.

Future Capital Improvement Plans

Most the Oklahoma County's capital projects under consideration in the short-term focus on upgrading aging infrastructure in County buildings. These projects include upgrades to heating and cooling systems, replacing deteriorating plumbing and inadequate electrical wiring, exterior repairs, and elevator renovation. These projects are in various stages of planning and financing. Other long-term projects under consideration but not funded include an expansion of the County Extension facility, a new parking garage, remodeling of the Investors Capital building, renovation of courthouse space and security system for the courthouse and county annex building.

AWARDS AND RECOGNITION

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Oklahoma County for its comprehensive annual financial report for the fiscal year ended June 30, 2001. This was the eighth consecutive year that Oklahoma County has received this prestigious award (fiscal years ended 1994-2001). In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

INDEPENDENT AUDIT

In accordance with Title 19.O.S. 2001 §171, the State Statute requires an annual audit for Oklahoma County. The audit is performed by the Oklahoma State Auditor and Inspector's Office. Their examination encompassed the combined and combining individual fund statements for the fiscal year ended June 30, 2002.

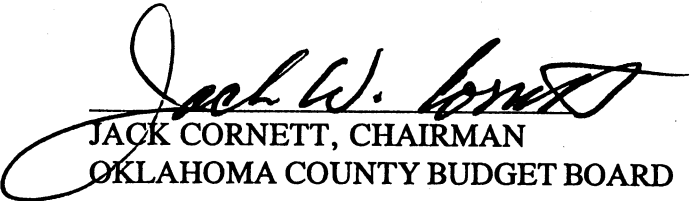
ACKNOWLEDGEMENTS


The dedicated work of the entire Finance Division of the County Clerk's office made possible the preparation of the County's Comprehensive Annual Financial Report. The County Treasurer and other accountants and administrators at various sites throughout the County provided additional, valuable help.

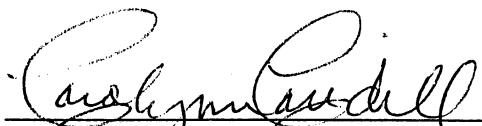
In addition, the County extends appreciation to the County Budget Board, which encourages and supports progressive accounting and reporting for both internal and external use.

Respectfully submitted:




JACK CORNETT, CHAIRMAN
OKLAHOMA COUNTY BUDGET BOARD


FORREST "BUTCH" FREEMAN,
VICE-CHAIRMAN
OKLAHOMA COUNTY BUDGET BOARD


CAROLYNN CAUDILL, SECRETARY
OKLAHOMA COUNTY BUDGET BOARD

Oklahoma County Budget Board

Jack Cornett, Chairman

Forrest "Butch" Freeman, Vice Chairman

Carolynn Caudill

Beverly Hodges

Stuart Earnest, Sr.

Mike Means

Patricia Presley

John Whetsel

County Commissioner, District 2

County Treasurer

County Clerk

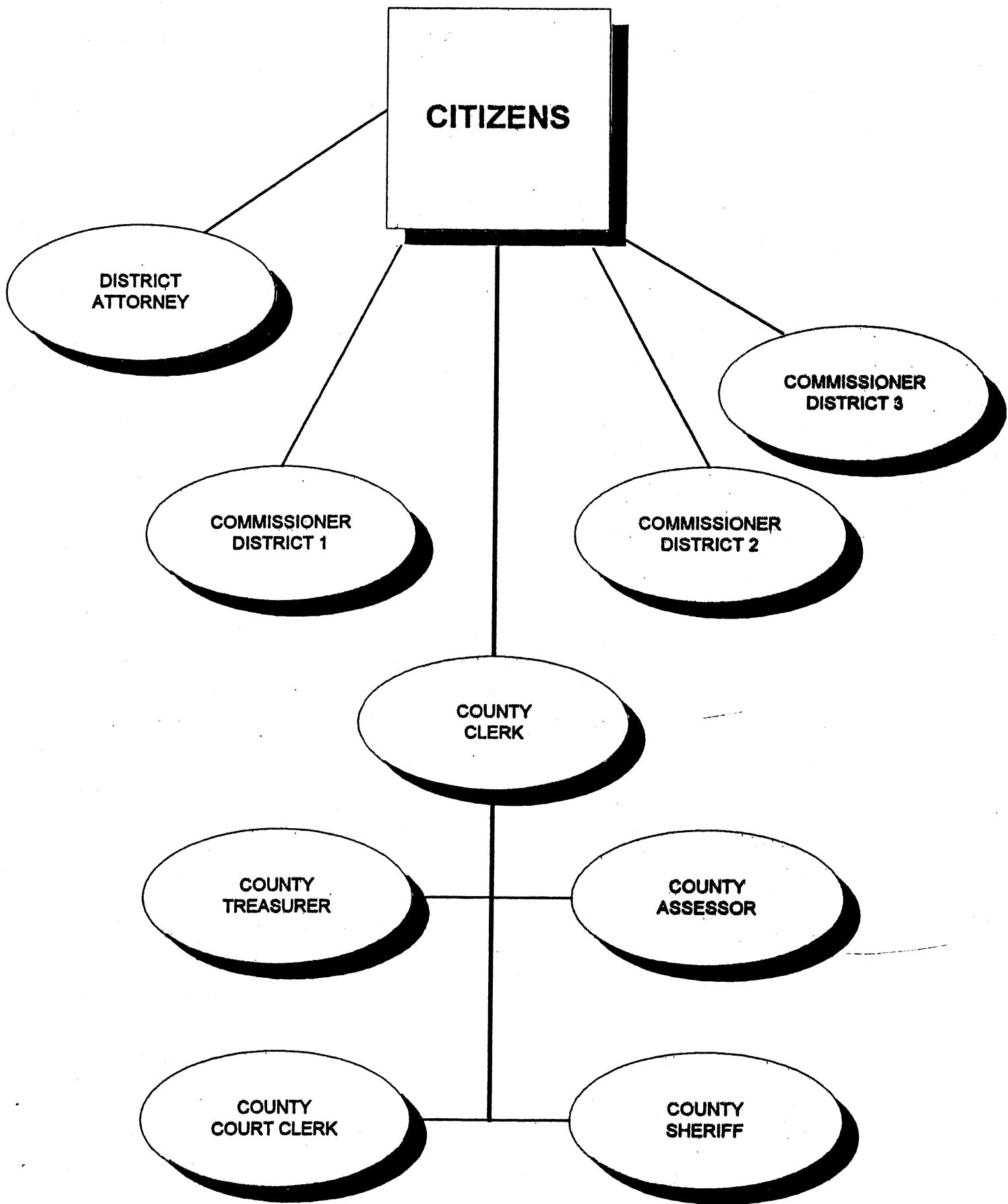
County Commissioner, District 1

County Commissioner, District 3

County Assessor

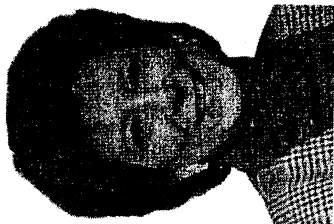
County Court Clerk

County Sheriff

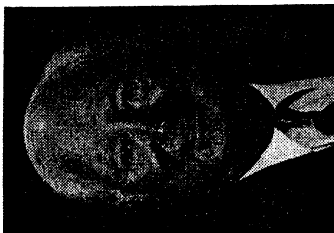


OKLAHOMA COUNTY,
OKLAHOMA

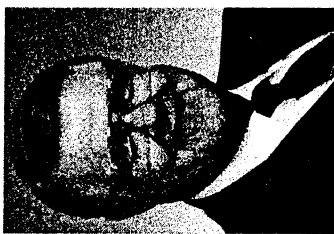
BOARD OF COUNTY COMMISSIONERS



Beverly Hodges
District No. 1

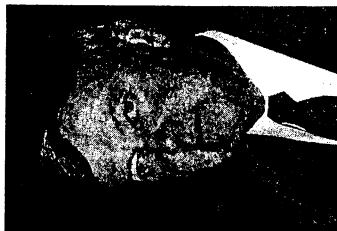


Jack Cornett
District No. 2



Stuart Earnest, Sr.
District No. 3

COUNTY TREASURER



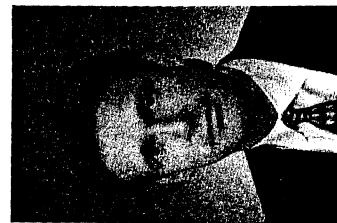
Forrest "Butch" Freeman

COUNTY CLERK



Carolynn Caudill

DISTRICT ATTORNEY



C. Wesley Lane II

DISTRICT COURT CLERK



Patricia Presley

COUNTY ASSESSOR



Mike Means

COUNTY SHERIFF



John Whetsel

EXCISE BOARD



Frank Burns
Member

EXCISE BOARD



James Harrod
Member

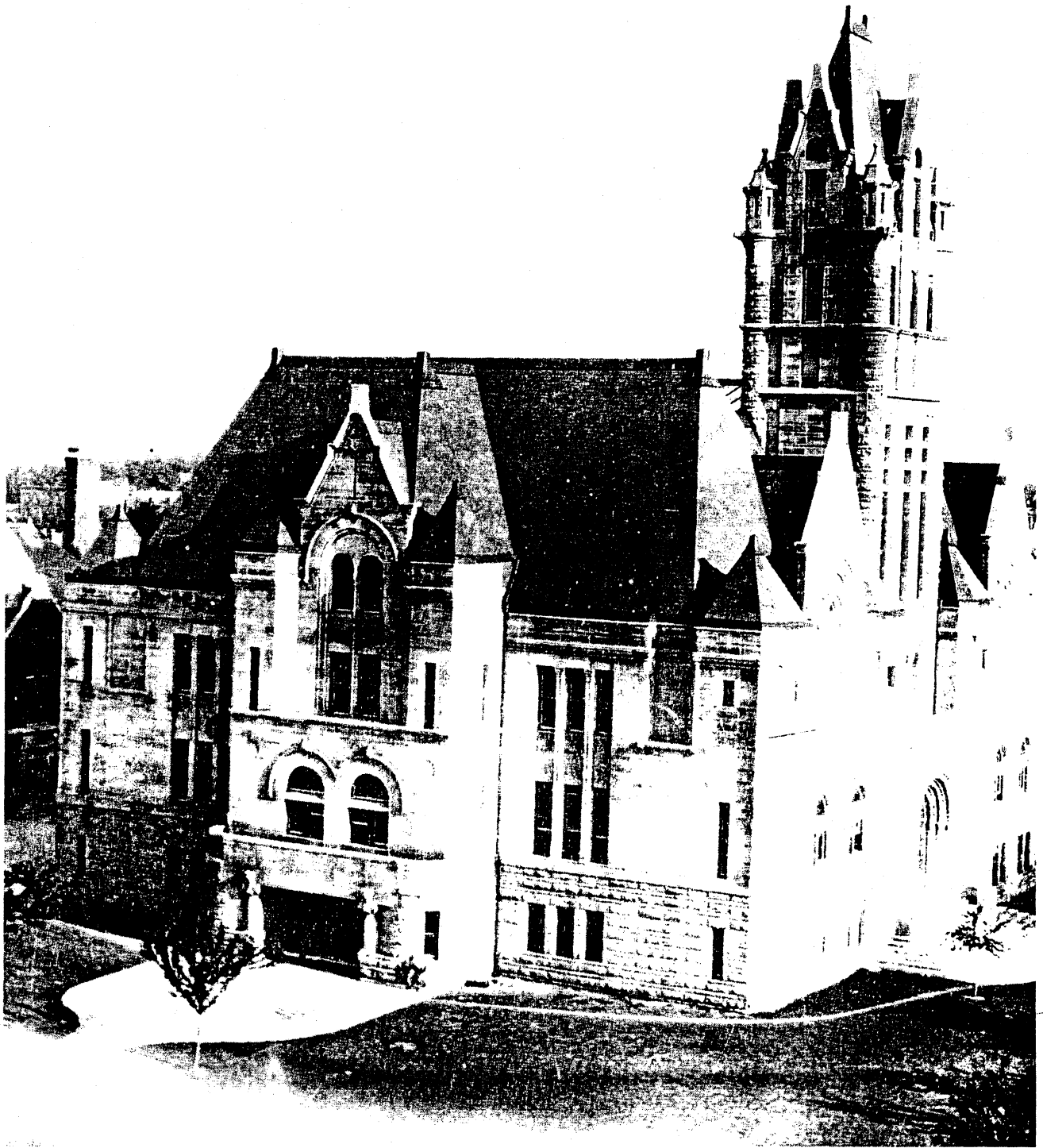
EXCISE BOARD



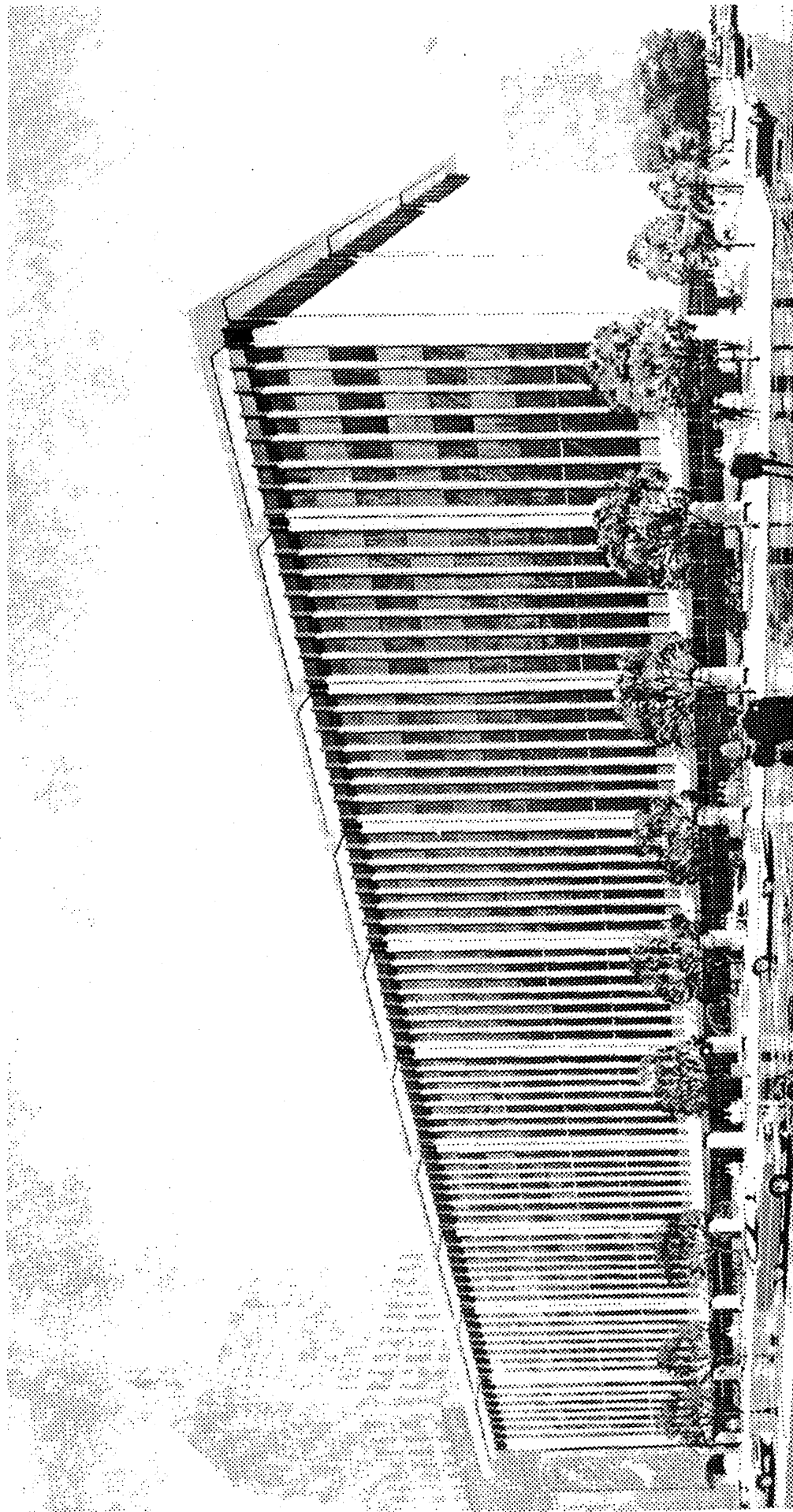
Donald Strube
Member



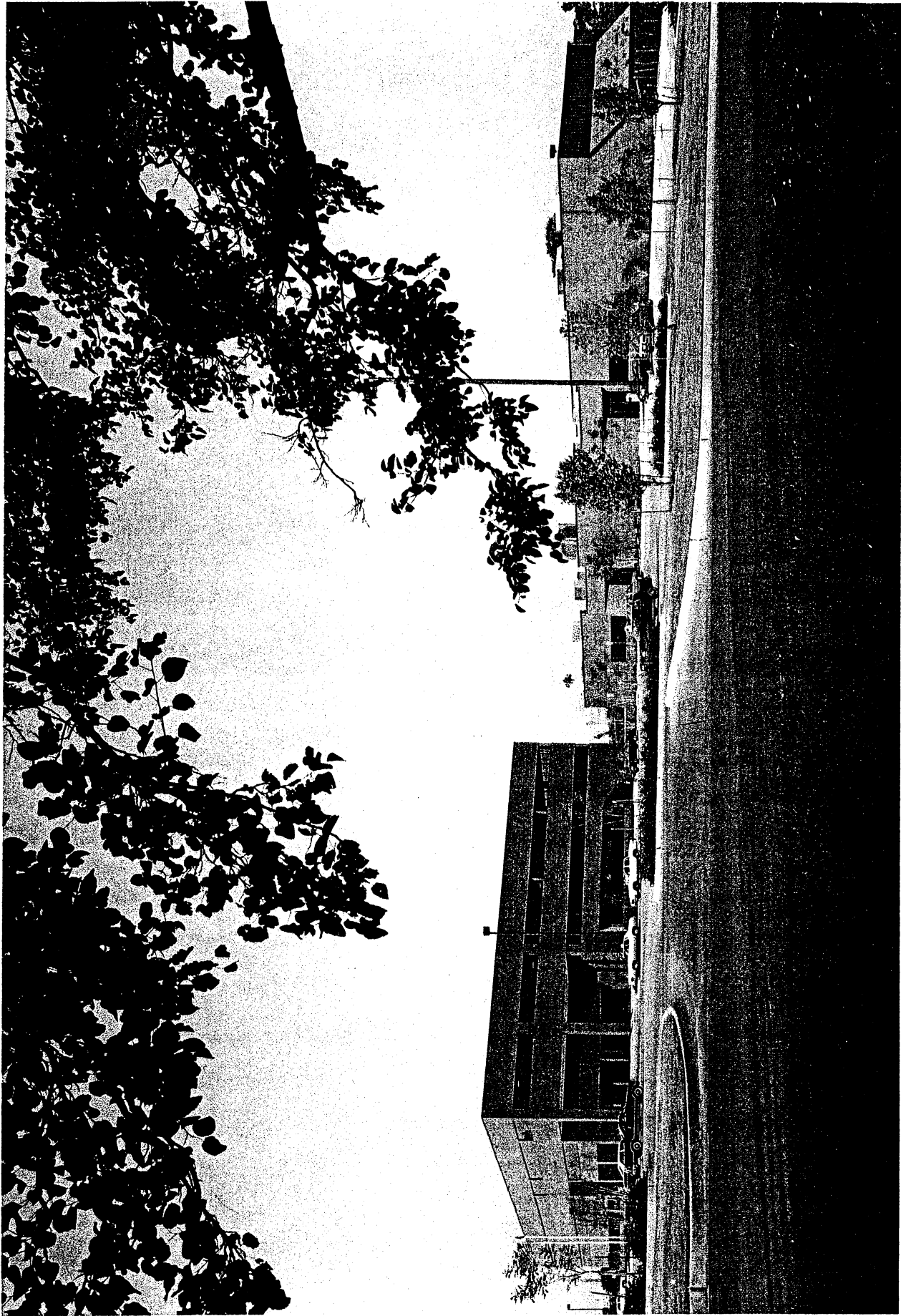
**THE OKLAHOMA COUNTY
COURTHOUSE**



**"THE ORIGINAL OKLAHOMA COUNTY COURTHOUSE
BUILT IN 1904"**



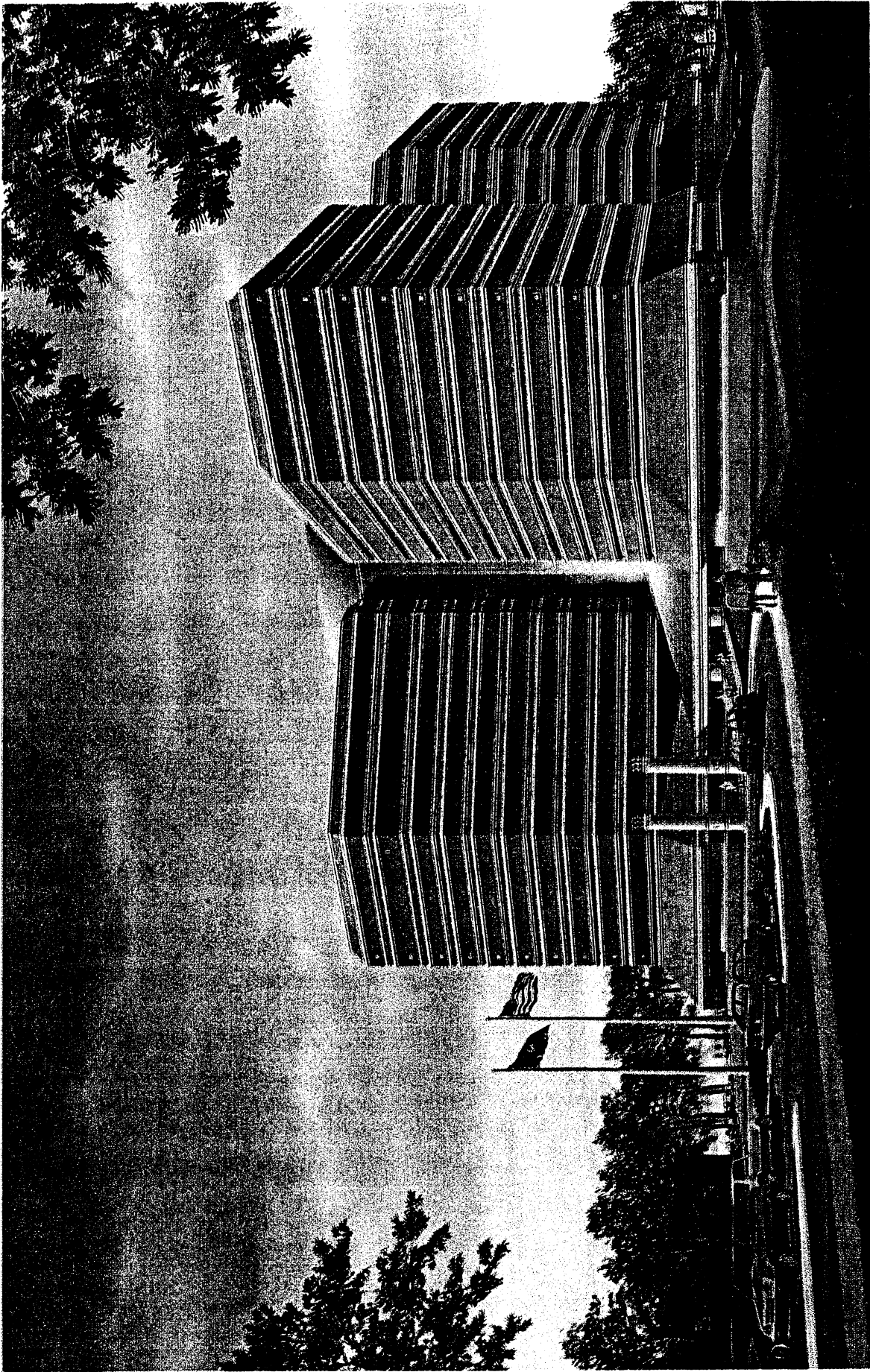
Oklahoma County Office Building



Oklahoma County Juvenile Justice Center



Oklahoma County General Assistance Building



Oklahoma County Jail Complex



County of OKLAHOMA

Financial Reporting Achievement Program of United States and Canada

The County applied to the Government Finance Officers Association of the United States and Canada for the certificate of achievement for excellence in financial reporting. This certificate of achievement is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management. The County received the National award, for its June 30, 2001, CAFR.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Oklahoma County,
Oklahoma

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2001

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Thomas D. Gruve
President

Jeffrey L. Esser
Executive Director

FINANCIAL SECTION



STATE OF OKLAHOMA
OFFICE OF THE AUDITOR AND INSPECTOR

CLIFTON H. SCOTT
STATE AUDITOR AND INSPECTOR

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OKLAHOMA CITY, OK 73105-4896
405/521-3495

INDEPENDENT AUDITOR'S REPORT

TO THE OFFICERS OF
OKLAHOMA COUNTY, OKLAHOMA

We have audited the accompanying general-purpose financial statements of Oklahoma County, Oklahoma as of and for the year ended June 30, 2002, as listed in the table of contents. These financial statements are the responsibility of Oklahoma County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Oklahoma County Employees Defined Benefit Retirement Plan included in the Pension Trust Funds, which represent 25 percent of the assets of the Pension Trust Funds, or the Oklahoma County Finance Authority, which represents 100 percent of the assets and revenue of the discretely presented component unit. Additionally, we did not audit the financial statements of the Oklahoma County Public Buildings Authority, which represents 100 percent of the assets and revenue of the Enterprise Fund, a blended component unit. Those financial statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Oklahoma County Employees Retirement System, the Oklahoma County Finance Authority and the Oklahoma County Public Building Authority is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinion.

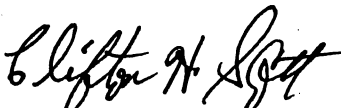
In our opinion, based on our audit and the reports of the other auditors, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of Oklahoma County as of June 30, 2002, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America .

In accordance with *Government Auditing Standards*, we have also issued our report dated December 3, 2002, on our consideration of Oklahoma County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit. This report is issued under separate cover in the Oklahoma County Single Audit Report.

The combining and individual fund financial statements listed in the table of contents are presented for the purposes of additional analysis and are not required part of the general-purpose financial statements of Oklahoma County. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general-purpose financial statements taken as a whole.

The accompanying information as listed in the table of contents under the Introduction and Statistical Sections is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been audited by us, and accordingly, we express no opinion on such data.

Sincerely,


CLIFTON H. SCOTT
State Auditor and Inspector

December 3, 2001

Oklahoma County, Oklahoma

GENERAL PURPOSE FINANCIAL STATEMENTS (GPFS)

The GPFS, also called the Combined Statements, are intended to provide a summary of the financial position and results of operation for all fund types and a summary of the financial position for all account groups. The GPFS include the independent auditors' report and the notes to the financial statements. The GPFS are "liftable" and may be published as a separate document from the Comprehensive Annual Financial Report for those readers who require less detailed financial information.

OKLAHOMA COUNTY, OKLAHOMA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS and
DISCRETELY PRESENTED COMPONENT UNIT
June 30, 2002
with comparative totals for June 30, 2001

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types
	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Enterprise	Trust & Agency
Assets and Other Debits							
Cash and Investments	\$7,446,712	\$19,615,845	\$6,052	\$1,749,867	\$1,209,803		\$120,689,299
Ad Valorem Taxes Receivable	542,095		852				3,721,572
Ad Valorem Tax Interest		679,417					
Interest Receivable	38,529	1,617	8	2,498	894		122,219
Contributions Receivable							
Notes Receivable-Current	8,702						
Notes Receivable-Non Current							
Due from:							
Federal government		109,722					
State government	527,523	1,060,221					1,067,999
Local government	151,283	232,313			231,218		34,814
Officer's Depository Accounts	259,942	163,912					
Inventory	120,482	639,087					
Restricted Assets:							
Cash and Cash Equivalents						\$310,635	
Investments						1,006,185	
Accounts Receivable						27,724	
Accrued Interest Receivable						14,736	
Bond issue costs						49,441	
Property and Equipment (Net of Accumulated Depreciation in Proprietary Funds)						4,888,913	
Other Debits:							
Amount Available for Debt Service							
Amount to be Provided for:							
Capital Leases							
Retirement of Judgments							
Compensated Absences							
Total Assets and Other Debits	\$9,095,268	\$22,502,134	\$6,912	\$1,752,365	\$1,441,915	\$6,297,634	\$125,635,903
Liabilities, Fund Equity and Other Credits							
Liabilities:							
Warrants Payable							\$1,635,739
Accounts Payable	\$969,398	\$470,163		\$200	\$2,782,371		9,857
Unearned Income							
Due to Other Taxing Jurisdictions							20,190,676
Due to Other Funds							259,942
Due to Others							25,647,813
Compensated Absences Payable							
Liabilities Payable from Restricted Assets:							
Accrued Interest Payable						\$63,191	
Current Portion of Long-Term Obligation						340,000	
Capitalized Lease Obligations Payable							
Revenue Bonds Payable						5,130,000	
Discount on Bonds						(100,204)	
Judgments Payable							
Total Liabilities	969,398	470,163	0	200	2,782,371	5,432,987	47,744,027
Equity and Other Credits:							
Contributed Capital						5,285,658	
Investment in General Fixed Assets							
Retained Earnings:							
Reserved for Encumbrances					46,304		
Unreserved					(1,386,760)	(4,421,011)	
Fund Balance:							
Reserved:							
Reserved for Encumbrances	3,897,431	2,248,597		277,850			
Reserved for Inventory	120,482	639,087					
Reserved for Non-Current Receivables							
Reserved for Pension Benefits							77,891,876
Reserved for Debt Service			6,912				
Unreserved:							
Designated for Capital Projects				1,474,315			
Undesignated	4,107,957	19,144,287					
Total Fund Equity and Other Credits	8,125,870	22,031,971	6,912	1,752,165	(1,340,456)	864,647	77,891,876
Total Liabilities, Fund Equity and Other Credits	\$9,095,268	\$22,502,134	\$6,912	\$1,752,365	\$1,441,915	\$6,297,634	\$125,635,903

(Continued)

**OKLAHOMA COUNTY, OKLAHOMA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS and
DISCRETELY PRESENTED COMPONENT UNIT
June 30, 2002
with comparative totals for June 30, 2001**

	Accounts Groups		Total (Memorandum Only)	Component Unit	Totals (Memorandum Only) Reporting Entity	
	General Fixed Assets	General Long- Term Debt	Primary Government		2002	2001
Assets and Other Debits						
Cash and Investments			\$150,717,578	\$1,271,863	\$151,989,441	\$143,847,332
Ad Valorem Taxes Receivable			4,264,519		4,264,519	5,079,524
Ad Valorem Tax Interest			679,417		679,417	683,520
Interest Receivable			165,765	10,183	175,948	293,219
Contributions Receivable						253
Notes Receivable-Current			8,702		8,702	8,449
Notes Receivable-Non Current						8,702
Due from:						
Federal government			109,722		109,722	527,332
State government			2,655,743		2,655,743	2,722,999
Local government			649,628		649,628	569,730
Officer's Depository Accounts			423,854		423,854	402,177
Inventory			759,569		759,569	606,453
Restricted Assets:						
Cash and Cash Equivalents			310,635		310,635	216,156
Investments			1,006,185		1,006,185	1,030,327
Accounts Receivable			27,724	219,518	247,242	183,422
Accrued Interest Receivable			14,736		14,736	14,919
Bond issue costs			49,441		49,441	
Property and Equipment (Net of Accumulated Depreciation in Proprietary Funds)	\$117,586,924		122,475,837	1,208	122,477,045	123,225,568
Other Debits:						
Amount Available for Debt Service		\$6,912	6,912		6,912	37,488
Amount to be Provided for:						
Capital Leases		8,836,510	8,836,510		8,836,510	9,344,929
Retirement of Judgments		472,255	472,255		472,255	39,179
Compensated Absences		2,846,719	2,846,719		2,846,719	2,880,900
Total Assets and Other Debits	\$117,586,924	\$12,162,396	\$296,481,451	\$1,502,772	\$297,984,223	\$291,722,578
Liabilities, Fund Equity and Other Credits						
Liabilities:						
Warrants Payable			\$1,635,739		\$1,635,739	\$1,422,867
Accounts Payable			4,231,989	\$1,736	4,233,725	4,522,894
Unearned Income				7,503	7,503	
Due to Other Taxing Jurisdictions			20,190,676		20,190,676	20,850,730
Due to Other Funds			259,942		259,942	402,177
Due to Others			25,647,813		25,647,813	19,297,636
Compensated Absences Payable		\$2,846,719	2,846,719		2,846,719	2,880,900
Liabilities Payable from Restricted Assets:						
Accrued Interest Payable			63,191		63,191	66,604
Current Portion of Long-Term Obligation			340,000		340,000	325,000
Capitalized Lease Obligations Payable		8,836,510	8,836,510		8,836,510	9,344,929
Revenue Bonds Payable			5,130,000		5,130,000	5,470,000
Discount on Bonds			(100,204)		(100,204)	
Judgments Payable		479,167	479,167		479,167	76,667
Total Liabilities	0	12,162,396	69,561,542	9,239	69,570,781	64,660,204
Equity and Other Credits:						
Contributed Capital			5,285,658		5,285,658	5,285,658
Investment in General Fixed Assets	\$117,586,924		117,586,924		117,586,924	116,581,213
Retained Earnings:						
Reserved for Encumbrances			46,304		46,304	4,700
Unreserved			(5,807,771)	1,493,533	(4,314,238)	(2,585,720)
Fund Balance:						
Reserved:						
Reserved for Encumbrances			6,423,878		6,423,878	6,095,350
Reserved for Inventory			759,569		759,569	606,453
Reserved for Non-Current Receivables						8,702
Reserved for Pension Benefits			77,891,876		77,891,876	78,876,880
Reserved for Debt Service			6,912		6,912	29,078
Unreserved:						
Designated for Capital Projects			1,474,315		1,474,315	1,772,936
Undesignated			23,252,244		23,252,244	20,387,124
Total Fund Equity and Other Credits	117,586,924	0	226,919,909	1,493,533	228,413,442	227,062,374
Total Liabilities, Fund Equity and Other Credits	\$117,586,924	\$12,162,396	\$296,481,451	\$1,502,772	\$297,984,223	\$291,722,578

OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
ALL GOVERNMENTAL FUND TYPES
For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001

	Governmental Fund Types				Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	2002	2001
Revenues						
Ad valorem taxes	\$34,749,852	\$3,384,361	\$36,222		\$38,170,435	\$35,029,486
Charges for services	4,212,486	3,942,912			8,155,398	6,223,959
Intergovernmental revenues	9,768,485	20,376,833			30,145,318	29,162,187
Interest income	1,990,363	10,194	513	24,125	2,025,195	2,867,080
Miscellaneous revenue	1,670,256	2,914,247		7,390	4,591,893	3,847,615
Total revenues	52,391,442	30,628,547	36,735	31,515	83,088,239	77,130,327
Expenditures						
Current operating:						
General government	23,516,621	2,481,618			25,998,239	24,527,583
Public safety	16,905,740	11,676,221			28,581,961	28,749,059
Health and welfare	3,862,804	225			3,863,029	3,724,043
Culture and recreation	41,632				41,632	44,472
Education	347,460				347,460	339,016
Roads and highways	552,058	12,079,842		13,503	12,645,403	12,601,631
Capital outlay	899,709	1,677,977		891,632	3,469,318	9,600,020
Debt Service:						
Judgments paid	-		50,000		50,000	152,660
Interest and fiscal agent fees			8,901		8,901	15,197
Total expenditures	46,126,024	27,915,883	58,901	905,135	75,005,943	79,753,681
Excess of revenues over/(under) expenditures before other financing sources (uses)	6,265,418	2,712,664	(22,166)	(873,620)	8,082,296	(2,623,354)
Other financing sources (uses)						
Operating transfers in	814,123	264,319		250,000	1,328,442	9,266,272
Operating transfers out	(6,739,774)	(9,305)			(6,749,079)	(14,628,297)
Capitalized leases		202,500			202,500	5,019,733
Total other financing sources (uses)	(5,925,651)	457,514	0	250,000	(5,218,137)	(342,292)
Excess of revenues over/(under) expenditures and other financing sources (uses)	339,767	3,170,178	(22,166)	(623,620)	2,864,159	(2,965,646)
Fund balance at beginning of year, as previously reported						39,891,912
Prior period adjustment (See Note III.E.)						(7,969,716)
Fund balance at beginning of year, as restated	7,809,187	18,685,593	29,078	2,375,785	28,899,643	31,922,196
Increase (decrease) in reserve for inventory	(23,084)	176,200			153,116	(56,907)
Fund balance at end of year, as restated	\$8,125,870	\$22,031,971	\$6,912	\$1,752,165	\$31,916,918	\$28,899,643

OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUND
For the year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001

	Defined Benefit Retirement Fund	Defined Contribution Retirement Fund	<u>Totals (Memorandum Only)</u>	
			<u>2002</u>	<u>2001</u>
Additions				
Contributions:				
Employer	<u>\$1,254,881</u>	<u>\$3,492,059</u>	<u>\$4,746,940</u>	<u>\$4,616,472</u>
Investment Income:				
Net appreciation (depreciation) in fair value of investments	112,303	(1,021,213)	(908,910)	(5,124,994)
Interest	<u>1,426,266</u>	<u>313,436</u>	<u>1,739,702</u>	<u>1,252,948</u>
Total investment income	<u>1,538,569</u>	<u>(707,777)</u>	<u>830,792</u>	<u>(3,872,046)</u>
Total additions	<u>2,793,450</u>	<u>2,784,282</u>	<u>5,577,732</u>	<u>744,426</u>
Deductions				
Benefits	2,734,278	3,816,591	6,550,869	7,818,628
Administrative expense	<u>11,867</u>		<u>11,867</u>	<u>11,380</u>
Total deductions	<u>2,746,145</u>	<u>3,816,591</u>	<u>6,562,736</u>	<u>7,830,008</u>
Net increase (decrease)	47,305	(1,032,309)	(985,004)	(7,085,582)
Net assets held in trust for pension benefits:				
Beginning of year	19,446,909	59,429,971	78,876,880	85,962,462
End of year	<u>\$19,494,214</u>	<u>\$58,397,662</u>	<u>\$77,891,876</u>	<u>\$78,876,880</u>

OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL AND
DEBT SERVICE FUND TYPES
BUDGET BASIS
For the fiscal year ended June 30, 2002

	General Fund			Debt Service Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues						
Ad valorem taxes	\$32,680,230	\$34,815,156	\$2,134,926	\$33,403	\$37,215	\$3,812
Charges for services	3,712,059	4,356,102	644,043			
Intergovernmental revenues	11,137,838	9,654,577	(1,483,261)			
Interest income	2,100,000	2,086,434	(13,566)		505	505
Miscellaneous revenue	1,812,291	1,640,812	(171,479)			
Total revenues	51,442,418	52,553,081	1,110,663	33,403	37,720	4,317
Expenditures						
Current operating:						
General Government						
General Government	7,362,897	7,125,222	237,675			
County Commissioners	348,939	345,922	3,017			
Assessor Regular	1,726,694	1,720,491	6,203			
Assessor Revaluation	2,123,721	2,117,592	6,129			
Treasurer	793,010	557,599	235,411			
Court Clerk	3,366,033	3,355,925	10,108			
County Clerk	2,169,488	2,142,952	26,536			
Excise & Equalization Board	41,007	25,196	15,811			
County Audit	306,877	259,441	47,436			
District Attorney - State	125,000	119,230	5,770			
District Attorney - County	38,350	12,785	25,565			
Public Defender	40,300	39,129	1,171			
Purchasing	182,832	175,046	7,786			
Election Board	898,622	891,508	7,114			
Environmental Health & Safety	190,792	184,706	6,086			
MIS	1,841,726	1,834,279	7,447			
Facilities Management	1,984,429	1,941,969	42,460			
Facilities Management-Custodial	399,989	395,398	4,591			
Community Service/O R Bond	235,134	228,301	6,833			
Conditional Bond Release Program	178,401	136,148	42,253			
Metro Parking Garage	161,998	161,435	563			
Investor's Capital Building	142,009	138,310	3,699			
Total General Governmental	24,658,248	23,908,584	749,664	0	0	0
Public Safety						
Sheriff	12,087,291	12,087,291				
Juvenile Justice Bureau	5,133,482	5,087,030	46,452			
Emergency Management	130,450	129,918	532			
Total Public Safety	17,351,223	17,304,239	46,984	0	0	0
Health & Welfare						
Training & General Assistance	1,091,274	1,067,071	24,203			
Training & General Assistance Grants	4,465,145	4,040,941	424,204			
Total Health and Welfare	5,556,419	5,108,012	448,407	0	0	0
Culture & Recreation						
Free Fair	44,749	43,458	1,291			
Education						
OSU Extension	352,983	351,147	1,836			

(Continued)

OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL AND
DEBT SERVICE FUND TYPES
BUDGET BASIS

For the fiscal year ended June 30, 2002

	General Fund			Debt Service Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Road & Highway						
District #1	142,456	142,021	435			
District #2	153,467	153,407	60			
District #3	172,283	169,052	3,231			
Engineer	316,189	315,252	937			
Total Road and Highway	<u>784,395</u>	<u>779,732</u>	<u>4,663</u>	<u>0</u>	<u>0</u>	<u>0</u>
Debt Service:						
Principal				50,000	50,000	
Interest				10,635	8,900	1,735
Total Debt Service	<u>0</u>	<u>0</u>	<u>0</u>	<u>60,635</u>	<u>58,900</u>	<u>1,735</u>
Total Expenditures and Encumbrances	48,748,017	47,495,172	1,252,845	60,635	58,900	1,735
Excess of revenues over/(under) expenditures before other financing sources (uses)	<u>2,694,401</u>	<u>5,057,909</u>	<u>2,363,508</u>	<u>(27,232)</u>	<u>(21,180)</u>	<u>6,052</u>
Other financing sources (uses)						
Operating transfers in		814,123	814,123			
Operating transfers out	<u>(6,495,455)</u>	<u>(6,739,774)</u>	<u>(244,319)</u>			
Total other financing sources (uses)	<u>(6,495,455)</u>	<u>(5,925,651)</u>	<u>569,804</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over/(under) expenditures and other financing sources (uses)	<u>(3,801,054)</u>	<u>(867,742)</u>	<u>2,933,312</u>	<u>(27,232)</u>	<u>(21,180)</u>	<u>6,052</u>
Fund balance at beginning of year (Budget Basis)	<u>3,801,054</u>	<u>3,801,054</u>	<u>0</u>	<u>27,232</u>	<u>27,232</u>	
Fund balance at end of year (Budget Basis)	<u>\$0</u>	<u>\$2,933,312</u>	<u>\$2,933,312</u>	<u>\$0</u>	<u>\$6,052</u>	<u>\$6,052</u>
Reconciliation to GAAP-basis Fund Balance:						
Ad-valorem taxes receivable, net of allowance		542,095			852	
Notes receivable (current & non-current)		8,702				
Accounts payable		(969,398)				
Accrued interest		38,529			8	
Due from other governments		938,748				
Current year encumbrances included in expenditures		3,169,161				
Adjustment to prior year reserve for encumbrances		1,344,239				
Reserve for inventory		120,482				
Total Reconciling Items		<u>5,192,558</u>			<u>860</u>	
Fund Balance, June 30, 2002 (GAAP Basis)		<u>\$8,125,870</u>			<u>\$6,912</u>	

OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS - PROPRIETARY FUND TYPES AND
DISCRETELY PRESENTED COMPONENT UNIT
For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001

	Proprietary Fund Types		Total (Memorandum Only)	Component Unit	Totals (Memorandum Only) Reporting Entity	
	Internal Service	Enterprise	Primary Government		2002	2001
<u>Operating Revenues</u>						
Fees				\$278,818	\$278,818	\$115,199
Premiums and other reimbursements	\$2,556,484		\$2,556,484		2,556,484	2,266,974
Rental		\$1,377,594	1,377,594		1,377,594	1,176,443
Project owner reimbursements				5,092	5,092	5,516
Miscellaneous income						1,207
Total operating revenues	<u>2,556,484</u>	<u>1,377,594</u>	<u>3,934,078</u>	<u>283,910</u>	<u>4,217,988</u>	<u>3,565,339</u>
<u>Operating Expenses</u>						
Administration fees				36,217	36,217	34,976
Medical and other benefits expenses	9,502,253		9,502,253		9,502,253	9,269,109
Professional fees				38,771	38,771	14,151
Amortization		4,495	4,495		4,495	
Depreciation expense		236,853	236,853	282	237,135	1,158,926
Total operating expenses	<u>9,502,253</u>	<u>241,348</u>	<u>9,743,601</u>	<u>75,270</u>	<u>9,818,871</u>	<u>10,477,162</u>
Operating income (loss)	<u>(6,945,769)</u>	<u>1,136,246</u>	<u>(5,809,523)</u>	<u>208,640</u>	<u>(5,600,883)</u>	<u>(6,911,823)</u>
<u>Non-operating revenue (expenses)</u>						
Interest revenue	14,967	63,747	78,714	37,102	115,816	163,770
Bond interest expense		(265,287)	(265,287)		(265,287)	(269,762)
Miscellaneous expense						(713)
Capital contributions		5,772	5,772		5,772	
Trustee fees		(3,350)	(3,350)		(3,350)	(2,700)
Total non-operating revenue (expenses)	<u>14,967</u>	<u>(199,118)</u>	<u>(184,151)</u>	<u>37,102</u>	<u>(147,049)</u>	<u>(109,405)</u>
Income (loss) before operating transfers	<u>(6,930,802)</u>	<u>937,128</u>	<u>(5,993,674)</u>	<u>245,742</u>	<u>(5,747,932)</u>	<u>(7,021,228)</u>
Operating transfers to other funds		(804,816)	(804,816)		(804,816)	(1,654,414)
Operating transfers from other funds	<u>6,225,455</u>		<u>6,225,455</u>		<u>6,225,455</u>	<u>7,016,439</u>
Net income (loss)	<u>(705,347)</u>	<u>132,312</u>	<u>(573,035)</u>	<u>245,742</u>	<u>(327,293)</u>	<u>(1,659,203)</u>
Retained earnings at beginning of year, as previously reported						(921,817)
Prior Period adjustments (See Note VIII.I)						(1,359,621)
Retained earnings at beginning of year, as restated	(635,109)	(4,553,323)	(5,188,432)	1,247,791	(3,940,641)	(2,281,438)
Retained earnings at end of year, as restated	<u>(\$1,340,456)</u>	<u>(\$4,421,011)</u>	<u>(\$5,761,467)</u>	<u>\$1,493,533</u>	<u>(\$4,267,934)</u>	<u>(\$3,940,641)</u>

OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNIT
Increase (Decrease) In Cash and Investments
For the fiscal year ended June 30, 2002

	Proprietary Fund Types		Total (Memorandum Only)		Total (Memorandum Only)
	Internal Service	Enterprise	Primary Government	Component Unit	Reporting Entity
Cash flows from operating activities:					
Cash received from operations		\$1,399,163	\$1,399,163	\$206,024	\$1,605,187
Cash paid to suppliers for goods and services	(\$9,040,345)		(9,040,345)	(75,182)	(9,115,527)
Cash received from insurance reimbursements	2,488,569		2,488,569		2,488,569
Net cash provided (used) by operating activities	(6,551,776)	1,399,163	(5,152,613)	130,842	(5,021,771)
Cash flows from non-capital financing activities:					
Trustee fees		(3,350)	(3,350)		(3,350)
Operating transfers out		(804,816)	(804,816)		(804,816)
Operating transfers in	6,225,455		6,225,455		6,225,455
Net cash provided (used) by non-capital financing activities	6,225,455	(808,166)	5,417,289	0	5,417,289
Cash flows from capital and related financing activities:					
Bond interest paid		(259,590)	(259,590)		(259,590)
Principal payments on bonds		(325,000)	(325,000)		(325,000)
Net cash provided (used) by capital and related financing activities	0	(584,590)	(584,590)	0	(584,590)
Cash flows from investing activities:					
Interest received	17,141	63,930	81,071	46,897	127,968
Net cash provided (used) by investing activities	17,141	63,930	81,071	46,897	127,968
Net increase (decrease) in cash and investments	(309,180)	70,337	(238,843)	177,739	(61,104)
Cash and investments, July 1, 2001	1,518,983	1,246,483	2,765,466	1,094,124	3,859,590
Cash and investments, June 30, 2002	<u>\$1,209,803</u>	<u>\$1,316,820</u>	<u>\$2,526,623</u>	<u>\$1,271,863</u>	<u>\$3,798,486</u>
Reconciliation of operating income to net cash provided (used) by operating activities:					
Operating Income (loss)	(6,945,769)	1,136,246	(5,809,523)	208,640	(5,600,883)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation		236,853	236,853	282	237,135
Changes in assets and liabilities:					
Amortization		4,495	4,495		4,495
(Increase) decrease in accounts receivable	(67,915)	21,569	(46,346)	(77,886)	(124,232)
Increase (decrease) in accounts payable	461,908		461,908	(194)	461,714
Total adjustments	393,993	262,917	656,910	(77,798)	579,112
Net cash provided (used) by operating activities	<u>(\$6,551,776)</u>	<u>\$1,399,163</u>	<u>(\$5,152,613)</u>	<u>\$130,842</u>	<u>(\$5,021,771)</u>

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NOTES TO THE FINANCIAL STATEMENTS

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

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OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

Note I. Summary of Significant Accounting Policies

I.A. Introduction

The financial statements of Oklahoma County are required to be prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Proprietary funds and similar component units apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. The remainder of the Notes are organized to provide explanations, including required disclosures, of the County's financial activities for the fiscal year ended June 30, 2002.

I.B. Financial Reporting Entity - Basis of Presentation

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

I.B.1. Component Units

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Discretely presented component units are presented to the right of the financial data of the primary government to emphasize its legally separate status and to distinguish between the financial data of the primary government and those of the discretely presented component units.

The Oklahoma County Finance Authority and the Oklahoma County Public Buildings Authority issue separately audited Component Unit Financial Statements (CUFS). Copies of the CUFS may be obtained from the Oklahoma County Clerk's Accounting Division.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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Component units are presented in the reporting funds of the County's CAFR as shown in the table that follows.

<u>Component Units</u>	<u>Brief Description of Activities and Key Inclusion Criteria</u>	<u>Reporting Funds</u>
Public Trust:		
Oklahoma County Finance Authority	The Oklahoma County Finance Authority is a discretely presented component unit. Oklahoma County Finance Authority's purpose is to advance, finance and develop commercial and industrial projects or facilities and advance development of adequate housing within the County. In addition the Authority may hold, maintain and administer any leasehold rights in and to physical properties demised to the beneficiary. Board members are appointed by the Board of County Commissioners and can be removed at will.	Proprietary Funds
Oklahoma County Public Buildings Authority	The Oklahoma County Public Buildings Authority is a blended component unit and was created for the primary purpose of financing, operating, constructing and administering any public works, improvements or facilities in Oklahoma County. The Authority achieves its purpose through the issuance of revenue bonds. The Board of County Commissioners serves as the Board of the Authority.	Proprietary Funds

I.B.2 Related Organizations

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

<u>Related Organizations</u>	<u>Brief Description of Activities and Reason for Exclusion</u>
Public Trust:	
Oklahoma County Home Finance Authority	The Home Finance Authority was created as a public trust under applicable Oklahoma Statutes on May 5, 1980, for the use and benefit of the Beneficiary, Oklahoma County, to finance and provide housing facilities as set forth in the Trust Indenture. Proceeds from the Oklahoma County Home Finance Authority were used, in part, to purchase the Oklahoma County Metro Parking Garage. The County has no significant influence over the management, budget or policies of the Home Finance Authority.
Oklahoma Industries Authority, Oklahoma County	The Industries Authority was created as a public trust under applicable Oklahoma Statutes on December 15, 1966 and amended May 4, 1981. It was created for the use and benefit of the Beneficiary, Oklahoma County, Oklahoma, to finance, promote and aid in the development of industry and commerce as set forth in the Trust Indenture. The County has no significant influence over the management, budget or policies of the County Industries Authority. On November 1, 1997 the Authority issued \$2,750,000 in lease revenue bonds to fund the expansion of the Oklahoma County Juvenile Detention Center project. In February 2001, the Authority issued \$4,765,000 in lease revenue bonds to fund heating and cooling upgrades and lighting, electrical and plumbing improvements to county buildings.
Oklahoma County Industrial Authority	The Industrial Authority was created as a public trust under applicable Oklahoma Statutes on May 5, 1982. It was created for the use and benefit of the Beneficiary, Oklahoma County, Oklahoma, to finance, promote and aid in the development of industry and commerce as set forth in the Trust Indenture. The County has no significant influence over the management, budget or policies of the Industrial Authority operation.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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I.B.3. Jointly Governed Organization

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

I.B.4. Fund and Account Groups

The County uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

The accounts of the reporting entity are organized into funds and accounts groups, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Each account group also comprises a separate self-balancing group of accounts. Funds are ordered into three major categories: governmental, proprietary, and fiduciary. Funds within each major category are grouped by fund type on the combined financial statements. The various funds are grouped by type in the financial statements. The types of funds and account groups utilized by the County are as follows:

Governmental Fund Types – These are the funds through which most governmental functions typically are financed. Funds included in this category are as follows:

General Fund - The General Fund accounts for all revenues and expenditures applicable to the general operations of county government that are not properly accounted for in another fund. All general operating revenues that are not restricted or designated as to use by outside sources are recorded in the General Fund.

Special Revenue Funds - There are five classifications (Highway Cash, Sheriff Special Revenue, Sheriff's Service Fee, Resale Property and Other Special Revenue Accounts) to account for operating funds for which the use of revenues is restricted by outside sources. Other Special Revenue Accounts include Assessor's Revolving, Assessor's Visual Inspection, Community Sentencing, Community Service Fee Fund, County Clerk's Lien Fee, County Clerk's Records Management Fee Fund, County Clerk's UCC Central Filing Fee Fund, Emergency Management,

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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General Assistance-Making the Grade, Job Training Partnership Act, Juvenile Grant Fund, Juvenile Probation Fee Fund, Local Emergency Planning Committee, National CASA Grant, Planning Commission Fee Fund, and Treasurer's Mortgage Tax Certification Fees.

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

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

Sheriff's Service Fee Account - Accounts for the collection and expenditure of Sheriff process service fees as restricted by statute.

Resale Property - Accounts for the collection of interest and penalties on delinquent taxes and the disposition of same as restricted by statute.

Other Special Revenue Accounts:

Assessor Revolving Account -Accounts for the collection of fees restricted by state statute.

Assessor's Visual Inspection - Accounts for the collection and expenditure of monies by the Assessor as restricted by statute for the visual inspection program.

Community Sentencing - Accounts for the collection of offender fees and funding through the Department of Correction for administrative expenses and supervision of offenders.

Community Service Fee Fund - Accounts for fees collected for the supervision of misdemeanor defendants. This is a one-time fee assessed to each misdemeanor defendant prior to placement in the Community Service program.

County Clerk's Lien Fee Account - Accounts for lien fee collections and expenditures as restricted by statute.

County Clerk's Records Management Fee Fund - Accounts for fees collected for instruments filed in the with the Registrar of Deeds as restricted by statute for records preservation.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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County Clerk's UCC Central Filing Fee Fund - Accounts for fees collected for the lawful operation of the filing office.

Emergency Management - Accounts for the receipt and expenditure of monies from state and local governments for civil defense purposes.

General Assistance-Making the Grade - Accounts for a school-to-work transition program funded by donations from the public.

Job Training Partnership Act - Accounts for federal financial assistance. This fund is used to record the expenditures of monies received from granting agencies in accordance with the general and specific terms of the grant agreements.

Juvenile Grant Fund - Accounts for all grants to support the programs and services provided at the Juvenile Detention facility.

Juvenile Probation Fee Fund - Accounts for court ordered fees paid by juvenile offenders appearing in District court. These funds are restricted to funding services for juveniles on probation.

Local Emergency Planning Committee - Accounts for business donations for a federally mandated committee. This committee is set up for safety planning for hazardous substances and chemicals that may be used or transported through Oklahoma County.

National Court Appointed Special Advocate (CASA) Grant - Accounts for federal financial assistance. This fund is used to record the revenues and expenditures of monies received from granting agencies in accordance with the terms of the grant agreement.

Planning Commission Fee Fund - Accounts for the collection and expenditure of fees for plats and zoning petitions as restricted by statute.

Treasurer's Mortgage Tax Certification Fees - Accounts for the collection of fees by the treasurer for certificates and the expenditures of the funds as restricted by statute.

Debt Service Fund - The Debt Service Fund is used to account for the payment of interest and principal on the matured portion of long-term bonded debt and civil judgments. Debt Service revenues are derived generally from a special ad valorem tax levy and from interest earned on investments of cash not immediately required for debt service payments.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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Capital Projects Funds - The Capital Projects Funds are used to account for financial resources segregated for the acquisition or construction of major capital properties (other than those financed by trust funds). Oklahoma County has the following Capital Projects Funds: Jail Facility, Capital Projects Regular, Capital Projects Districts, Tinker Clearing Capital Project and Sale of Property.

Jail Facility - Accounts for the collection and expenditure of the temporary Oklahoma County sales tax for the construction of the County jail.

Capital Projects Regular - Accounts for County regular non-district capital projects.

Capital Projects Districts - Accounts for highway district-specific capital projects.

Tinker Clearing Capital Project - Accounts for Tinker clearing acquisition and development of property surrounding Tinker Air Force Base.

Sale of Property - Accounts for funds received from the sale of land, sites or structures. Funds are to be used for the purchase or construction of facilities as restricted by statute.

Proprietary Fund Types - Proprietary funds are used to account for ongoing organizations and activities that are similar to those found in the private sector. The funds included in this category are as follows:

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency of a government to other departments or agencies. Internal Service Funds in Oklahoma County are: Self Insurance Fund, Employee Benefit Fund and Worker's Compensation Fund.

Self Insurance Fund - Established to administer the County's self insurance and accounts for insurance receipts and expenditures.

Employee Benefit Fund - Established to administer the County's employee benefits and accounts for employee receipts and expenditures.

Worker's Compensation Fund - Established to administer the County's worker's compensation claims and accounts for worker's compensation receipts and expenditures.

Enterprise Funds - The Enterprise Fund is used to account for operations that are: (a) financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

(b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The Oklahoma County Public Buildings Authority, a blended component unit, became the custodian of enterprise funds beginning in fiscal year 1997-98 and is accounted for as an enterprise fund.

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

Fiduciary Fund Types – Fiduciary funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, and other governmental units and funds. These funds are as follows:

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

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

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

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

Schools - Accounts for monies collected on behalf of the public schools in Oklahoma County from ad valorem taxes, state and local revenues, and remitted to them monthly.

Cities and Towns - Accounts for monies collected on behalf of the cities and towns from ad valorem taxes, state and local revenues and remitted to them monthly.

Official Depository – Accounts for the collection and distribution of officer and board fees, held in trust until the end of the month.

OKLAHOMA COUNTY, OKLAHOMA
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June 30, 2002

Unapportioned Taxes - Accounts for taxes collected and being held for apportionment to various government entities.

Other Agency Funds:

Health Department - Accounts for monies collected on behalf of the City/County Health Department from ad valorem taxes, state and local revenues and remitted to them monthly.

Law Library - Accounts for monies received for disbursement from the state for the Law Library Board.

Special Assessments - Accounts for the collection and distribution of special assessment taxes on behalf of other entities.

Individual Redemption - Accounts for the monies collected and due to individuals from property tax sales on delinquent taxes.

Excess Resale - Accounts for the proceeds of sale of property in excess of tax against property to be held in trust for a two-year period.

Foreign Mortgage - Accounts for the collection of foreign mortgage fees from other counties for monthly distribution.

Dependent Care - Accounts for monies withheld and disbursed for employees with dependent care deductions from payroll.

Juvenile Work Restitution Fund - Accounts for the collection of court-ordered fines paid by the juvenile offender to repay crime victims.

Account Groups - The two account groups are not "funds." They are concerned only with the measurement of financial position and are not involved with measuring the results of operations.

General Fixed Assets Account Group - The General Fixed Assets Account Group is used to account for land, buildings and equipment. The value of public domain or infrastructure fixed assets, such as roads and bridges, has not been reflected on the financial statements.

General Long-Term Debt Account Group - The General Long-term Debt Account Group is used to account for the outstanding principal balances of general long-term debt and for compensated absences payable, capitalized lease obligations payable and judgments payable.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

I.B.5. Total Columns - Memorandum Only

The total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows of proprietary fund types in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

I.B.6. Comparative Data

Comparative data for the prior year has been presented in the accompanying general-purpose financial statements in order to provide an understanding of changes in the County's financial position and operation.

The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund and Debt Service Fund presents comparisons of the legally adopted budget with actual data. The "actual" data, as presented in the comparison of budget to actual, will differ from the data as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances. Budgets are on a cash basis and the Combined Statement of Revenues, Expenditures and Changes in Fund Balances is on a modified accrual basis of accounting (GAAP-basis). A reconciliation from budget basis to GAAP-basis is presented. Under state statutes, the county budgets 100% of fixed revenues and only 90% of ad valorem tax dollars and other miscellaneous revenues, retaining a 10% delinquency reserve, explaining the difference between budget and actual revenues received. Revenues received in excess of estimated revenues are used as a carryover in the next year's budget.

I.C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

All proprietary funds and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

I.C.1. Modified Accrual Basis of Accounting.

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be quantified and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The government considers property taxes as available if they are collected within 60 days after year-end. Expenditures are recorded when incurred and the related fund liability is expected to be paid from available spendable resources. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. Those revenues susceptible to accrual are property taxes, sales taxes and interest revenue. Other taxes collected and held by the State of Oklahoma Tax Commission at year-end on behalf of the government also are recognized as revenue. Charges for services are not susceptible to accrual because generally they are not measurable until received in cash.

I.C.2. Accrual Basis of Accounting

The accrual basis of accounting is used in proprietary fund types and pension trust funds. The accrual basis of accounting recognizes revenues when earned. Expenses are recorded when incurred.

I.D. Budgetary Data

I.D.1. Budget Law and Practice

Guidelines for the County Budget Act are set out in Title 19, Section 1410 of Oklahoma Statutes: 1410. Fund Budgets required - Format - Contents

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

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

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

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

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

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

Budgets are submitted annually in accordance with the budget act and are prepared on the cash basis. Revenues are budgeted in the year receipt is expected. Expenditures, which include encumbrances, are budgeted in the year that the applicable purchase orders are expected to be issued. The Debt Service Fund budget is prepared to provide funding for general obligation debt service when liabilities are due for payment. The budget and actual financial statements are reported on this basis. Unencumbered appropriations for annually budgeted funds lapse ninety days after fiscal year-end. Budgets are adopted on a basis consistent with State legal requirements. Annual appropriated budgets are adopted for the general, and debt service funds. Project-length financial plans are adopted for all capital projects funds. Other funds do not have annual budgets. Appropriations for these funds are made on a monthly basis, according to the funds available.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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I.D.2. Budgetary Control

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

I.D.3. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. Encumbrances do not lapse at the close of the year but are carried forward as reserved fund balance until liquidated.

I.E. Assets and Liabilities

I.E.1. Cash and Investments

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County. Interest earned on investments is allocated to the general fund except for those investments made specifically for the debt service fund and certain trust fund monies for which investment income is allocated to the investing fund.

State statutes authorize the County to invest in U.S. Government obligations; certificates of deposit; savings accounts; General Obligation bonds issued by counties, municipalities, or school districts; money judgments against counties, municipalities, or school districts; bonds and revenue notes issued by a public trust when the beneficiary of the trust is a county, municipality, or school district; negotiable certificates of deposit; prime bankers acceptances; prime commercial paper; repurchase agreements and money market funds. Investments are reported at fair value and cash deposits are reported at carrying amount. Additional cash and investment information is presented in Note III.A.2.

OKLAHOMA COUNTY, OKLAHOMA
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I.E.2. Inventories

Inventory in governmental funds consists of expendable supplies held for consumption stated on a first-in first-out basis. They are recorded at cost as an expenditure at the time individual items are purchased. Reported inventories are equally offset by a fund balance reserve, which indicates that it does not constitute "available spendable resources" even though it is a component of total assets.

I.E.3. Fixed Assets and Depreciation

All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date donated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, if applicable.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government.

Assets in the general fixed assets account group are not depreciated. Depreciation of buildings, equipment and vehicles in the enterprise fund is computed using the straight-line method. Estimated useful lives for depreciable assets are as follows:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	25
Equipment	6

I.E.4. Deferred Compensation Plan

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

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

I.E.5. Risk Management - Self Insurance Funds

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

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

Workers' Compensation in accordance with Title 85, of the Oklahoma State Statutes, employees are covered by the workers' compensation program at the expense of Oklahoma County at their date of employment. When an injury or work related illness occurs, an Occupational Injury Report is filed. There are three categories of compensation: (1) temporary total disability benefits equal to two-thirds of the employees' average weekly salary; and/or (2) one hundred percent (100%) of all medical bills paid; and/or (3) a permanent disability settlement. When an employee remains off work due to an occupational injury or illness, temporary total disability is paid until (a) the employee returns to full-time work with the employer; or (b) the employee requests a trial to determine permanent disability; or (c) the parties agree in writing that such payments may

OKLAHOMA COUNTY, OKLAHOMA
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terminate; or (d) by court order. (Temporary total disability benefits may be terminated at any time without a court order in the case of an employee who has not filed a Form 3 or Form 3-b with the court.) The County employs Consolidated Benefit Resources as the administrator for the workers' compensation program at a yearly fee. In accordance with the contract, the administrator is responsible for opening the files, paying the medical bills and paying the time-loss claims and settlements incurred as a result of an accident or work-related illness.

Self Insurance Fund A self insurance fund is established for the payment of tort claims against the County as approved by the Board of County Commissioners.

Claims Liabilities

Liabilities for unpaid claims are estimates determined by independent actuaries using actuarial methods as follows: incurred loss development, paid loss development, frequency/severity, exposure/loss rate (incurred loss), and exposure/loss rate (paid loss). These liabilities are reported as accounts payable.

Unpaid Claims Liabilities

The following represent the changes in approximate aggregate liabilities for the County from July 1, 2001 to June 30, 2002:

<u>Health Care</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at Fiscal Year End</u>
2000-2001	\$568,000	\$8,461,764	\$(8,221,664)	\$808,100
2001-2002	\$808,100	\$8,532,533	\$(8,347,333)	\$993,300

Workers' Compensation

2000-2001	\$1,463,000	\$ 748,313	\$ (699,480)	\$1,511,833
2001-2002	\$1,511,833	\$ 887,786	\$ (616,286)	\$1,783,333

Total tort claims incurred but not reported (IBNR) are not considered material to the financial statement for the year ended June 30, 2002.

OKLAHOMA COUNTY, OKLAHOMA
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I.E.6. Other Post-Employment Benefits

In addition to pension benefits described in Note VI, the County provides post-employment benefit options for health care, life insurance, dental insurance and disability income to eligible retirees, terminated employees and their dependents. The benefits are provided in accordance with County policies and the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA). The criteria to determine eligibility include: years of service, employee age, disability due to line of duty, and whether the employee has vested in the respective retirement plan. The County funds the benefits on a pay-as-you-go basis. Eligible employees are required to pay set premiums for a portion of the cost, with the County subsidizing the remaining costs. During 2001-02, premiums of \$381,786 were paid by eligible participants. There are 411 participants currently eligible. Expenses for post-retirement health care benefits are recognized as eligible employee claims are paid and include a provision for incurred but not reported claims. During the year, expenditures of \$1,103,754 were recognized for post-employment benefits.

I.F. Revenues, Expenditures and Expenses

I.F.1. Compensated Absences

Accrued vacation leave is payable upon layoff, resignation, retirement, or death. Amounts of vested or accumulated vacation leave are reported in the general long-term debt account group as the liability is not expected to be paid from current resources. Therefore, no expenditure is reported for these amounts. At June 30, 2002, the accrued liability for annual and compensatory leave time recorded in the general long-term debt account group was \$2,846,719. Vested or accumulated vacation leave of *proprietary funds* is recorded as an expense and liability of those funds as the benefits accrue to employees.

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

II. Stewardship, Compliance, and Accountability

II.A. Deficit Retained Earnings

The Workers' Compensation internal service fund deficit balance in retained earnings of \$732,693 is the result of insufficient assets to cover actuarially determined unpaid claims liability. The Employee Benefits internal service fund deficit balance in retained earnings of \$687,986 is the result of insufficient income to offset expenses during the fiscal year. The enterprise fund deficit

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

balance in retained earnings of \$4,421,011 is the result of insufficient income to offset depreciation expense incurred since inception.

III. Detailed Notes on Funds and Account Groups

III.A. Assets

III.A.1. Property Taxes Receivable

The County's property tax is levied each October 1 on the assessed value listed as of January 1 of the same year for all real and personal property located in the County, except certain exempt property. Assessed values are established by the State Tax Commission and the State Equalization Board. A revaluation of all property is required once every five years. The assessed property value as of January 1, 2001, was approximately \$3,381,571,857 after excluding homestead exemptions of \$129,997,665.

The County Excise Board levied 10.35 mills for General Fund operations, 2.59 mills for the City-County Health Department, 5.20 mills for Metropolitan Library Commission and .01 mills for Debt Service.

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

Property taxes are collected and apportioned to the County. Taxes are levied annually on October 1 with one-half due by December 31 and the remaining one-half due by March 31. If exactly one-half of the amount due is not received by December 31, the full amount is due and becomes delinquent January 1st. If the taxpayer opts for one-half payment by December 31 but does not make the remaining payment by March 31, the balance becomes delinquent. Delinquent tax payments are subject to interest assessments at 18% annual percentage rate. Major tax payments are received in the months December through April, and are recognized as revenue in the year received. Delinquent tax payments are received throughout the year and are recognized as revenue in the year received, except for those received within 60 days of year-end, which are recognized as revenues as of June 30. Current year tax collections for the year ended June 30, 2002 were 95.9% of the tax levy.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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III.A.2. Deposits and Investments - Primary Government

The County uses a pooled cash concept for deposits and investments except for the pension trust, and certain agency funds. All cash is pooled for operating and investment purposes and each fund has an equity in the pooled amount. The County considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. For reporting purposes, cash and investments have been allocated to each fund based on that fund's equity in the pooled amount. Investments are reported at fair value.

The County's deposits are categorized as either (1) insured or collateralized with securities held by the County or by its agent in the County's name; (2) collateralized with securities held by the pledging financial institution's trust department or agent in the County's name; and (3) uncollateralized. (This includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the County's name.)

Deposits, categorized by level of risk, are:

	Bank Balance	Category			Carrying Value
		1	2	3	
Pooled Deposits:					
Cash and cash equivalents	\$28,813,923	\$28,813,016	\$ -	\$907	\$42,898,882
Non-Pooled deposits:					
Pension Trust Funds	438,004			-	363,251
Total Deposits	<u>\$29,251,927</u>	<u>\$28,813,016</u>	<u>\$ -</u>	<u>\$907</u>	<u>\$43,262,133</u>

Investments are categorized into these three categories of credit risk:

- 1) Insured or registered, or securities held by the county or its agent in the county's name.
- 2) Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the county's name.
- 3) Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the county's name.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

Investments, categorized by level of risk, are:

Types of Investments	Category			Carrying Value
	1	2	3	
U.S. Government				
Securities	\$39,028,494	-	-	\$39,028,494
Bankers Acceptances	1,562,545	-	-	1,562,545
Municipal bonds	3,759,597	-	-	3,759,597
Corporate bonds	3,028,080	-	-	3,028,080
Strips	1,377,288	-	-	1,377,288
Total	<u>\$48,756,004</u>	-	-	<u>\$48,756,004</u>

Investments not subject to categorization:

Defined Contribution:

Mutual funds and annuities administered by plan administrator	58,397,662
Judgments	<u>301,779</u>
Total Investments	<u>\$107,455,445</u>

Total Deposits and Investments- Primary Government	<u>\$150,717,578</u>
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III.A.3. Property and Equipment

The following is a summary of changes in the General Fixed Assets Account Group during the fiscal year:

	Balance June 30, 2001	Additions	Deletions	Total Fixed Assets Balance June 30, 2002
Land	\$15,951,775	\$0	\$0	\$15,951,775
Buildings	73,300,622	-	-	73,300,622
Equipment	<u>27,328,816</u>	<u>2,764,280</u>	<u>1,758,569</u>	<u>28,334,527</u>
Total General Fixed Assets	<u>\$116,581,213</u>	<u>\$2,764,280</u>	<u>\$1,758,569</u>	<u>\$117,586,924</u>

Schedule of General Fixed Assets by Source:

	Balance June 30, 2001	Balance June 30, 2002
General fund	\$44,647,924	\$45,081,244
Special revenue funds	15,588,049	16,160,440
Capital projects funds	56,345,240	56,345,240
Total	<u>\$116,581,213</u>	<u>\$117,586,924</u>

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

Schedule of General Fixed Assets by Function and Activity:

June 30, 2002	Land	Building	Machinery and Equipment	Total
General government	\$13,703,783	\$12,199,149	\$5,483,909	\$31,386,841
Public safety:				
Juvenile	650,000	14,291,000	767,941	15,708,941
Sheriff	1,288,798	43,245,643	6,174,995	50,709,436
Other	17,644	103,254	882,686	1,003,584
Total Public Safety	1,956,442	57,639,897	7,825,622	67,421,961
Health and Welfare	-	2,368,240	235,129	2,603,369
Culture and recreation	-	-	8,647	8,647
Education	100,000	171,069	106,262	377,331
Roads and highways	191,550	922,267	14,674,958	15,788,775
Total	\$15,951,775	\$73,300,622	\$28,334,527	\$117,586,924

III.B. Liabilities

III.B.1. Operating Leases

Oklahoma County is committed under various leases for office equipment and road equipment. These leases are considered for accounting purposes to be operating leases. Oklahoma Statutes prohibit the County from entering into contracts of this nature beyond the end of the fiscal year. Lease expenditures for the year ended June 30, 2002 amounted to \$439,980.

III.B.2. Capital Lease

Oklahoma County has entered into various agreements as lessee for financing the acquisition of highway equipment, the expansion of the Oklahoma County Juvenile Detention Center and an energy management project for county buildings which included heating and cooling upgrades, electrical improvements and other energy management improvements. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of the lease inception.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
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Leased buildings and equipment under capital leases in the General Fixed Assets Account Group at June 30, 2002 include the following:

	General Fixed Assets
Building	\$9,146,840
Equipment	<u>1,133,325</u>
Total	<u>\$10,280,165</u>

The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments reported in the general long-term debt account group.

<u>Fiscal year ending June 30,</u>	Total <u>Amount Due</u>
2003	1,468,050
2004	1,119,124
2005	1,016,717
2006	955,447
2007	953,927
2008	956,364
2009	768,047
2010	766,903
2011-2016	<u>4,157,881</u>
Total minimum lease payments	12,162,460
Less: Interest	<u>(3,325,950)</u>
Present value of future minimum lease payments	<u>\$8,836,510</u>

III.B.3. Debt Service Fund

The County's debt service fund, sometimes called a "sinking fund," accounts for the accumulation of financial resources for the payment of principal and interest on the County's general obligation debt. Ad valorem taxes collected for debt service are used to pay principal, interest and fiscal agent fees on the County's general obligation bonds and judgments.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

III.B.4. Long-Term Debt

The following is a summary of changes in judgments during the fiscal year:

<u>Case Number</u>	<u>Original Balance</u>	<u>Balance at June 30, 2001</u>	<u>New Judgments</u>	<u>Amount Paid</u>	<u>Balance at June 30, 2002</u>
CJ-99-3038-69	\$70,000	\$23,333	-	\$23,333	\$0
CJ-96-5521-63	40,000	13,334	-	13,334	0
CJ-2000-6832	40,000	40,000	-	13,333	26,667
CJ-2001-6529	10,000	-	10,000	-	10,000
CJ-2001-6530	92,500	-	92,500	-	92,500
CJ-2001-2058	50,000	-	50,000	-	50,000
CJ-2001-7441	20,000	-	20,000	-	20,000
CJ-2001-9179	80,000	-	80,000	-	80,000
CJ-98-4431-62	100,000	-	100,000	-	100,000
CJ-98-4016	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Total Judgments	<u>\$602,500</u>	<u>\$76,667</u>	<u>\$452,500</u>	<u>\$50,000</u>	<u>\$479,167</u>

Schedule of Changes in General Long Term Debt:

Long-term Debt	Balance July 1, 2001	Additions	Reductions	Balance June 30, 2002
Compensated Absences	\$2,880,900	\$2,445,443	\$2,479,624	\$2,846,719
Judgments	76,667	452,500	50,000	479,167
Capitalized Lease Obligations	9,344,929	202,500	710,919	8,836,510
Total	\$12,302,496	\$3,099,943	\$3,240,043	\$12,162,396

Oklahoma statutes require the County to levy an additional ad valorem tax in amounts sufficient to meet sinking fund requirements as the principal and interest payments become due.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

III.C. Fund Equity and Balance

III.C.1. Reserved for Fund Equity

Reservations of fund equity show amounts that cannot be appropriated for expenditure or are legally restricted for specific uses. The purpose for each reserve is indicated by the account title on the face of the balance sheet.

III.C.2. Designated Fund Equity

Designations of fund equity are used to show the amounts within unreserved fund equity that are intended to be used for specific purposes, but are not legally restricted.

III.C.3. Contributions

The contributed capital balance at June 30, 2002 was \$5,285,658. No contributions or liquidations occurred during the year.

III.D. Interfund Activity

III.D.1. Interfund Transfers

During the year ended June 30, 2002, the County made operational transfers as follows:

<u>FROM</u>	<u>TO</u>	<u>AMOUNT</u>
	GENERAL FUND	
Juvenile Grant Fund	General Fund	\$ 7,010
Juvenile Probation Fund	General Fund	2,295
Public Buildings Authority	General Fund	804,818
Total		<u>\$ 814,123</u>
General Fund	Highway Cash	(236,789)
General Fund	County Clerk Lien Fee	(20,000)
General Fund	Juvenile Grant Fund	(7,530)
General Fund	Capital Improvement – Regular	(250,000)
General Fund	Employee Benefits	(5,400,455)
General Fund	Worker's Compensation	(750,000)
General Fund	Self Insurance	(75,000)
Total		<u>\$(6,739,774)</u>

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

<u>FROM</u>	(continued) <u>TO</u>	<u>AMOUNT</u>
SPECIAL REVENUES		
General Fund	Highway Cash	\$236,789
General Fund	County Clerk Lien Fee	20,000
General Fund	Juvenile Grant Fund	<u>7,530</u>
Total		<u>\$ 264,319</u>
Juvenile Probation Fund	General Fund	\$(2,295)
Juvenile Grant Fund	General Fund	<u>(7,010)</u>
Total		<u>\$(9,305)</u>
CAPITAL PROJECTS		
General Fund	Capital Improvement-Regular	<u>\$250,000</u>
Total		<u>\$250,000</u>
INTERNAL SERVICE		
General Fund	Employee Benefits	\$5,400,455
General Fund	Workers' Compensation	750,000
General Fund	Self Insurance	<u>75,000</u>
Total		<u>\$6,225,455</u>
ENTERPRISE FUNDS		
Public Buildings Authority	General Fund	<u>(804,816)</u>
Total		<u>\$ (804,816)</u>

The County also made temporary cash transfers totaling \$6,175,000 to the General Fund from the Resale Property Fund, Treasurer's Mortgage Fee Fund, Capital District, Capital Tinker, Workers Compensation and Unapportioned Fund. This amount was transferred back to the original funds and these temporary transfers are not reflected in the financial statements.

III.D.2. Short-term Interfund Receivables/Payables

During the course of operations, many transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other

OKLAHOMA COUNTY, OKLAHOMA
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June 30, 2002

funds" or "due to other funds." At June 30, 2002, \$259,942 was due to the County General Fund and due from the Officers Depository Fund.

III.E. Restatement and Prior Period Adjustments

Under the modified accrual basis of accounting the county considers property taxes as available if they are collected within 60 days after year-end. In prior years, Ad valorem taxes receivable were improperly reported under full accrual accounting, resulting in Ad valorem taxes receivable and Ad valorem tax revenue being overstated. Therefore, beginning Fund Balance of the General Fund, Special Revenue Fund and the Debt Service Fund for 2001 were overstated. This resulted in a restatement of ad valorem taxes revenue and receivables for 2001, as well as a prior period adjustment to the beginning fund balance for 2001 of \$7,969,716 (2001 presented as Memorandum Totals only).

	<u>General Fund</u>	<u>Special Revenue</u>	<u>Debt Service</u>
Fund Balance at July 1, 2000, as previously reported	\$11,114,639	\$26,082,304	\$109,203
Prior period adjustment	\$(1,279,444)	\$(6,679,777)	\$(10,495)
Fund Balance at July 1, 2000, as restated	<u>\$9,835,195</u>	<u>\$19,402,527</u>	<u>\$98,708</u>
Fund Balance at June 30, 2001, as previously reported	\$9,246,931	\$27,149,481	\$37,488
Adjustment to Ad valorem tax revenue	<u>\$(1,437,744)</u>	<u>\$(8,463,888)</u>	<u>\$(8,410)</u>
Fund Balance at June 30, 2001, as restated	<u>\$7,809,187</u>	<u>\$18,685,593</u>	<u>\$29,078</u>

IV. Related Party Transactions

Oklahoma County has entered into two capital lease agreements with the Oklahoma Industries Authority, as lessee, for the expansion and renovation of the Oklahoma County Juvenile Detention Center and for heating and cooling upgrades and electrical and plumbing renovations to County buildings. The Oklahoma Industries Authority is a public trust created under applicable Oklahoma Statutes. It was created for the use and benefit of the Beneficiary, Oklahoma County, to finance, promote and aid in the development of industry and commerce as set forth in the trust indenture. The County has no significant influence over the management, budget or policies of the Oklahoma Industries Authority; therefore, it is not reported as a component unit. The lease for the Juvenile Center expansion is for 15 years with a minimum lease payment present value of \$2,750,000. As

OKLAHOMA COUNTY, OKLAHOMA
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of June 30, 2002, the County had made lease payments in the amount of \$1,186,520, of which \$535,000 represents principal expenditure and \$651,520 represents interest expense. The lease for the County buildings upgrades and renovations is for 15 years with a minimum lease payment present value of \$4,765,000. As of June 30, 2002, the County had made lease payments in the amount of \$451,613, of which \$215,000 represents principal expenditure and \$236,613 represents interest expense.

V. Commitments and Contingent Liabilities

V.A. Federal Grants

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

V.B. Litigation

The County is contingently liable for lawsuits and other claims in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would require appropriation of revenues yet to be realized and would not materially affect the financial position of the County at June 30, 2002.

V.C. Commitments

Oklahoma statutes permit counties operating under the County Budget Act to establish a Capital Projects fund.

Capital projects are ongoing and are approved by the Board of County Commissioners. The fund balance of each project is listed below.

<u>Project</u>	<u>Fund Balance</u>
Capital Improvement-Regular	\$449,660
Capital Improvement-Districts	223,163
Tinker Clearing Capital Projects	1,037,804
Jail Facility	35,038
Sale of Property	6,500
Total	<u>\$1,752,165</u>

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VI. Retirement Plans

In accordance with Oklahoma Statutes, Oklahoma County maintains two single-employer public employees retirement plans. One plan, a defined benefit pension plan (the DB Plan) covers participants with retirement, death and disability benefits. Effective November 1, 1991, under House Bill 1226, County employees were given the option to join a defined contribution plan (the DC Plan). Both systems are administered by a nine-member Board of Trustees which includes the Chairman of the Board of County Commissioners, the County Treasurer, the County Clerk, two members appointed by the Board of County Commissioners, and four members elected from all eligible full-time employees. These plans are described below.

VI.A. Defined Benefit Retirement Plan

VI.A.1. Plan Description and Provisions

General

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

As of June 30, 2002, employee membership data related to the Plan was as follows:

Retirees and beneficiaries currently receiving benefits	259
Terminated employees entitled to but not yet receiving benefits	30
Active plan participants	<u>24</u>
Total	<u>313</u>

Those persons eligible for retirement benefits are as follows:

- a. Employee shall have reached the age of sixty-two (62) years and shall have been employed for a period of at least eight (8) years with Oklahoma County, the last two (2) years of service shall have been consecutive immediately preceding such retirement, and service with the County shall have ceased.
- b. Any employee who shall have completed eight (8) years of service as a County employee, the last two (2) years of which were consecutive, and who at the time of completing such eight (8) years of service shall not have reached the age of sixty-two (62) years, may elect to retire, such retirement benefits to begin when County employee shall have attained the age of sixty-two (62) years, provided that such election shall be in writing upon such forms as the Board of Trustees shall direct.

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c. Any employee who shall have completed thirty (30) years of service as a County employee, the last two (2) years of which were consecutive and attained age of fifty-five (55) may elect to retire.

d. Any employee whose age and years of creditable service with the County equal eighty (80) may elect to retire.

e. Any employee of the County covered by this who shall have completed eight (8) years of employment with this County and who by reason of disability shall become disabled to such an extent as to be unable to perform his/her duties as an employee may be entitled to disability retirement, and to such benefits as the Board of Trustees shall determine; provided, however, that the Board of Trustees shall find that said disability is total and permanent.

Disability Benefits

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

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

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

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

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

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

Death Benefits

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

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

Administrative Cost

Plan administration costs are paid by the employer.

Summary of Significant Accounting Policies

Accrual Method of Accounting

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

Investments

Investments are reported at fair value. At June 30, 2002, no investments in any one organization, excluding U.S. government securities, represents 5% or more of the net assets available for pension benefits. There are no investments in loans to or leases with related parties.

Actuarial Present Value of Accumulated Plan Benefits

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

Benefits under the Plan are based on the average of the employees' three highest years' compensation. The accumulated plan benefits for active employees are based on current

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compensation. Benefits payable under all circumstances - retirement, death, and disability - are included to the extent they are deemed attributable to employee service rendered to the end of the year.

The actuarial present value of accumulated plan benefits was determined by Bruce and Bruce Company, Consulting Actuaries and is that amount that results from applying actuarial assumptions to adjust the accumulated plan benefits to reflect the time value of money (through discounts for interest) and the probability of payment (by means of decrements such as for death, disability, withdrawal or retirement) between the valuation date and the expected date of payment.

The significant actuarial assumptions used in the valuations as of June 30, 2002, are summarized below:

- A. The 1971 Group Annuity Mortality Table was used to determine the life expectancy of participants.
- B. 75% of the members were assumed to retire at age 62, and 8 years of service: 25% were assumed to retire after Rule of 80.
- C. An average rate of return on investments of 7 1/2% was used in the valuations.
- D. Future salary changes of 5 1/2% per year.
- E. No inflation rate assumed.
- F. Future pension payments reflect no post-retirement benefit increases, which is consistent with the terms of the pension plan.
- G. Costs and contribution levels were developed using the Individual Entry Age Cost Method.
- H. The unfunded actuarial accrued liability is being amortized as level dollar over a 40 year period on an open basis on and before June 30, 2000, and over a 30 year period on and after July 1, 2000.

The actuarial assumptions are based on the presumption that the Plan will continue. Were the plan to terminate, different actuarial assumptions and other factors might be applicable. The Employees' Retirement System of Oklahoma County issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained from the Oklahoma County Clerk's Office.

VI.A.2. Funding Policy

Contributions are not actuarially determined, and no determination was made by an actuary of the implications of using a nonactuarial method.

As specified by the Plan, Oklahoma County contributes an amount equal to 12% of the annual compensation of its participating employees' salary to the Plan. If an employee terminates employment with less than 8 years of service, he or she is entitled to receive only their actual

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contributions. In 1981, the Plan was amended to allow participating employees who were fifty-five years old or over and had fifteen years service to freeze their benefits at the level in effect at that time. No further employee contributions are required. During the fiscal year ended June 30, 2002, County contributions were \$1,254,881. This amount included \$1,174,368 from Defined Contribution forfeitures, in addition to the required contribution of \$80,513, to address the Plan's unfunded liability. Total payroll for employees covered by the plan was \$555,433.

VI.A.3. Annual Pension Cost and Net Pension Obligation

The County's annual pension cost and net pension obligation for the current year and the prior year are as follows:

	<u>2002</u>	<u>2001</u>
Annual required contribution	\$466,124	\$689,797
Interest on net pension obligation	(134,165)	(93,690)
Adjustments to annual required contribution	<u>159,720</u>	<u>99,936</u>
Annual pension cost	491,679	696,043
Contributions made	<u>(1,254,881)</u>	<u>(1,235,705)</u>
Increase (decrease) in net pension obligation	(763,202)	(539,662)
Net pension obligation beginning of year	<u>(1,788,861)</u>	<u>(1,249,199)</u>
Net pension obligation end of year	<u><u>\$(2,552,063)</u></u>	<u><u>\$(1,788,861)</u></u>

The adjustment to the annual required contribution was incorrectly reported as a negative in 2001, resulting in an incorrect Annual Pension Cost and Net Pension Obligation. The presentation above shows the correct amount for 2001. The annual required contribution for the current year was determined as part of the June 30, 2002 actuarial valuation using the assumptions cited above.

VI.A.4. Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
1998	581,161	19.60%	282,224
1999	561,668	186.35%	(202,778)
2000	463,565	325.73%	(1,249,199)
2001	696,043	177.53%	(1,788,861)
2002	491,679	255.22%	(2,552,063)

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VI.B. Defined Contribution Retirement Plan

VI.B.1. Plan Description and Provisions

The Defined Contribution Plan is administered by Prudential Asset Management Company, Incorporated. The County is responsible for making contributions as determined by written action of the County.

Eligibility for the Defined Contribution Plan

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

Benefits of the Defined Contribution Plan are as follows:

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

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

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

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

- e. After the expiration of the six (6) month break in service, the amounts forfeited shall be used to offset prospective Employer contributions or to pay expenses associated with the Retirement Plan.

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

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

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9. An installment distribution consisting of approximately equal installments for a term not extending beyond the life expectancy (as calculated in accordance with Internal Revenue Service's Regulations) on the Initial Distribution Date of the participant and their spouse.

Summary of Significant Accounting Policies

Accrual Method of Accounting

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

Investments

Investments are reported at fair value. At June 30, 2002, no investments in any one organization, excluding U.S. government securities, represents 5% or more of the net assets available for pension benefits. There are no investments in loans to or leases with related parties.

Loans to Participants:

During the 1998-99 fiscal year the Plan was amended to include a Loan Policy. The policy states that each Plan Participant with a fully or partially vested account balance is eligible to participate. The maximum loan amount shall be the lesser of \$25,000 or 50% of the Participant's non-forfeitable accrued benefit. The minimum loan amount will be \$1,000. The interest rate charged will be the National Prime Rate of Interest and will be fixed for the life of the loan. During the current fiscal year a total of \$1,867,400 was loaned to participants.

Employee membership data related to the plan is as follows:

Employees	Employee Count	Total Payroll
Full Time Employees (Retirement Participant)	1,536	38,886,677
Part Time Employees (Retirement Non- Participant)	126	810,268
Total	1,662	39,696,945

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VI.B.2. Contribution Requirements and Contributions Made

As specified by the Plan, Oklahoma County contributes an amount equal to 12% of the annual compensation of its participating employees' salary to the Plan. During the fiscal year ending June 30, 2002, County contributions were \$3,492,060. In addition, the county utilized \$1,174,599 from the Defined Contribution forfeiture account to address the unfunded liability in the Defined Benefit Plan. These forfeited non-vested funds revert to the County upon an employee's separation from the County and have been dedicated to fully funding the Defined Benefit Plan, per the action of the Oklahoma County Retirement Board of Trustees. The combined total of actual cash contributions and forfeiture funds was \$4,666,428. The forfeiture account is a trust fund maintained by the Plan Administration and contains amounts previously contributed by the County but forfeited by terminated employees who had not become fully vested, or eligible to receive the total amount contributed by the County. Upon the direction of the County, the Plan Administrator utilizes forfeited funds for certain month's contributions in lieu of new cash contributions from the County. Total payroll for employees covered by the plan, was \$38,886,677. Retirement benefits due to employees and beneficiaries at June 30, 2002 were \$58,397,662 at fair value, and are accounted for in a pension trust fund.

VII. Discretely Presented Component Unit Footnotes

VII.A. Organization Significant Accounting Policies

The Oklahoma County Finance Authority (the Authority) is a public trust established pursuant to a trust indenture dated May 9, 1983. Under the trust indenture, the Authority was created for the use and benefit of Oklahoma County (the County) under the provisions of Title 60, Oklahoma Statutes (2001), Sections 176 to 180.3, inclusive, as amended and supplemented, the Oklahoma Public Trust Act and other applicable statutes of the State of Oklahoma.

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

The Authority's Board of Trustees is appointed by the County Commissioners of Oklahoma County. In addition, the County Commissioners ultimately approve all note and bond obligations issued by the Authority. Accordingly, the Authority is considered a component unit of Oklahoma

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County and its financial statements are included as a discrete presentation in the Oklahoma County comprehensive annual financial report.

Basis of Presentation: The Authority is accounted for as an enterprise fund. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is for costs and expenses (including depreciation) of providing goods or services to the general public on a continuing basis to be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Financing Activities: The Authority arranges for nonrecourse through trustee banks on the bond or note agreements it administers. At approximately the same time, the Authority enters into note agreements with the borrowers. The note agreements transfer title to the borrower at the inception of the agreement. Such transactions would normally result in the recording of a receivable and corresponding debt by the Authority; however, due to the nonrecourse nature of the related debt instruments, and because the Authority acts only in a trustee capacity for the proceeds of the debt instruments, such assets and liabilities are not recorded by the Authority.

Fund Accounting: The indenture agreements for the Authority's bond and note issues create project (or revenue) funds into which all revenues and income from the various trust estates are deposited. Some of the indentures also provide for the creation of additional funds known as sinking funds, reserve funds, and renewal and replacement funds, in which prescribed mandatory balances are accumulated to be used ultimately for the retirement of bonds and to provide assurance against default in the payment of interest and principal.

Cash Equivalents: For purposes of the statement of cash flows, the Authority considers all highly liquid investments to be cash equivalents.

Investments: Investments consist of certificates of deposits and are carried at fair value, which approximates cost.

Accounts Receivable: Accounts receivable consists of amounts due from individual projects for administrative and accounting fees. The amount of the fees are based on amounts or percentages as specified in the trust indentures of the respective projects. An allowance for doubtful accounts has been provided on those receivables for which significant uncertainties exist regarding the collectibility of those receivables.

Office Furniture: Office furniture is stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

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Income Taxes: As a political subdivision of the State of Oklahoma, the Authority is exempt from federal and state income taxes.

Concentration of Credit: General Fund deposit and investments consist of debt securities that are fully collateralized by the Federal Deposit Insurance Corporation or U.S. Government Securities. Investments are carried at fair value.

VII.B. Conduit Debt Obligations

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

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

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

	<u>Date of Issuance</u>	<u>Original Balance</u>	<u>2002 Balance</u>
Climate Masters Project	06-01-89	2,000,000	\$ 503,463
Midwest Fabrication, Inc. Project	10-01-88	850,000	24,404
Guadalupe Series 1994A Project	06-01-94	2,095,000	2,075,000
Guadalupe Series 1994B Project	06-01-94	625,000	565,000
Guadalupe Series 1994C Project	06-01-94	280,000	280,000
Esquire Series 1994A Project	08-01-94	3,750,000	3,750,000
Esquire Series 1994B Project	08-01-94	250,000	75,000
Drexel Apartments 1995 Series A	12-01-95	2,830,000	2,830,000
Drexel Apartments 1995 Series B	12-01-95	260,000	85,000

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	<u>Date of Issuance</u>	<u>Original Balance</u>	<u>2002 Balance</u>
GNMA ARM Mortgage Back Securities 1995	11-01-95	13,000,000	6,461,510
GNMA ARM Mortgage Back Securities 1996	09-01-96	10,000,000	6,103,693
Avalon Retirement Series 1996 Project	06-01-96	2,080,000	1,745,000
Bradford Heritage Apartments Series 1996A	12-01-96	3,000,000	1,393,542
Bradford Heritage Apartments Series 1996B	12-01-96	1,000,000	501,256
Epworth Villa Series 1997A Project	03-15-97	17,630,000	16,650,000
Epworth Villa Series 1997B Project	03-15-97	3,005,000	3,005,000
Oakridge Village Apartments Series 1996A	10-01-96	1,775,000	1,270,000
Oakridge Village Apartments Series 1996B	10-01-96	295,000	290,000
Oakridge Village Apartments Series 1996C	10-01-96	250,000	80,000
Fresh Rate Bond Program Series 1997A	01-01-97	14,535,000	11,246,852
Fresh Rate Bond Program Series 1997B	01-01-97	5,000,000	159,988
Fresh Rate Bond Program Series 1997C	08-01-97	25,000,000	17,150,528
Fresh Rate Bond Program Series 1998	06-30-98	25,000,000	11,382,235
Trinity Foundation, Inc. Series 1998A	06-01-98	40,790,000	40,770,000
Trinity Foundation, Inc. Series 1998B	06-01-98	1,265,000	-
Southwest Electric Co.	06-01-98	3,000,000	2,410,000
OKC/Midwest City Apartments Pool Series 1998A	08-31-98	19,500,000	19,500,000
OKC/Midwest City Apartments Pool Series 1998B	08-31-98	700,000	350,341
OKC/Midwest City Apartments Pool Series 1998C	08-31-98	2,850,000	2,829,895
Omni Dome Project	04-01-99	1,500,000	1,225,200
Oxford Oaks, Watersedge and Gardens At Reding Apartments Projects Series 2000	07-26-00	27,695,000	27,695,000
Belle Isle-Burbank Companies Inc.	11-01-00	293,331	217,676
Epworth Villa Series 2000A Project	12-01-00	12,000,000	12,000,000
Epworth Villa Series 2000B Project	12-01-00	3,000,000	3,000,000
Factory Direct, Inc. Series 2001A	03-22-01	1,000,000	1,000,000
Factory Direct, Inc. Series 2001B	03-22-01	1,850,000	1,755,000
Oklahoma County Housing Preservation Fund, Inc. NVHG (Cambridge Landing)	05-21-01	<u>100,000,000</u>	<u>98,800,000</u>
		<u>\$349,953,331</u>	<u>\$299,180,583</u>

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

VII.C. Cash and Deposits

At June 30, 2002, cash and deposits consist of the following:

	<u>2002</u>
Cash and cash equivalents	\$ 88,952
Certificates of deposit	<u>1,182,911</u>
	<u>\$1,271,863</u>

At June 30, 2002, cash and deposits are categorized as to risk assumed as follows:

	<u>Risk Category</u>			<u>Bank</u>	<u>Reported</u>
	<u>1</u>	<u>2</u>	<u>3</u>	<u>Balance</u>	<u>Amount</u>
Cash and cash equivalents	\$ 89,029	\$ -	\$ -	\$ 89,029	\$ 88,952
Certificates of deposit	<u>1,182,911</u>	<u>-</u>	<u>-</u>	<u>1,182,911</u>	<u>1,182,911</u>
	<u>\$1,271,940</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$1,271,940</u>	<u>\$1,271,863</u>

Descriptions of risk categories are as follows:

1. Insured or collateralized by a pledge of unencumbered securities held by the Authority or its agent in the Authority's name.
2. Collateralized by a pledge of unencumbered securities held by the pledging financial institution's department or agent in the Authority's name.
3. Uncollateralized or secured with securities held by the pledging financial institution or by its trust department or agent but not in the Authority's name.

VIII. Blended Component Unit Footnotes

VIII.A. Organization

The Oklahoma County Public Buildings Authority (OCPBA) is a public trust authority established March 4, 1968, under the provisions of Title 60, Oklahoma Statutes 1961, Sections 176 to 180, inclusive, the Oklahoma Trust Act, and other applicable statutes of the State of

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Oklahoma. The trustees are the Oklahoma County Commissioners and the purpose of the OCPBA is to finance, operate, construct, and administer any public works, improvements or facilities for the benefit of Oklahoma County. Currently, the OCPBA is responsible to collect the rental revenues from the Metro Parking Garage, Investor's Capital Building, and the Lincoln Building property which is pledged for payment of its 1997 series revenue bonds, and to remit all such rental revenues in excess of those required for retirement of the bonds to Oklahoma County. Expenses related to operating the properties are paid by Oklahoma County under the terms of a management agreement between the OCPBA and Oklahoma County dated April 16, 1997. The duration of the contract is the life of the bonds issued by OCPBA unless modified in writing. The Oklahoma County Public Buildings Authority is a component unit of Oklahoma County and is reported as a blended component unit.

VIII.B. Significant Accounting Policies

Basis of Accounting

The financial statements of the OCPBA have been prepared on the accrual basis of accounting. Their revenues are recognized when earned and expenses when incurred. Proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict Governmental Accounting Standards Board (GASB) pronouncements, in which case, GASB prevails.

Fund Accounting

The Authority is accounted for as an enterprise fund. In governmental accounting, enterprise funds are used to account for operations that are: (a) financed and operated in a manner similar to private business enterprises, or (b) where the governing body has decided that periodic determination of net income is appropriate.

Cash and Cash Equivalents

Cash and cash equivalents are defined to be cash on hand, demand deposits, cash with fiscal agents, and short-term investments with original maturities of three months or less from the date of acquisition.

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Investments

Investments are accounted for in accordance with GASB-31, *Accounting and Financial Reporting for Certain Investments*, which states that investments at year-end with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at year-end. All investments not required to be reported at fair value are stated at cost.

Receivables

All receivables are reported at their gross value. None are expected to be uncollectible.

Property and Equipment

Capital assets purchased or acquired with an original cost of \$250 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives as follows

Buildings and Improvements	25 Years
Equipment	6 Years

VIII.C. Restricted Cash and Investments

Certain cash and investments are required to be maintained in separate accounts by the 1997 series bond indenture. All such accounts are being maintained as required.

VIII.D. Deposits and Investments

Deposits and investments made by the OCPBA are summarized below. The deposits are classified as to credit risk within the following three categories:

Category 1 Insured or collateralized, with securities held by the OCPBA or its agent in its name.

Category 2 Collateralized with securities held by the pledging financial institution's trust department or agent in the OCPBA's name.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

Category 3 Uncollateralized (This includes any bank balance that is collateralized with securities held by the pledging financial institution or by its trust department or agent, but not in the OCPBA's name).

	1	2	3	Carrying Value
Demand deposits	\$10,144			\$10,144
Money market accounts			300,491	300,491
Total	\$10,144	0	\$300,491	\$310,635

Investments are classified as to credit risk within the following three categories:

Category 1 Insured or registered, with securities held by the OCPBA or its agent in its name.

Category 2 Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the OCPBA's name.

Category 3 Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the OCPBA's name.

	1	2	3	Carrying Value
Guaranteed investment contracts			\$1,006,185	\$1,006,185

Currently, OCPBA investments consist of guaranteed investment agreements dated October 23, 1997 and maturing October 1, 2013 carrying an annual interest rate of 6.2% and are stated at fair value. See footnote I.E.1 for allowed investments.

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

VIII.E. Property and Equipment

A summary of changes in the property and equipment accounts as of June 30, 2002 is as follows:

<u>Asset</u>	<u>June 30, 2001</u>	<u>Prior Period Adjustment</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2002</u>
Land	\$1,375,636				\$1,375,636
Buildings & Improvements	4,976,590	1,210,090			6,186,680
Equipment	<u>5,731,323</u>	<u>(5,687,975)</u>	<u>5,772</u>	<u>(9,093)</u>	<u>40,027</u>
	12,083,549	(4,477,885)	5,772	(9,093)	7,602,343
Accumulated Depreciation	<u>(5,440,684)</u>	<u>2,955,014</u>	<u>(236,853)</u>	<u>9,093</u>	<u>(2,713,430)</u>
Net Value	<u>\$6,642,865</u>	<u>\$(1,522,871)</u>	<u>\$(231,081)</u>	<u>\$ 0</u>	<u>\$4,888,913</u>

VIII.F. Bonds Payable

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

A summary of debt activity for the year just ended is as follows:

	<u>Bonds</u>
Debt outstanding 6/30/01	\$5,795,000
New Debt	0
Retirements	<u>(325,000)</u>
Debt outstanding	<u>\$5,470,000</u>

Interest is payable semiannually on April 1 and October 1, commencing April 1, 1998. A summary of debt service requirements to maturity by year is as follows:

<u>Year</u>	<u>Principle</u>	<u>Interest</u>	<u>Debt Service</u>	<u>Interest Rate</u>
2003	340,000	241,928	581,928	4.25%
2004	360,000	226,705	586,705	4.30%
2005	370,000	210,625	580,625	4.40%
2006	390,000	193,393	583,393	4.50%
2007	410,000	175,014	585,014	4.55%
2008	430,000	155,838	585,838	4.50%
2009	455,000	135,473	590,473	4.55%

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

<u>Year</u>	<u>Principle</u>	<u>Interest</u>	<u>Debt Service</u>	<u>Interest Rate</u>
2010	475,000	113,732	588,732	4.65%
2011	500,000	90,398	590,398	4.75%
2012	525,000	65,560	590,560	4.80%
2013	550,000	39,254	589,254	4.85%
2014	665,000	8,146	673,146	4.90%
	<u>\$ 5,470,000</u>	<u>\$ 1,656,066</u>	<u>\$7,126,066</u>	

VIII.G. Risk Management

OCPBA is exposed to various risks of losses related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. OCPBA manages this risk through the purchase of commercial insurance policies paid for by Oklahoma County and subject to the terms of a management contract with Oklahoma County that obligates Oklahoma County to defend and pay for any litigation expense or judgment against OCPBA or its property upon demand. Claims are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered. There was no claims activity for the year just ended.

VIII.H. Contingent Liabilities

The 1997 bonds were issued subject to certain terms and conditions regarding the use of the bond proceeds in order for the interest on the bonds to be tax-exempt revenues to the purchasers of the bonds. If these terms and conditions were not met, the IRS exemption could be disallowed.

Additionally, early redemption of the bonds are subject to the following conditions:

That portion of the bonds which are stated to mature on or after October 1, 2008, may be redeemed prior to their respective maturities on any interest payment date on and after October 1, 2007, at the option of the Authority. However, a 2% premium of such principal amount would be owed if the bonds were redeemed on or prior to October 1, 2008, and a 1% premium would be owed if the bonds were redeemed on or prior to October 1, 2009. After October 1, 2009, the bonds could be redeemed at par.

VIII.I. Prior Period Adjustments

In prior years, fixed assets were not reconciled to the detailed records maintained by the County, and computer equipment belonging to the county was recorded on the OCPBA books. Additionally, the 1997 series bond issue costs and discount were not recorded properly. In

OKLAHOMA COUNTY, OKLAHOMA
Notes to the Financial Statements
June 30, 2002

order to reconcile the fixed asset records, remove county equipment recorded on the OCPBA books, and properly record the 1997 series bond issue costs and the discount on the bonds, the following adjustments were made:

Buildings and improvements	\$1,210,090
Equipment	(5,687,975)
Accumulated depreciation	2,955,014
Bond issue costs	53,936
Discount on bonds	<u>109,314</u>
	<u><u>\$(1,359,621)</u></u>

This resulted in a prior period adjustment to the beginning retained earnings for 2001 (2001 presented as Memorandum Totals only).

	<u>Enterprise Fund</u>
Retained Earnings at June 30, 2001, as previously reported	\$(3,193,702)
Prior period adjustment	<u>\$(1,359,621)</u>
Retained Earnings at June 30, 2001, as restated	<u><u>\$(4,553,323)</u></u>

IX. Subsequent Events

Oklahoma County issued \$10,000,000 General Obligation Limited Tax Bonds of 2002, Series A dated October 1, 2002. The bonds were issued for the purpose of acquiring property in the vicinity of Tinker Air Force Base in order to provide for the safety of those citizens of the County as well as provide for the continued assurance of the economic well being of Oklahoma County and its citizens. The bonds bear semi-annual interest (payable January 1, and July 1 of each year, commencing July 1, 2004) maturing in 12 installments of \$765,000 beginning July 1, 2005, with a final installment of \$820,000 on July 1, 2017. The Bonds will be paid from ad valorem taxes levied and assessed on behalf of the Issuer and deposited to its Sinking Fund.

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**REQUIRED
SUPPLEMENTARY INFORMATION**

OKLAHOMA COUNTY, OKLAHOMA
EMPLOYEES' DEFINED BENEFIT RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2002

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Net Assets Available for Benefits	Actuarial Accrued Liability	Unfunded Actuarial Liability	Funded Ratio	Annual Covered Payroll	Unfunded Actuarial Liability as a percentage of Covered Payroll
6/30/02	\$19,494,214	\$21,815,347	\$2,321,133	89.4%	\$672,180	345.3%
6/30/01	19,446,909	22,380,545	2,933,636	86.9%	746,100	393.2%
6/30/00	18,923,707	24,015,691	5,091,894	78.8%	705,588	724.7%
6/30/99	20,034,089	25,157,408	5,123,319	79.6%	832,030	615.8%
6/30/98	20,610,303	27,126,262	6,515,959	76.0%	960,494	678.4%
6/30/97	21,680,369	27,993,719	6,313,350	77.4%	1,077,213	586.1%
6/30/96	22,713,595	25,561,074	2,847,479	88.9%	1,136,421	250.6%
6/30/95	24,078,454	25,554,660	1,476,206	94.2%	1,202,660	122.8%
6/30/94	24,855,088	25,108,772	253,684	99.0%	1,314,897	19.3%
6/30/93	29,790,940	25,298,446	(4,492,494)	117.8%	1,362,842	(329.6%)
6/30/92	30,118,077	23,706,426	(6,411,651)	127.0%	2,199,643	(291.5%)

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Fiscal Year Ending	Annual Required Contribution	Actual Contribution	Percentage Recognized
6/30/02	\$466,124	\$1,254,881	269.2%
6/30/01	\$689,797	\$1,235,705	179.1%
6/30/00	\$463,796	\$1,509,986	325.6%
6/30/99	561,347	1,046,670	186.5%
6/30/98	581,372	113,797	19.6%
6/30/97	355,430	142,974	40.2%
6/30/96	263,570	143,883	54.6%
6/30/95	190,581	166,929	87.6%
6/30/94	197,791	158,108	79.9%
6/30/93	319,402	190,261	59.6%

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

ACTUARIAL VALUATIONS AND ASSUMPTIONS

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation date	June 30, 2002
Actuarial cost method	Individual Entry Age
Amortization method	Level dollar
Amortization period	40 years open on and before June 30, 2000. 30 years open on and after July 1, 2000.
Asset valuation method	Fair market value

Actuarial assumptions:	
Investment rate of return	7.5%
Projected salary increases	5.5%
Includes inflation at	None
Cost-of-living adjustments	None

COMBINING and INDIVIDUAL FINANCIAL STATEMENTS

Combining financial statements are presented for all fund types that have multiple funds. The combining statements for all funds of each type are presented in a columnar format. The "total" columns of the combining statements carry forward to the corresponding presentation of that fund type in the combined financial statements.

Individual financial statements present information for selected individual funds where the combined and combining financial statement formats are not sufficient to present the necessary detail to satisfy financial reporting objectives.

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Oklahoma County, Oklahoma

General Fund

Fiscal Year Ended June 30, 2002

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**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
BALANCE SHEET
June 30, 2002
with comparative totals for June 30, 2001**

	<u>2002</u>	<u>2001</u>
<u>Assets</u>		
Cash and Investments	\$7,446,712	\$6,863,799
Ad Valorem Taxes Receivable	542,095	607,399
Interest Receivable	38,529	134,600
Notes Receivable-Current	8,702	8,449
Notes Receivable-Non Current		8,702
Due from Other Governments		
Federal government		
State government	527,523	476,109
Local government	151,283	86,315
Officer's Depository Accounts	259,942	402,177
Inventory	120,482	143,566
Total Assets	<u><u>\$9,095,268</u></u>	<u><u>\$8,731,116</u></u>
<u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts Payable	\$969,398	\$921,929
Total Liabilities	<u><u>969,398</u></u>	<u><u>921,929</u></u>
Fund Balance:		
Reserved:		
Reserved for Encumbrances	3,897,431	3,006,948
Reserved for Inventory	120,482	143,566
Reserved for Non-Current Receivables		8,702
Unreserved, Undesignated	4,107,957	4,649,971
Total Fund Balance	<u><u>8,125,870</u></u>	<u><u>7,809,187</u></u>
Total Liabilities and Fund Balance	<u><u>\$9,095,268</u></u>	<u><u>\$8,731,116</u></u>

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001**

	<u>2002</u>	<u>2001</u>
<u>Revenues</u>		
Ad valorem taxes	\$34,749,852	\$32,090,923
Charges for services	4,212,486	3,942,723
Intergovernmental revenues	9,768,485	8,961,815
Interest income	1,990,363	2,785,653
Miscellaneous revenue	1,670,256	1,831,228
Total revenues	<u>52,391,442</u>	<u>49,612,342</u>
<u>Expenditures</u>		
Current operating:		
General government	23,516,621	22,650,726
Public safety	16,905,740	16,664,667
Health and welfare	3,862,804	3,706,979
Culture and recreation	41,632	44,472
Education	347,460	339,016
Roads and highways	552,058	558,733
Capital outlay	899,709	6,218,437
Total expenditures	<u>46,126,024</u>	<u>50,183,030</u>
Excess of revenues over/(under) expenditures before other financing sources (uses)	<u>6,265,418</u>	<u>(570,688)</u>
<u>Other financing sources (uses)</u>		
Operating transfers in	814,123	5,049,414
Operating transfers out	(6,739,774)	(11,233,297)
Capitalized Leases	4,765,000	4,765,000
Total other financing sources (uses)	<u>(5,925,651)</u>	<u>(1,418,883)</u>
Excess of revenues over/(under) expenditures and other financing sources (uses)	339,767	(1,989,571)
Fund balance at beginning of year, as previously reported		11,114,639
Prior period adjustment (See Note III.E.)		(1,279,444)
Fund balance at beginning of year, as restated	7,809,187	9,835,195
Increase (decrease) in reserve for inventory	(23,084)	(36,437)
Fund balance at end of year, as restated	<u>\$8,125,870</u>	<u>\$7,809,187</u>

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
BUDGET BASIS**

**For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001**

	2002			2001
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Ad valorem taxes	\$32,680,230	\$34,815,156	\$2,134,926	\$31,883,362
Charges for services	3,712,059	4,356,102	644,043	3,877,432
Intergovernmental revenues	11,137,838	9,654,577	(1,483,261)	9,830,593
Interest income	2,100,000	2,086,434	(13,566)	2,942,059
Miscellaneous revenue	1,812,291	1,640,812	(171,479)	2,126,584
Total revenues	51,442,418	52,553,081	1,110,663	50,660,030
Expenditures				
Current operating:				
General Government				
General Government	7,362,897	7,125,222	237,675	6,548,108
County Commissioners	348,939	345,922	3,017	301,882
Assessor Regular	1,726,694	1,720,491	6,203	1,788,553
Assessor Revaluation	2,123,721	2,117,592	6,129	2,039,957
Treasurer	793,010	557,599	235,411	699,272
Court Clerk	3,366,033	3,355,925	10,108	3,239,431
County Clerk	2,169,488	2,142,952	26,536	2,192,887
Excise & Equalization Board	41,007	25,196	15,811	21,055
County Audit	306,877	259,441	47,436	288,728
District Attorney - State	125,000	119,230	5,770	120,578
District Attorney - County	38,350	12,785	25,565	5,354
Public Defender	40,300	39,129	1,171	36,556
Purchasing	182,832	175,046	7,786	185,843
Election Board	898,622	891,508	7,114	887,216
Environmental Health & Safety	190,792	184,706	6,086	182,513
MIS	1,841,726	1,834,279	7,447	1,736,701
Facilities Management	1,984,429	1,941,969	42,460	2,045,650
Facilities Management-Custodial	399,989	395,398	4,591	506,761
Community Service/Pre-Trial Release	235,134	228,301	6,833	236,716
Community Sentencing Council				92,720
Conditional Bond Release Program	178,401	136,148	42,253	28,784
Metro Parking Garage	161,998	161,435	563	157,342
Investor's Capital Building	142,009	138,310	3,699	124,663
Total General Governmental	24,658,248	23,908,584	749,664	23,467,270

(Continued)

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
BUDGET BASIS**

**For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001**

	<u>2002</u>		<u>2001</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Public Safety			<u>Actual</u>
Sheriff	12,087,291	12,087,291	11,676,322
Juvenile Justice Bureau	5,133,482	5,087,030	4,926,422
Emergency Management	130,450	129,918	134,893
Total Public Safety	<u>17,351,223</u>	<u>17,304,239</u>	<u>16,737,637</u>
Health & Welfare			
Training & General Assistance	1,091,274	1,067,071	1,520,672
Training & General Assistance Grants	4,465,145	4,040,941	3,828,643
Total Health and Welfare	<u>5,556,419</u>	<u>5,108,012</u>	<u>5,349,315</u>
Culture & Recreation			
Free Fair	44,749	43,458	45,659
Education			
OSU Extension	352,983	351,147	348,579
Road & Highway			
District #1	142,456	142,021	180,331
District #2	153,467	153,407	183,701
District #3	172,283	169,052	133,468
Engineer	316,189	315,252	308,009
Total Road and Highway	<u>784,395</u>	<u>779,732</u>	<u>805,509</u>
Total Expenditures and Encumbrances	<u>48,748,017</u>	<u>47,495,172</u>	<u>1,252,845</u>
Excess of revenues over/(under) expenditures before other financing sources (uses)	<u>2,694,401</u>	<u>5,057,909</u>	<u>2,363,508</u>
Other financing sources (uses)			
Operating transfers in		814,123	5,049,414
Operating transfers out	(6,495,455)	(6,739,774)	(11,233,297)
Total other financing sources (uses)	<u>(6,495,455)</u>	<u>(5,925,651)</u>	<u>(6,183,883)</u>

(Continued)

**OKLAHOMA COUNTY, OKLAHOMA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
BUDGET BASIS**

**For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001**

	<u>2002</u>			<u>2001</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Excess of revenues over/(under) expenditures and other financing sources (uses)	(\$3,801,054)	(\$867,742)	\$2,933,312	(\$2,277,822)
Fund balance at beginning of year (Budget Basis)	<u>3,801,054</u>	<u>3,801,054</u>	<u>0</u>	<u>5,463,374</u>
Fund balance at end of year (Budget Basis)	<u><u>\$0</u></u>	<u><u>\$2,933,312</u></u>	<u><u>\$2,933,312</u></u>	<u><u>\$3,185,552</u></u>
Reconciliation to GAAP-basis Fund Balance:				
Ad-valorem taxes receivable, net of allowance		542,095		
Notes receivable (current & non-current)		8,702		
Accounts payable		(969,398)		
Accrued interest		38,529		
Due from other governments		938,748		
Current year encumbrances included in expenditures		3,169,161		
Adjustment to prior year reserve for encumbrances		1,344,239		
Reserve for inventory		120,482		
Total Reconciling Items		<u>5,192,558</u>		
Fund Balance, June 30, 2002 (GAAP Basis)		<u><u>\$8,125,870</u></u>		

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Special Revenue Funds

Highway Cash

Sheriff's Special Revenue

Sheriff's Service Fee

Resale Property

Other Special Revenue Fund

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June 30, 2002

Totals							
	Highway Cash	Sheriff's Special Revenue	Sheriff's Service Fee	Resale Property	All Other Special Revenue	2002	2001
Assets							
Cash and Investments	\$7,263,175	\$3,743,424	\$1,497,193	\$4,189,124	\$2,922,929	\$19,615,845	\$16,485,659
Ad Valorem Tax Interest				679,417		679,417	683,520
Interest Receivable					1,617	1,617	
Due from Other Governments							
Federal government		109,722				109,722	527,332
State government	861,965	188,854			9,402	1,060,221	1,410,164
Local government	184,718	997	41,762		4,836	232,313	298,076
Officer's Depository Accounts					163,912	163,912	
Inventory	639,087				639,087	639,087	462,887
Total Assets	<u>\$8,948,945</u>	<u>\$4,042,997</u>	<u>\$1,538,955</u>	<u>\$4,868,541</u>	<u>\$3,102,696</u>	<u>\$22,502,134</u>	<u>\$19,867,638</u>
Liabilities and Fund Balance							
Liabilities:							
Accounts Payable	379,843	14,619	33,863		41,838	470,163	1,182,045
Total Liabilities	<u>379,843</u>	<u>14,619</u>	<u>33,863</u>	<u>0</u>	<u>41,838</u>	<u>470,163</u>	<u>1,182,045</u>
Fund Balance:							
Reserved:							
Reserved for Encumbrances	1,378,874	423,538	198,198	71,118	176,869	2,248,597	2,485,553
Reserved for Inventory	639,087					639,087	462,887
Unreserved, Undesignated	6,551,141	3,604,840	1,306,894	4,797,423	2,883,989	19,144,287	15,737,153
Total Fund Balance	<u>8,569,102</u>	<u>4,028,378</u>	<u>1,505,092</u>	<u>4,868,541</u>	<u>3,060,858</u>	<u>22,031,971</u>	<u>18,685,593</u>
Total Liabilities and Fund Balance	<u>\$8,948,945</u>	<u>\$4,042,997</u>	<u>\$1,538,955</u>	<u>\$4,868,541</u>	<u>\$3,102,696</u>	<u>\$22,502,134</u>	<u>\$19,867,638</u>

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

OKLAHOMA COUNTY, OKLAHOMA

Totals

Capital Project Funds

Capital Improvements - Regular
Capital Improvements - Districts
Capital Improvements – Tinker Clearing
Jail Facility
Sale of Property

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**OKLAHOMA COUNTY, OKLAHOMA
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET**

June 30, 2002

with comparative totals for June 30, 2001

	Regular Capital Projects	Districts Capital Projects	Tinker Clearing	Jail Facility	Sale of Property	Totals
Assets						
Cash and Investments	\$447,770	\$223,163	\$1,037,804	\$34,630	\$6,500	\$2,467,015
Interest Receivable	2,090			408		2,872
Total Assets	<u>\$449,860</u>	<u>\$223,163</u>	<u>\$1,037,804</u>	<u>\$35,038</u>	<u>\$6,500</u>	<u>\$2,469,887</u>
Liabilities and Fund Balance						
Liabilities:						
Accounts Payable	\$200					\$200
Total Liabilities	<u>200</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>200</u>
Fund Balance:						
Reserved:						
Reserved for Encumbrances	124,403	\$20,858	\$110,000	\$22,589		277,850
Unreserved, Designated:						
Designated for Regular Capital Projects	325,257					325,257
Designated for District Capital Projects		202,305				202,305
Designated for Tinker Clearing			927,804			927,804
Designated for Jail Facility				12,449		12,449
Designated for Sale of Property					6,500	6,500
Total Fund Balance	<u>449,660</u>	<u>223,163</u>	<u>1,037,804</u>	<u>35,038</u>	<u>6,500</u>	<u>1,752,165</u>
Total Liabilities and Fund Balance	<u>\$449,860</u>	<u>\$223,163</u>	<u>\$1,037,804</u>	<u>\$35,038</u>	<u>\$6,500</u>	<u>\$2,469,887</u>

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

OKLAHOMA COUNTY, OKLAHOMA
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE

For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001

	Regular Capital Projects	Districts Capital Projects	Tinker Clearing	Jail Facility	Sale of Property	Totals	
						2002	2001
Revenues							
Interest income	\$19,584		(\$741)	\$5,282	\$0	\$24,125	\$75,062
Miscellaneous revenue			1	889	6,500	7,390	32,387
Total revenues	<u>19,584</u>	<u>0</u>	<u>(740)</u>	<u>6,171</u>	<u>6,500</u>	<u>31,515</u>	<u>107,449</u>
Expenditures							
Current operating:							
General government							3,200
Roads and highways		\$13,503				13,503	91,346
Capital outlay	547,054		219,227	125,351		891,632	777,088
Total expenditures	<u>547,054</u>	<u>13,503</u>	<u>219,227</u>	<u>125,351</u>	<u>0</u>	<u>905,135</u>	<u>871,634</u>
Excess of revenues over/(under) expenditures before other financing sources (uses)	<u>(527,470)</u>	<u>(13,503)</u>	<u>(219,967)</u>	<u>(119,180)</u>	<u>6,500</u>	<u>(873,620)</u>	<u>(764,185)</u>
Other financing sources (uses)							
Operating transfers in	250,000					250,000	2,004,204
Operating transfers out							(1,450,000)
Total other financing sources (uses)	<u>250,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>250,000</u>	<u>554,204</u>
Excess of revenues over/(under) expenditures and other financing sources (uses)	<u>(277,470)</u>	<u>(13,503)</u>	<u>(219,967)</u>	<u>(119,180)</u>	<u>6,500</u>	<u>(623,620)</u>	<u>(209,981)</u>
Fund balance at beginning of year	727,130	236,666	1,257,771	154,218		2,375,785	2,585,766
Fund balance at end of year	<u>\$449,660</u>	<u>\$223,163</u>	<u>\$1,037,804</u>	<u>\$35,038</u>	<u>\$6,500</u>	<u>\$1,752,165</u>	<u>\$2,375,785</u>

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

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**OKLAHOMA COUNTY, OKLAHOMA
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET**

June 30, 2002

with comparative totals for June 30, 2001

	Totals			
	Employee Benefits	Worker's Compensation	Self Insurance	
				2002
				2001
Assets				
Cash and Investments	\$74,096	\$1,049,746	\$85,961	\$1,209,803
Interest Receivable		894		894
Due from Other Governments	231,218			231,218
				163,303
Total Assets	\$305,314	\$1,050,640	\$85,961	\$1,441,915
				\$1,685,354
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$993,300	\$1,783,333	\$5,738	\$2,782,371
				\$2,320,463
Total Liabilities	993,300	1,783,333	5,738	2,782,371
				2,320,463
Fund Equity:				
Retained Earnings:				
Reserved for Encumbrances	2,918	43,186	200	46,304
Unreserved	(690,904)	(775,879)	80,023	(1,386,760)
				(639,809)
Total Fund Equity	(687,986)	(732,693)	80,223	(1,340,456)
				(635,109)
Total Liabilities and Fund Equity	\$305,314	\$1,050,640	\$85,961	\$1,441,915
				\$1,685,354

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

**For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001**

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

OKLAHOMA COUNTY, OKLAHOMA
Internal Service Funds

Combining Statement of Cash Flows for the Year ended June 30, 2002
Increase (Decrease) In Cash and Investments

	Employee Benefits	Worker's Compensation	Self Insurance	Totals 2002
Cash flows from operating activities:				
Cash paid to suppliers for goods and services	(\$8,347,333)	(\$616,286)	(\$76,726)	(\$9,040,345)
Cash received from insurance reimbursements	2,484,273	4,296		2,488,569
Net cash provided (used) by operating activities	(5,863,060)	(611,990)	(76,726)	(6,551,776)
Cash flows from non-capital financing activities:				
Operating transfers out				
Operating transfers in	5,400,455	750,000	75,000	6,225,455
Net cash provided (used) by non-capital financing activities	5,400,455	750,000	75,000	6,225,455
Cash flows from investing activities:				
Interest received	4,465	12,676		17,141
Net cash provided (used) by investing activities	4,465	12,676	0	17,141
Net increase (decrease) in cash and investments	(458,140)	150,686	(1,726)	(309,180)
Cash and investments, July 1, 2001	532,236	899,060	87,687	1,518,983
Cash and investments, June 30, 2002	\$74,096	\$1,049,746	\$85,961	\$1,209,803
<u>Reconciliation of operating income to net cash provided (used) by operating activities:</u>				
Operating Income (loss)	(5,980,345)	(883,490)	(81,934)	(6,945,769)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Changes in assets and liabilities:				
(Increase)decrease intergovernmental receivable	(67,915)			(67,915)
Increase (decrease) in accounts payable	185,200	271,500	5,208	461,908
Total adjustments	117,285	271,500	5,208	393,993
Net cash provided (used) by operating activities	(\$5,863,060)	(\$611,990)	(\$76,726)	(\$6,551,776)

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

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Internal Service Funds

Employee Benefits

Worker's Compensation

Self Insurance

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**OKLAHOMA COUNTY, OKLAHOMA
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET**

June 30, 2002
with comparative totals for June 30, 2001

	Totals			
	Employee Benefits	Worker's Compensation	Self Insurance	
<u>Assets</u>				
Cash and Investments	\$74,096	\$1,049,746	\$85,961	\$1,209,803
Interest Receivable		894		894
Due from Other Governments	231,218			231,218
Total Assets	\$305,314	\$1,050,640	\$85,961	\$1,441,915
<u>Liabilities and Fund Equity</u>				
<u>Liabilities:</u>				
Accounts Payable	\$993,300	\$1,783,333	\$5,738	\$2,782,371
Total Liabilities	993,300	1,783,333	5,738	2,782,371
<u>Fund Equity:</u>				
Retained Earnings:				
Reserved for Encumbrances	2,918	43,186	200	46,304
Unreserved	(690,904)	(775,879)	80,023	(1,386,760)
Total Fund Equity	(687,986)	(732,693)	80,223	(1,340,456)
Total Liabilities and Fund Equity	\$305,314	\$1,050,640	\$85,961	\$1,441,915
				\$1,685,354
				\$2,320,463
				(635,109)
				\$1,685,354

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

OKLAHOMA COUNTY, OKLAHOMA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS

For the fiscal year ended June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001

	Totals	
	2002	2001
<u>Operating Revenues</u>		
Premiums and other reimbursements	\$0	\$2,266,974
Total operating revenues	<u>2,556,484</u>	<u>2,266,974</u>
<u>Operating Expenses</u>		
Claims paid and other operating expenses	81,934	9,269,109
Total operating expenses	<u>81,934</u>	<u>9,269,109</u>
Operating income (loss)	<u>(81,934)</u>	<u>(7,002,135)</u>
<u>Non-operating revenue (expenses)</u>		
Interest revenue	11,265	34,269
Total non-operating revenue (expenses)	<u>0</u>	<u>34,269</u>
Income (loss) before operating transfers	<u>(81,934)</u>	<u>(6,967,866)</u>
Operating transfers to other funds	75,000	(1,050,000)
Operating transfers from other funds	<u>(6,934)</u>	<u>7,016,439</u>
Net income (loss)	<u>(11,798)</u>	<u>(1,001,427)</u>
Retained earnings at beginning of year	87,157	366,318
Retained earnings at end of year	<u><u>(\$687,986)</u></u>	<u><u>(\$635,109)</u></u>

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

OKLAHOMA COUNTY, OKLAHOMA

Internal Service Funds

Combining Statement of Cash Flows for the Year ended June 30, 2002
Increase (Decrease) In Cash and Investments

	Employee Benefits	Worker's Compensation	Self Insurance	Totals 2002
Cash flows from operating activities:				
Cash paid to suppliers for goods and services	(\$8,347,333)	(\$616,286)	(\$76,726)	(\$9,040,345)
Cash received from insurance reimbursements	2,484,273	4,296		2,488,569
Net cash provided (used) by operating activities	(5,863,060)	(611,990)	(76,726)	(6,551,776)
Cash flows from non-capital financing activities:				
Operating transfers out				
Operating transfers in	5,400,455	750,000	75,000	6,225,455
Net cash provided (used) by non-capital financing activities	5,400,455	750,000	75,000	6,225,455
Cash flows from investing activities:				
Interest received	4,465	12,676		17,141
Net cash provided (used) by investing activities	4,465	12,676	0	17,141
Net increase (decrease) in cash and investments	(458,140)	150,686	(1,726)	(309,180)
Cash and investments, July 1, 2001	532,236	899,060	87,687	1,518,983
Cash and investments, June 30, 2002	\$74,096	\$1,049,746	\$85,961	\$1,209,803
<u>Reconciliation of operating income to net cash provided (used) by operating activities:</u>				
Operating Income (loss)	(5,980,345)	(883,490)	(81,934)	(6,945,769)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Changes in assets and liabilities:				
(Increase)decrease intergovernmental receivable	(67,915)			(67,915)
Increase (decrease) in accounts payable	185,200	271,500	5,208	461,908
Total adjustments	117,285	271,500	5,208	393,993
Net cash provided (used) by operating activities	(\$5,863,060)	(\$611,990)	(\$76,726)	(\$6,551,776)

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

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Trust and Agency Funds

Defined Benefit Retirement Plan
Defined Contribution Retirement Plan
Schools
Cities
Official Depository
Unapportioned Taxes
Other Trust & Agency:
Health Department
Foreign Mortgage Tax
Excess Resale
Law Library
Individual Redemption
Protest Fund
Dependent Child Care

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**OKLAHOMA COUNTY, OKLAHOMA
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET**

June 30, 2002

with comparative totals for June 30, 2001

	Pension Trust Funds		Agency Funds				Totals	
	Defined Benefit	Defined Contribution	Schools	Cities and Towns	Official Depository	Unapportioned Tax	All Other Agency Funds	
Assets								
Cash and Investments	\$19,376,620	\$58,397,662	\$5,730,677	\$628,577	\$25,091,149	\$10,763,658	\$700,956	\$115,390,520
Ad Valorem Taxes Receivable			2,981,102	649,234			91,236	4,470,279
Interest Receivable	117,594		4,625					132,701
Contributions Receivable								253
Due from Other Governments								
State government			566,052	501,947				1,067,999
Local government							34,814	34,814
Total Assets	\$19,494,214	\$58,397,662	\$9,282,456	\$1,779,758	\$25,091,149	\$10,763,658	\$827,006	\$125,635,903
Liabilities and Fund Balance								
Liabilities:								
Warrants Payable			\$1,635,739		\$6,265		\$3,592	\$1,635,739
Accounts Payable							543	9,857
Due to Other Taxing Jurisdictions			7,646,717	\$1,779,758	259,942	\$10,763,658		20,190,676
Due to Other Funds					24,824,942		822,871	259,942
Due to Others								25,647,813
Total Liabilities	0	0	9,282,456	1,779,758	25,091,149	10,763,658	827,006	47,744,027
Fund Balance:								
Reserved:								
Reserved for Pension Benefits	\$19,494,214	\$58,397,662						77,891,876
Total Fund Balance	19,494,214	58,397,662	0	0	0	0	0	77,891,876
Total Liabilities and Fund Balance	\$19,494,214	\$58,397,662	\$9,282,456	\$1,779,758	\$25,091,149	\$10,763,658	\$827,006	\$125,635,903
								\$120,852,515

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

**OKLAHOMA COUNTY, OKLAHOMA
STATEMENT OF PLAN NET ASSETS
PENSION TRUST FUNDS**

as of June 30, 2002
with comparative totals for the fiscal year ended June 30, 2001

	Defined Benefit Retirement Fund	Defined Contribution Retirement Fund	Totals	
			2002	2001
Assets				
Cash	\$363,251	\$0	\$363,251	\$144,865
Receivables				
Contributions				253
Interest	117,594		117,594	124,597
Total receivables	117,594	0	117,594	124,850
Investments, at fair value				
U.S. Government securities	13,776,141		13,776,141	12,229,772
Municipal bonds	2,049,089		2,049,089	3,322,374
Corporate bonds	1,509,072		1,509,072	2,455,920
Strips	1,377,288		1,377,288	1,073,321
Judgments	301,779		301,779	95,807
Mutual funds		53,010,677	53,010,677	54,484,745
Loans to participants		5,386,985	5,386,985	4,945,226
Total investments	19,013,369	58,397,662	77,411,031	78,607,165
Total assets	19,494,214	58,397,662	77,891,876	78,876,880
Liabilities				
Other payables				
Total liabilities	0	0	0	0
Net asset held in trust for pension benefits	\$19,494,214	\$58,397,662	\$77,891,876	\$78,876,880

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

OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
Fiscal Year Ended June 30, 2002

	Balance July 1, 2001	Additions	Deductions	Balance June 30, 2002
SCHOOLS				
<u>Assets:</u>				
Cash and investments	\$5,474,166	\$276,165,981	\$275,909,470	\$5,730,677
Ad valorem taxes receivable	3,389,117	2,981,102	3,389,117	2,981,102
Accrued interest receivable	8,104	4,625	8,104	4,625
Due from other governments	289,668	566,052	289,668	566,052
Total Assets	<u>\$9,161,055</u>	<u>\$279,717,760</u>	<u>\$279,596,359</u>	<u>\$9,282,456</u>
<u>Liabilities:</u>				
Warrants payable	\$1,422,667	\$1,635,739	\$1,422,667	\$1,635,739
Due to other taxing units	7,738,388	278,082,021	278,173,692	7,646,717
Total Liabilities	<u>\$9,161,055</u>	<u>\$279,717,760</u>	<u>\$279,596,359</u>	<u>\$9,282,456</u>
CITIES AND TOWNS				
<u>Assets:</u>				
Cash and investments	\$173,802	\$63,288,495	\$62,833,720	\$628,577
Ad valorem taxes receivable	961,175	649,234	961,175	649,234
Due from other governments	547,058	501,947	547,058	501,947
Total Assets	<u>\$1,682,035</u>	<u>\$64,439,676</u>	<u>\$64,341,953</u>	<u>\$1,779,758</u>
<u>Liabilities:</u>				
Due to other taxing units	<u>\$1,682,035</u>	<u>\$64,439,676</u>	<u>\$64,341,953</u>	<u>\$1,779,758</u>
Total Liabilities	<u>\$1,682,035</u>	<u>\$64,439,676</u>	<u>\$64,341,953</u>	<u>\$1,779,758</u>
OFFICIAL DEPOSITORY				
<u>Assets:</u>				
Cash and investments	\$18,626,495	\$133,553,234	\$127,088,580	\$25,091,149
Total Assets	<u>\$18,626,495</u>	<u>\$133,553,234</u>	<u>\$127,088,580</u>	<u>\$25,091,149</u>
<u>Liabilities:</u>				
Accounts payable	\$2,425	\$6,265	\$2,425	\$6,265
Due to other funds	402,177	259,942	402,177	259,942
Due to others	18,221,893	133,287,027	126,683,978	24,824,942
Total Liabilities	<u>\$18,626,495</u>	<u>\$133,553,234</u>	<u>\$127,088,580</u>	<u>\$25,091,149</u>

(Continued)

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

OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
Fiscal Year Ended June 30, 2002

	Balance July 1, 2001	Additions	Deductions	Balance June 30, 2002
UNAPPORTIONED TAXES				
<u>Assets:</u>				
Cash and investments	\$11,429,764	\$3,960,483	\$4,626,589	\$10,763,658
Total Assets	<u>\$11,429,764</u>	<u>\$3,960,483</u>	<u>\$4,626,589</u>	<u>\$10,763,658</u>
<u>Liabilities:</u>				
Due to other taxing units	\$11,429,764	\$3,960,483	\$4,626,589	\$10,763,658
Total Liabilities	<u>\$11,429,764</u>	<u>\$3,960,483</u>	<u>\$4,626,589</u>	<u>\$10,763,658</u>
ALL OTHERS				
<u>Assets:</u>				
Cash and investments	\$934,263	\$11,270,908	\$11,504,215	\$700,956
Ad valorem taxes receivable	119,987	91,236	119,987	91,236
Due from other governments	22,036	34,814	22,036	34,814
Total Assets	<u>\$1,076,286</u>	<u>\$11,396,958</u>	<u>\$11,646,238</u>	<u>\$827,006</u>
<u>Liabilities:</u>				
Accounts payable		\$3,592		\$3,592
Due to other taxing units	\$543	11,393,366	\$11,393,366	543
Due to others	1,075,743		252,872	822,871
Total Liabilities	<u>\$1,076,286</u>	<u>\$11,396,958</u>	<u>\$11,646,238</u>	<u>\$827,006</u>
TOTALS - ALL AGENCY FUNDS				
<u>Assets:</u>				
Cash and investments	\$36,638,490	\$488,239,101	\$481,962,574	\$42,915,017
Ad valorem taxes receivable	4,470,279	3,721,572	4,470,279	3,721,572
Accrued interest receivable	8,104	4,625	8,104	4,625
Due from other governments	858,762	1,102,813	858,762	1,102,813
Total Assets	<u>\$41,975,635</u>	<u>\$493,068,111</u>	<u>\$487,299,719</u>	<u>\$47,744,027</u>
<u>Liabilities:</u>				
Warrants payable	\$1,422,667	\$1,635,739	\$1,422,667	\$1,635,739
Accounts payable	2,425	9,857	2,425	9,857
Due to other taxing units	20,850,730	357,875,546	358,535,600	20,190,676
Due to other funds	402,177	259,942	402,177	259,942
Due to others	19,297,636	133,287,027	126,936,850	25,647,813
Total Liabilities	<u>\$41,975,635</u>	<u>\$493,068,111</u>	<u>\$487,299,719</u>	<u>\$47,744,027</u>

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

STATISTICAL SECTION

(Unaudited)

OKLAHOMA COUNTY
GENERAL GOVERNMENTAL REVENUES BY SOURCE - GAAP BASIS
(General, Special Revenue, Capital Projects and Debt Service Funds)
Last Ten Fiscal Years

	2001-02	2000-01	1999-00	1998-99	1997-98	1996-97	1995-96	1994-95	1993-94	1992-93
Property Taxes										
Charges for Services										
County Clerk Fees	4,066,631	3,847,832	3,856,331	4,247,780	3,895,525	3,568,585	3,405,168	3,160,247	3,522,546	3,088,018
Sheriff Service Fees	1,631,707	1,889,460	963,070	1,466,566	1,316,120	938,996	936,122	909,560	775,886	1,224,201
Other Charges for Services	2,457,060	486,667	505,223	1,308,989	1,207,441	988,667	9,506,365	9,283,879	280,490	222,465
Total Charges for Services	8,155,398	6,223,959	5,324,624	7,023,335	6,419,086	5,496,248	13,847,655	13,353,686	4,578,922	4,534,684
Intergovernmental Revenues										
State-Shared Gasoline Tax	3,399,035	3,581,359	3,627,874	3,561,534	3,684,069	3,283,696	3,252,389	3,225,055	3,183,951	3,081,486
State-Shared Fuel Tax	1,591,718	1,262,520	1,339,327	1,178,027	1,120,123	1,203,046	1,574,023	902,556	822,662	827,104
State-Shared Motor Vehicle Collections	5,188,566	5,159,994	4,678,369	4,318,982	4,499,246	4,016,562	3,767,929	3,591,194	4,306,300	3,200,088
State/Federal/Local Prisoner Boarding Fees	7,832,636	7,239,066	7,079,865	10,556,962	6,863,199	2,540,420	1,472,839	1,702,033	2,538,301	
Federal Job Training/Law Enforcement Grants	3,801,146	3,909,820	3,930,516	783,449	1,299,752	1,126,246	1,345,470	1,325,472	1,753,500	1,149,007
Other Intergovernmental Revenues	8,332,217	8,009,428	8,177,089	3,146,933	4,538,949	4,607,658	6,622,329	8,125,681	10,791,857	5,685,434
Total Intergovernmental Revenues	30,145,318	29,162,187	28,833,040	23,545,887	22,005,338	16,777,628	18,034,979	18,871,991	23,396,571	13,943,119
Interest Revenue	2,025,195	2,867,080	2,591,439	2,643,779	2,581,334	2,485,279	2,513,496	2,490,606	1,519,276	1,784,616
Miscellaneous Revenue	4,591,893	3,842,074	3,656,624	9,187,706	7,364,122	6,165,596	4,261,780	7,353,292	12,347,824	7,327,224
Total Revenues	\$83,088,239	\$79,070,653	\$72,210,049	\$71,502,529	\$66,241,439	\$57,530,855	\$63,698,496	\$71,319,132	\$70,706,123	\$55,903,205

(unaudited)

OKLAHOMA COUNTY
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION - GAAP BASIS
 (General, Special Revenue, Capital Projects and Debt Service Funds)
 Last Ten Fiscal Years

	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>	<u>1998-99</u>	<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>	<u>1992-93</u>
General government										
County Assessor	\$1,724,823	\$1,869,605	\$1,750,442	\$1,594,764	\$1,592,794	\$2,105,090	\$2,101,069	\$1,813,587	\$1,881,755	\$1,605,523
County Auditor	196,335	253,657	175,464	151,197	191,629	224,499	197,249	132,085	166,611	121,160
County Clerk	2,445,664	2,146,125	2,066,181	2,054,718	1,920,526	1,887,920	1,833,539	1,961,238	1,874,150	1,911,297
County Commissioners	344,007	301,675	284,921	440,691	322,159	699,571	351,564	311,221	298,333	361,784
County Election Board	894,883	841,799	767,244	764,311	727,365	843,898	682,142	685,542	599,998	691,126
County Treasurer	2,017,701	2,243,435	2,613,938	2,537,024	2,636,695	2,770,697	2,040,732	1,735,866	1,647,393	1,685,367
Court Clerk	3,356,372	3,242,291	3,132,979	3,056,444	2,937,049	2,824,340	3,098,807	2,635,300	2,586,135	2,597,108
MIS	1,634,952	1,587,313	1,406,340	1,277,445	1,269,200	916,696	865,296	945,415	1,074,373	1,154,202
District Attorney-County	11,910	15,478	36,655	35,844	34,363	38,577	30,222	45,720	35,000	39,982
District Attorney-State	110,688	106,951	126,027	135,742	138,586	92,748	103,380	110,997	95,598	116,291
Excise-Equalization Board	18,755	17,203	17,568	21,569	21,505	17,987	26,734	31,087	30,071	31,498
General Govt/Metro/Investors	7,596,796	6,741,399	7,699,037	3,697,483	6,514,221	5,815,911	16,597,590	15,206,782	13,879,599	4,837,290
Health & Safety	184,520	179,698	154,635	174,996	162,542	162,942	156,358	152,511	142,223	230,357
Assessor's Revaluation	1,957,620	1,844,371	1,591,188	1,552,346	1,372,952	1,438,954	1,305,499	973,754	963,924	938,747
Juvenile Justice Maintenance			573,820	538,241	553,217	485,979	524,137	482,039	498,162	485,757
Planning Commission	132,091	99,580	56,321	54,413	55,144	64,568	39,315	33,450	31,412	28,134
Public Defender	32,747	32,876	49,608	48,700	47,842	25,219	29,069	27,501	39,088	56,837
Building Maintenance	2,301,017	2,452,531	2,328,847	2,257,684	1,865,198	1,947,700	1,868,171	1,882,067	1,949,764	2,097,350
Purchasing Agent	163,393	181,292	176,730	169,501	152,346	140,221	140,098	133,914	138,867	140,455
Community Sentencing	476,369									
Corn Service/Pre-Trial Rel	397,596	370,304	240,615	250,129	257,393	205,429	210,582	216,735	209,056	229,548
Total General government	25,996,239	24,527,583	25,248,540	20,813,242	22,772,726	22,708,946	32,201,553	29,516,811	28,141,512	19,359,813
Public Safety										
Sheriff	23,054,998	23,459,067	21,442,430	20,861,163	17,536,619	14,615,104	13,988,421	14,194,857	12,233,822	9,095,235
Emergency Management	163,381	177,640	330,809	119,243	188,027	106,173	88,262	104,358	64,591	76,627
Juvenile Justice	5,363,582	5,112,352	4,005,097	3,881,876	3,732,029	3,624,921	3,480,326	3,336,193	3,137,586	3,140,049
Total Public Safety	28,581,961	28,749,059	25,778,336	24,862,282	21,456,675	18,346,198	17,557,009	17,635,408	15,435,999	12,311,911

(Continued on page S-3)

(unaudited)

OKLAHOMA COUNTY
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION - GAAP BASIS
 (General, Special Revenue, Capital Projects and Debt Service Funds)
 Last Ten Fiscal Years

	2001-02	2000-01	1999-00	1998-99	1997-98	1996-97	1995-96	1994-95	1993-94	1992-93
Education										
County Superintendent										
Agriculture - County Extension	347,460	339,016	298,784	273,406	268,550	270,582	240,098	230,596	237,514	230,745
										245,164
Total Education	347,460	339,016	298,784	273,406	268,550	270,582	240,098	230,596	237,514	475,909
Public health and welfare										
Health										
Training & General Assistance	3,863,029	3,724,043	3,138,057	1,614,717	1,950,029	2,195,470	2,036,191	1,778,996	1,971,703	6,910,103
										1,982,190
Total Welfare	3,863,029	3,724,043	3,138,057	1,614,717	1,950,029	2,195,470	2,036,191	7,948,775	8,922,074	8,892,293
Culture & Recreation-Free Fair										
Roads and Highways	41,632	44,472	47,054	47,229	46,283	41,826	43,859	46,291	47,352	46,600
Roads and highways										
County Engineer	12,381,718	12,324,223	11,239,623	9,524,837	7,884,350	7,173,863	7,546,554	8,503,267	9,399,545	9,049,823
	263,685	277,408	308,922	289,556	280,182	211,304	198,745	185,204	218,038	227,765
Total Roads and Highways	12,645,403	12,601,631	11,548,545	9,814,393	8,164,532	7,385,167	7,745,299	8,688,471	9,617,583	9,277,588
Capital Outlay and Capital Projects										
	3,469,318	9,600,020	5,962,803	7,435,114	4,386,843	2,504,013	2,259,848	1,930,159	2,189,491	3,756,223
Debt Service										
Principal Retirement				400,000	400,000	400,000	400,000	430,000	465,000	655,000
Interest and fiscal agent charges			35,563	59,225	31,982	50,139	72,005	89,261	112,580	144,395
Judgements	58,901	167,857	188,488	151,821	47,639	11,811	11,811			
Total Debt Service	58,901	167,857	224,051	611,046	479,621	461,950	483,816	519,261	577,580	799,395
Total before Transfers	75,005,943	79,753,681	72,246,170	65,471,429	59,525,259	53,914,152	62,567,673	66,515,772	65,169,105	54,919,732
Transfer (Expenditure by				150,000	250,000	333,333	500,000	1,800,000	2,100,000	1,800,000
Statutory transfer)										
Total Expenditures	\$75,005,943	\$79,753,681	\$72,246,170	\$65,621,429	\$59,775,259	\$54,247,485	\$63,067,673	\$68,315,772	\$67,269,105	\$56,719,732

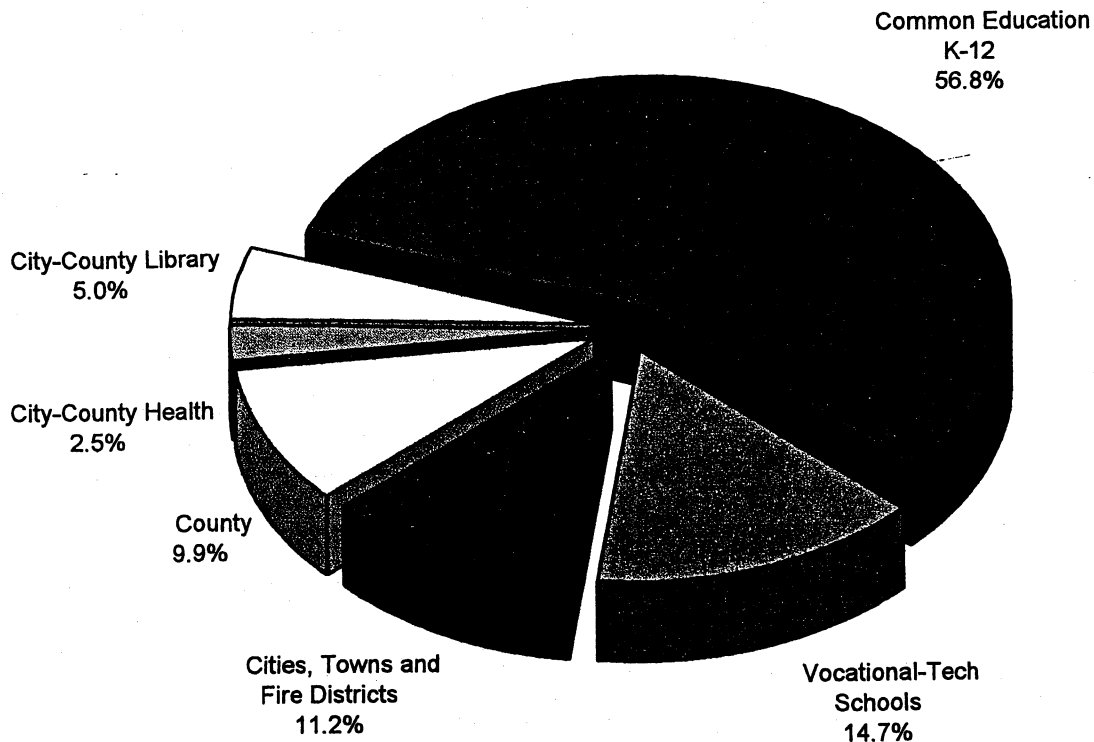
(Unaudited)

OKLAHOMA COUNTY ADVALOREM TAX COLLECTIONS

Fiscal Year 2001-2002 Total

\$354,472,235

Common Education K-12	\$201,322,460
Vocational-Tech Schools	\$52,088,233
Cities, Towns and Fire Districts	\$39,685,642
County	\$35,033,297
City-County Health	\$8,758,324
City-County Library	\$17,584,280



(unaudited)

OKLAHOMA COUNTY, OKLAHOMA
PROPERTY TAX LEVIES AND COLLECTIONS ¹
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
2001-02	\$354,472,235	\$340,106,234	95.9%	\$14,628,115	\$354,734,349	100.1%	\$33,818,326	9.5%
2000-01	329,519,279	318,668,815	96.7%	4,438,915	323,107,730	98.1%	31,104,547	9.4%
1999-00	308,606,987	295,801,678	95.9%	10,465,002	306,266,680	99.2%	25,855,049	8.4%
1998-99	287,462,805	274,215,907	95.4%	6,969,378	281,185,285	97.8%	25,323,935	8.8%
1997-98	274,766,241	264,834,079	96.4%	7,424,650	272,258,729	99.1%	20,559,258	7.5%
1996-97	257,851,150	249,158,192	96.6%	6,983,367	256,141,559	99.3%	19,757,783	7.7%
1995-96	243,627,541	235,647,631	96.7%	7,387,168	243,034,799	99.8%	19,864,877	8.2%
1994-95	235,676,390	227,636,819	96.6%	7,120,921	234,757,740	99.6%	20,853,503	8.8%
1993-94	213,028,584	205,155,409	96.3%	7,052,268	212,207,677	99.6%	21,950,315	10.3%
1992-93	206,984,661	198,556,659	95.9%	11,335,905	209,892,564	101.4%	9,970,610	4.8%

COUNTY GOVERNMENT PORTION ¹

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
2001-02	\$35,033,297	\$33,864,362	96.7%	\$3,949,518	\$37,813,881	107.9%	\$3,408,658	9.7%
2000-01	32,590,569	31,444,234	96.5%	481,657	31,925,891	98.0%	3,135,948	9.6%
1999-00	30,561,831	27,951,730	91.5%	1,048,849	29,000,579	94.9%	2,610,101	8.5%
1998-99	28,439,301	27,117,365	95.4%	927,706	28,045,071	98.6%	2,574,667	9.1%
1997-98	27,725,990	26,721,587	96.4%	702,026	27,423,613	98.9%	2,117,253	7.6%
1996-97	26,098,362	25,222,645	96.6%	713,523	25,936,168	99.4%	2,053,816	7.9%
1995-96	24,834,417	24,017,778	96.7%	690,039	24,707,817	99.5%	2,082,282	8.4%
1994-95	23,303,997	22,507,934	96.6%	780,292	23,288,226	99.9%	2,161,153	9.3%
1993-94	22,555,414	21,326,162	94.6%	780,292	22,106,454	98.0%	2,387,969	10.6%
1992-93	22,264,153	21,298,893	95.7%	1,155,723	22,454,616	100.9%	2,778,881	12.5%

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

(Unaudited)

**OKLAHOMA COUNTY, OKLAHOMA
ASSESSED ACTUAL VALUE OF PROPERTY
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Personal</u>	<u>Public Service</u>	<u>Real Estate</u>	<u>Homestead Exemption</u>	<u>Net Value</u>	<u>Estimated Fair Market Value</u>
2001-02 (2)	\$627,131,835	\$384,453,928	\$2,499,983,759	\$129,997,665	\$3,381,571,857	\$27,851,182,353
2000-01 (2)	\$609,685,689	\$318,026,002	\$2,341,357,421	\$129,322,641	\$3,139,746,471	\$27,443,276,491
1999-00 (2)	\$568,833,168	\$304,158,103	\$2,188,716,442	\$128,710,566	\$2,932,997,147	\$25,408,278,347
1998-99 (2)	\$559,391,821	\$263,032,612	\$2,044,908,350	\$129,457,166	\$2,737,875,617	\$23,451,426,655
1997-98 (2)	\$548,355,507	\$272,446,662	\$1,934,616,756	\$126,729,737	\$2,628,689,188	\$21,282,408,660
1996-97 (2)	\$505,881,862	\$264,349,493	\$1,844,439,429	\$123,389,243	\$2,614,670,784	\$20,174,794,666
1995-96 (2)	\$566,456,882	\$248,348,411	\$1,763,525,812	\$123,701,916	\$2,578,331,105	\$19,770,733,120
1994-95 (2)	\$532,546,983	\$234,184,617	\$1,642,994,860	\$123,805,465	\$2,285,920,995	\$18,386,003,876
1993-94 (2)	\$511,344,985	\$228,113,335	\$1,590,673,160	\$123,282,802	\$2,206,848,678	\$17,747,186,724
1992-93 (2)	\$514,212,632	\$226,113,241	\$1,567,191,664	\$123,200,368	\$2,184,317,169	\$17,747,186,724

(1) The assessed valuation of real estate is approximately 11%; and the valuation rates for personal property and for utility assets are approximately 15% and 24.%, respectively.

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

**Source: Abstract of Tax Rolls
County Assessor**

OKLAHOMA COUNTY, OKLAHOMA
PROPERTY TAX RATES (per \$1,000 of assessed value)
DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years

	<u>2001-02</u>	<u>2000-01</u>	<u>1999-00</u>	<u>1998-99</u>	<u>1997-98</u>	<u>1996-97</u>	<u>1995-96</u>	<u>1994-95</u>	<u>1993-94</u>	<u>1992-93</u>
County										
County General Fund	10.35	10.35	10.35	10.35	10.35	10.35	10.00	10.00	10.00	10.00
County Sinking Fund	0.01	0.03	0.07	0.04	0.18	0.13	0.12	0.20	0.22	0.20
City-County Health Dept	2.59	2.59	2.59	2.59	2.59	2.59	2.50	2.50	2.50	2.50
Metro Library Commission	5.20	5.20	5.20	5.20	5.20	4.14	4.00	4.00	4.00	3.40
Total County-Wide Levies	18.15	18.17	18.21	18.18	18.32	17.21	16.62	16.70	16.72	16.10
Cities and Towns										
Bethany	6.98	7.76	8.46	12.14	10.36	14.79	15.82	13.91	4.59	6.65
Choctaw	4.45	5.38								
Del City	12.60	11.47	8.59	13.62	24.07	23.83	19.99	22.74	30.45	19.62
Midwest City	1.43	1.48	1.57	3.55	3.72	4.25	1.89	4.57	4.66	5.97
Nichols Hills	28.75	31.90	33.35	33.14	32.00	23.46	22.82	32.90	32.13	29.73
Oklahoma City	15.34	15.37	15.02	13.89	14.45	13.56	12.15	15.50	16.36	14.40
Spencer	6.19	6.68	7.71	8.00	2.89	7.33	5.34	5.62	5.83	6.69
School Districts (includes County-wide school levy)										
Oklahoma City 89	47.91	52.67	53.30	54.36	54.84	55.61	55.24	57.87	45.52	42.93
Putnam City 1	56.68	60.97	60.42	60.93	60.45	61.38	58.97	59.80	59.24	52.31
Luther 3	60.60	67.24	61.87	65.31	67.71	69.14	66.58	73.22	74.16	73.47
Choctaw 4	64.34	66.38	64.69	66.52	66.79	66.95	62.36	65.71	54.71	63.69
Deer Creek 6	76.51	77.79	80.97	80.65	78.51	78.93	76.04	74.29	70.61	69.15
Harrah 7	60.74	68.58	67.17	67.39	65.07	66.97	66.10	67.13	69.51	60.54
Jones 9	62.65	63.29	66.70	67.86	70.70	60.31	57.53	60.66	62.59	40.00
Edmond 12	66.67	71.17	71.65	70.51	66.62	69.10	65.40	67.91	65.95	61.69
Oakdale 29	54.26	71.73	72.60	71.47	76.02	71.34	58.42	65.78	47.52	43.16
Millwood 37	69.83	75.24	76.59	79.01	79.99	73.03	77.85	77.27	73.69	74.42
Western Heights 41	58.21	57.54	60.55	61.46	56.72	56.77	57.26	44.00	44.00	40.00
Midwest City 52	62.63	66.49	67.59	67.71	62.68	65.56	64.45	65.86	63.51	61.76
Crooked Oak 53	56.42	57.38	60.17	60.92	63.34	61.24	62.76	66.73	51.66	59.42
Crutcho 74	52.91	56.34	59.22	61.31	63.48	66.99	68.92	47.52	44.00	42.05
Bethany 88	65.39	77.66	78.56	58.05	69.59	71.76	55.78	58.68	57.98	55.12
Vocational-Technical Schools (excludes County-wide school levy)										
Rose State College	16.78	16.90	17.17	17.25	17.52	17.72	15.27	15.10	14.00	10.67
Okla City Comm College	5.08	5.08	5.08	5.08	5.08	5.08	5.00	5.00	5.00	5.00
N W Ok Co Area V T 21	15.69	15.69	15.69	15.69	15.69	15.69	15.00	15.00	14.00	14.00
Ok Cy Area VT 22	15.45	15.45	15.45	15.45	15.45	15.45	15.00	15.00	15.00	15.00
V T Area 23	17.21	17.85	18.15	18.47	18.94	19.35	15.00	15.00	13.00	13.00
Canadian 22 - Piedmont	67.28	65.74	71.58	59.83	62.33	68.94	54.72	53.76	55.25	52.15
Canadian 69 - Mustang	67.53	69.54	63.12	59.69	57.74	59.87	53.42	59.79	59.54	62.86
Canadian Vo Tech 6	15.72	15.72	15.72	15.72	15.72	15.72	15.00	15.00	15.00	13.00
Cleveland 2 - Moore	56.98	59.34	61.06	61.74	56.70	56.52	57.64	56.66	57.83	59.00
Cleveland 4 - Schwartz *										47.61
Cleveland Vo Tech 17	14.58	13.54	13.53	13.53	13.53	13.53	13.00	13.00	8.00	12.00
Pottawatomie 1 - McCloud	56.84	58.56	63.46	64.28	66.04	67.16	50.84	61.78	35.00	62.51
Pottawatomie V T 5	15.57	14.47	12.47	12.47	12.47	12.47	12.00	9.00	8.00	12.00

* Cleveland 4 Schwartz annexation - See Midwest City #52 in 1993

(Unaudited)

OKLAHOMA COUNTY, OKLAHOMA
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
For the year ended June 30

	2001-02	2000-01	1999-00	1998-99	1997-98	1996-97	1995-96	1994-95	1993-94	1992-93
Estimated population	662,153	660,448	636,539	632,865	530,850	627,298	623,411	622,251	616,886	610,581
Net assessed value	\$3,381,571,857	\$3,139,746,471	\$2,932,997,147	\$2,737,875,617	\$2,628,689,188	\$2,614,670,784	\$2,578,331,105	\$2,285,920,995	\$2,206,848,678	\$2,184,317,169
Gross bonded debt	0	0	0	0	400,000	800,000	1,200,000	1,600,000	2,030,000	2,495,000
Less available debt service fund balance	6,912	37,488	109,590	59,195	550,181	507,043	545,727	617,524	539,206	549,613
Net bonded debt	\$0	\$0	\$0	\$0	\$0	\$292,957	\$654,273	\$982,476	\$1,490,794	\$1,945,387
Ratio of net bonded debt to assessed value	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.03%	0.04%	0.07%	0.09%
Net bonded debt per capita	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.47	\$1.05	\$1.58	\$2.42	\$3.19

(unaudited)

**OKLAHOMA COUNTY, OKLAHOMA
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2002**

Total net assessed value as of January 1, 2002		<u><u>\$3,381,571,857</u></u>
Debt Limit - 5% of total assessed value		169,078,593
Total bonds outstanding	0	
Total judgments outstanding	479,167	
Less assets in debt service fund available for payment of principal	<u>6,912</u>	<u>472,255</u>
Legal Debt Margin		<u><u>\$168,606,338</u></u>

(Unaudited)

OKLAHOMA COUNTY, OKLAHOMA
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES TO TOTAL EXPENDITURES - ALL GOVERNMENTAL FUND TYPES
For the Year Ended June 30

	2001-02	2000-01	1999-00	1998-99	1997-98	1996-97	1995-96	1994-95	1993-94	1992-93
Principal retirement	\$0	\$0	\$0	\$400,000	\$400,000	\$400,000	\$400,000	\$430,000	\$465,000	\$655,000
Interest & fiscal agent fees	8,901	15,197	35,563	59,225	31,982	50,139	72,005	89,261	112,580	144,395
Judgements paid	50,000	152,660	188,488	151,821	47,639	11,811	11,811	0	0	0
Total Debt Service	<u>\$58,901</u>	<u>\$167,857</u>	<u>\$224,051</u>	<u>\$611,046</u>	<u>\$479,621</u>	<u>\$461,950</u>	<u>\$483,816</u>	<u>\$519,261</u>	<u>\$577,580</u>	<u>\$799,395</u>
Total Expenditures - All Governmental Fund Types	\$75,005,943	\$79,753,681	\$72,246,170	\$65,621,429	\$59,775,259	\$54,247,485	\$63,067,673	\$68,315,772	\$67,269,105	\$56,719,732
Ratio of debt service to total expenditures (%)	0.1%	0.2%	0.3%	0.9%	0.8%	0.9%	0.8%	0.8%	0.9%	1.4%

(Unaudited)

OKLAHOMA COUNTY, OKLAHOMA
Computation of Direct and Overlapping Bonded Debt
General Obligation Bonds
June 30, 2002

	Net General Obligation Bond Debt Outstanding	Percent Applicable to Oklahoma County	Amount Applicable to Oklahoma County
Oklahoma County	\$0	100.0%	\$0
CITIES			
Bethany	800,000	100.0%	800,000
Choctaw	1,070,000	100.0%	1,070,000
Del City	6,410,000	100.0%	6,410,000
Midwest City	15,900,000	100.0%	15,900,000
Nichols Hills	11,790,000	100.0%	11,790,000
Oklahoma City	344,815,000	86.5%	298,384,596
Spencer	145,000	100.0%	145,000
SCHOOL DISTRICTS			
Oklahoma City	129,495,000	98.97%	128,156,970
Putnam City	34,620,000	100.0%	34,620,000
Luther	1,025,000	87.0%	891,383
Choctaw	4,680,000	100.0%	4,680,000
Deer Creek	7,070,000	85.1%	6,017,605
Harrah	3,080,000	91.6%	2,819,857
Jones	970,000	100.0%	970,000
Edmond	58,685,000	96.9%	56,881,622
Oakdale	1,700,000	100.0%	1,700,000
Millwood	1,535,000	100.0%	1,535,000
Western Heights	9,705,000	100.0%	9,705,000
Mid-Del	24,570,000	98.0%	24,071,193
Crooked Oak	1,290,000	100.0%	1,290,000
Crutcho	515,000	100.0%	515,000
Bethany	500,000	100.0%	500,000
Eastern Oklahoma County Votech #23	850,000	95.7%	813,381
Rose State College	1,720,000	98.2%	1,689,457
Piedmont (Canadian County)	2,600,000	18.4%	478,745
Mustang (Canadian County)	15,825,000	2.1%	331,499
Moore (Cleveland County)	24,070,000	10.2%	2,464,759
McCloud (Pottawatomie County)	1,315,000	16.1%	211,755
TOTAL	\$706,750,000	87.0%	\$614,842,823

(Unaudited)

OKLAHOMA COUNTY, OKLAHOMA
Demographic Statistics
Last Ten Fiscal Years

<u>Fiscal</u> <u>Year</u>	<u>Population</u> ¹	<u>Per Capita</u> <u>Income</u> ²	<u>Unemployment</u> <u>Rate</u> ³	<u>School</u> <u>Average</u> <u>Daily</u> <u>Attendance</u> ⁴
2001-02	662,153	\$27,263	4.1%	99,866
2000-01	660,448	\$26,297	2.6%	98,844
1999-00	636,539	\$25,354	2.7%	99,420
1998-99	632,865	\$23,962	3.9%	98,675
1997-98	630,865	\$23,348	3.5%	98,461
1996-97	627,298	\$22,616	3.6%	98,892
1995-96	623,411	\$21,610	4.0%	97,506
1994-95	622,251	\$20,869	5.0%	96,544
1993-94	616,886	\$20,086	5.5%	95,908
1992-93	610,886	\$19,159	5.5%	95,343

¹ U.S. Bureau of the Census; FY 2000-01 reflects 2000 Census; FY 1991-92 to FY 1990-00 & FY 2001-2002 reflect U.S. Bureau of the Census County Population Estimates

² U.S. Department of Commerce, Bureau of Economic Analysis; Local Area Personal Income

³ U.S. Department of Labor, Bureau of Labor Statistics; Local Area Unemployment Statistics

⁴ State of Oklahoma Department of Education, State Aid Section

(unaudited)

OKLAHOMA COUNTY, OKLAHOMA
Building Permits, Construction Value and Bank Deposits
Last Ten Fiscal Years

Fiscal Year ²	<u>Residential Construction ¹</u>		<u>Non-Residential Construction ¹</u>		Bank Deposits ³
	Number of Permits	Construction Cost	Number of Permits	Construction Cost	
2001-02	3,422	\$603,790,000	319	\$1,058,412,000	\$9,010,034,000
2000-01	3,042	\$539,373,000	358	\$520,913,000	\$8,378,764,000
1999-00	3,848	\$615,507,000	372	\$433,171,000	\$8,325,306,000
1998-99	3,481	\$579,623,000	533	\$506,727,000	\$8,669,261,000
1997-98	2,845	\$434,566,000	526	\$349,797,000	\$8,130,392,000
1996-97	3,067	\$469,407,000	392	\$239,770,000	\$8,047,200,000
1995-96	2,585	\$379,022,000	506	\$304,563,000	\$7,516,434,000
1994-95	2,751	\$396,763,000	465	\$253,105,000	\$7,221,989,000
1993-94	2,702	\$361,255,000	392	\$228,383,000	\$6,963,886,000
1992-93	2,470	\$298,511,000	424	\$295,395,000	Not available

¹ F.W. Dodge Corporation Building Statistics

² Construction information is reported on a calendar year basis; bank deposit information is reported on a fiscal year basis.

³ Federal Deposit Insurance Corporation (FDIC); Summary of Deposits for all FDIC Insured Institutions
in Oklahoma County.

(Unaudited)

OKLAHOMA COUNTY, OKLAHOMA
TOP TEN PROPERTY TAXPAYERS
FY 2001-02 Assessed Values

<u>Taxpayer Name</u>	<u>Assessed Value</u>	Percentage <u>of Total</u>
1 Southwestern Bell Telephone Company	\$111,846,346	3.31%
2 Oklahoma Gas & Electric Company	96,408,305	2.85%
3 General Motors Corporation	65,418,619	1.93%
4 Oklahoma Natural Gas Company	27,251,836	0.81%
5 AT&T Communications Enterprise	18,828,209	0.56%
6 Cox Oklahoma Telecom LLC	17,140,770	0.51%
7 OKC SMSA Southwestern Bell Wireless Services	14,219,159	0.42%
8 Midwest Cellular Telephone	12,572,123	0.37%
9 The Hertz Corporation	10,349,548	0.31%
10 Cox Communications Inc.	9,954,072	0.29%
All Other Taxpayers	<u>2,997,582,870</u>	<u>88.64%</u>
Total	<u>\$3,381,571,857</u>	<u>100.00%</u>