

PINAL COUNTY, ARIZONA



Comprehensive Annual Financial Report

For the Fiscal
Year Ended
June 30, 2003



Cover photos provided by Pinal County employees

Pinal County, Arizona
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2003

Prepared by:

Pinal County Finance Department

Maureen Arnold, CPA, CGFM, CPFO,
Chief Financial Officer

PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2003

Table of Contents

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	v
GFOA Certificate of Achievement	x
Organizational Chart	xi
List of Elected and Appointed Officials	xii
 FINANCIAL SECTION	
Independent Auditors' Report	1
Management's Discussion and Analysis	3
 Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	15
Statement of Activities.....	16
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	17
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	18
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	20
Statement of Net Assets– Proprietary Funds.....	21
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	22
Statement of Cash Flows – Proprietary Funds	23
Statement of Fiduciary Net Assets – Fiduciary Funds.....	25
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds	26
Notes to the Financial Statements:	
(1) Summary of Significant Accounting Policies.....	27
(2) Stewardship, Compliance, and Accountability.....	32
(3) Deposits and Investments.....	33
(4) Capital Assets	35
(5) Long-term Liabilities.....	36
(6) Risk Management.....	39
(7) Retirement Plans.....	40
(8) Interfund Balances and Activity.....	43
(9) Beginning Cash and Cash Equivalents Restated.....	44

PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2003

Table of Contents

	Page
(10) Condensed Financial Statements of County Treasurer's Investment Pool.....	44
(11) Related Party Transactions	45
 Required Supplementary Information (other than MD&A):	
Schedule of Agent Retirement Plans' Funding Progress	47
Budgetary Comparison Schedule – General Fund.....	48
Budgetary Comparison Schedule by Department – General Fund.....	49
Budgetary Comparison Schedule – Public Works Highway Fund	52
Required Supplementary Information – Notes to Budgetary Comparison Schedules	53
 Combining Statements and Individual Fund Schedules:	
Nonmajor Governmental Funds:	
Combining Balance Sheet – Nonmajor Governmental Funds	55
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	56
Combining Balance Sheet – Nonmajor Special Revenue Funds	58
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds	60
Combining Balance Sheet – Nonmajor Capital Projects Fund	62
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Fund	63
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	
Major Funds:	
Superior Court/Sheriff's Construction	64
Debt Service	65
Nonmajor Special Revenue Funds:	
Culture and Recreation	66
General Government	67
Health.....	77
Highways and Streets.....	83
Public Safety	88
Sanitation.....	121
Welfare.....	122
Flood Control District	123
Library District.....	124
 Nonmajor Enterprise Funds:	
Combining Statement of Net Assets – Nonmajor Enterprise Funds.....	125
Combining Statement of Revenues, Expenses, and Changes in Net Assets – Nonmajor Enterprise Funds.....	126

PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2003

Table of Contents

	Page
Combining Statement of Cash Flows – Nonmajor Enterprise Funds.....	127
Trust and Agency Funds:	
Combining Statement of Fiduciary Net Assets – Investment Trust Funds.....	129
Combining Statement of Fiduciary Net Assets – Agency Funds.....	130
Combining Statement of Changes in Fiduciary Net Assets – Investment Trust Funds.....	131
Combining Statement of Changes in Assets and Liabilities – Agency Funds.....	132
Capital Assets Used in the Operations of Governmental Funds:	
Comparative Schedules by Source	133
Schedule by Function and Activity.....	134
Schedule of Changes by Function and Activity	136
 STATISTICAL SECTION	
General Governmental Expenditures by Function	139
General Governmental Revenues by Source	140
Property Tax Levies and Collections.....	141
Assessed and Estimated Actual Value of Taxable Property	142
Property Tax Rates – Direct and Overlapping Governments.....	143
Principal Taxpayers	144
Special Assessment Billings and Collections.....	145
Computation of Legal Debt Margin.....	146
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita	147
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures.....	148
Computation of Overlapping Debt	149
Demographic Statistics.....	150
Construction, Bank Deposits, and Property Value Statistics.....	151
Major Employers.....	152
Non-Agriculture Employment Structure.....	153

Introductory Section



PINAL COUNTY FINANCE DEPARTMENT

31 N. PINAL ST. BLDG A P.O. BOX 1348 FLORENCE, ARIZONA 85232 Phone (520) 866-6250 Fax (520) 866-6944



November, 15, 2003

Board of Supervisors and Citizens
Pinal County, Arizona

I am pleased to submit the County's Comprehensive Annual Financial Report for the fiscal year ended June 30, 2003. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the County. To the best of my knowledge and belief, this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position, changes in financial position, and cash flows of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included. All dollar amounts are expressed in thousands unless otherwise stated.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical.

- The *Introductory Section* includes a list of principal officials, the County's organization chart, the Certificate of Achievement for Excellence in Financial Reporting, and this transmittal letter.
- The *Financial Section* includes the audited basic financial statements, notes to the financial statements, required supplemental information, supporting statements and schedules necessary to fairly present the financial position and the results of operations of the County in conformity with U.S. generally accepted accounting principles, and the independent auditors report on the basic financial statements. Also, included is the narrative introduction, overview and analysis found in management's discussion and analysis (MD&A). The MD&A can be found immediately following the independent auditors' report (page 3).
- The *Statistical Section* includes selected financial and demographic information, generally presented on a multi-year basis.

This report includes all funds of the County. The County provides a full range of services, including law enforcement and public safety, health care, sanitation, welfare programs, construction and maintenance of highways, streets and related infrastructure, recreational services and cultural activities, and education.

Profile of Pinal County

Pinal County was founded in 1875 and is located in the south-central part of the State of Arizona, bordered on the north by Maricopa County and on the south by Pima County. This location, approximately halfway between Phoenix to the north and Tucson to the south, the two largest cities in Arizona, presents some unique problems to Pinal County. Generally rural in nature, Pinal County has a smaller tax base than either Maricopa or Pima counties, yet proximity to these major metropolitan areas keeps labor and supply costs high.

Pinal County encompasses approximately 5,344 square miles. Privately owned land represents 26 percent of the total land while 74 percent is under governmental control. The principal geographic features consist of mountains with elevations to 6,000 feet in the eastern portion and low desert valleys in the western portion of the County.

The June 30, 2003, population of the County was estimated to be 192,395. Located within Pinal County are the towns of Florence, Superior, Mammoth, and Kearny, and the cities of Casa Grande, Apache Junction, Coolidge and Eloy. Florence is the County seat. Apache Junction and Casa Grande are the two largest cities. Apache Junction borders on Maricopa County in the northeastern part of Pinal County. Casa Grande is located approximately halfway between Phoenix and Tucson on Interstate Highway 10 on the western side of Pinal County. Interstate 8 from California intersects Interstate 10 southeast of Casa Grande. Maricopa Road, linking Interstate 10 with Interstate 8, provides a quicker route for travelers going to and from California on Interstate 8 by bypassing the Casa Grande area. Maricopa Road runs from State Route 84 near Interstate 8 at Stanfield to the Queen Creek exit off Interstate 10, a distance of almost 29 miles. No interstate highways run through the middle and eastern portions of the County. Growth in these areas has been much slower than in the more accessible western portions of the County.

The major **economic activities** within Pinal County include mining, farming, and tourism. **Copper mining** is the chief economic activity in the eastern portion of Pinal County. BHP Copper Inc., headquartered in Tucson, has mines located in San Manuel and Superior (Pinal County) and in Miami and Pinto Valley (Gila County). ASARCO Inc., headquartered in Hayden (Gila County), has a mine in Ray (Pinal County), as well as one in Hayden at the headquarters.

Together, BHP and ASARCO represent 2.42% of the County's total secondary assessed valuation. The valuation of these mines for property tax purposes is out of the control of the County. Mines, along with gas, water and electric utilities, pipelines, local and long distance telephone companies and airline flight property, are included in the centrally assessed properties whose valuations are set by the State Department of Revenue. All of these centrally assessed properties represent 16.48% of the County's total secondary assessed valuation. Both ASARCO and BHP have ceased much of their mining operations due to the low price of copper.

Irrigated **farming** is prevalent in the low desert valleys of the western portion of Pinal County. Principal crops grown in the area include cotton, alfalfa and grain while plantings of specialty crops, including pecans, almonds, pistachio nuts and vineyards, have been increasing. Cattle comprise the major livestock population, with sheep being the second-largest livestock population. In addition, horses and horse-related events are popular activities in the western-oriented life style of the County.

Tourism also impacts the local economy as a mild climate and several points of interest attract tourists and winter visitors. Attractions include the Casa Grande Valley Historical Museum, the Lost Dutchman State Park, the Casa Grande Ruins National Monument near Coolidge, and the Boyce Thompson Southwestern Arboretum, located just outside Superior. Additional tourist spots include the Superstition Mountains Wilderness Area, which offers hiking and exploring for visitors in search of the Lost Dutchman's gold mine; Picacho Peak State Park, offering hiking, camping and picnic areas; and the Pinal Pioneer Parkway and the Apache Trail, two scenic drives with a variety of desert vegetation. For those tourists with a desire for more action, Eloy is an international location for skydiving. These attractions together generated more than 294,930 visitors in the fiscal year ended June 30, 2003.

A major factor in employment in the County is the **prisons**, both governmental and private. The State of Arizona operates three prison locations in Pinal County, including the State's maximum-security prison in Florence. Corrections Corporation of America (CCA) operates two private prisons, one in Florence and one in Eloy. Also, there is a Federal Immigration Services facility in Florence. The State is the County's largest employer, with 2,950 employees. CCA now employs approximately 1,300 employees at its two locations.

Population growth increases the demand for County services in such key areas as transportation, law enforcement, and health and human services. Trying to minimize the tax burden on Pinal County residents is hard, however, as the County is a political subdivision of the State and therefore cannot completely control its own destiny. State legislative action such as unfunded mandates in the area of health care and reductions in centrally assessed property values and assessment ratios continues to

negatively impact the County's budget. Increases in assessed value due to population growth in recent years has kept the property tax rate stable.

Major Initiatives

County officials continue to work with the State Legislature to reduce the County's cost of State mandated payments to the State-wide low income health and long-term care systems. The County's long-term care contributions have increased by \$1,018 in the last year.

The new Sheriff's Administration Facility was opened in August of 2003, and the new Superior Court Judicial Facility will be opened in March of 2004. The new buildings are located next to the County jail facility. Having the buildings close together will cut down on the cost of transporting prisoners between the jail and the court building.

Financial Management

Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft, or misuse, and for ensuring that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgements by management.

Single Audit: The State Auditor General, as provided by state law, audits the County annually. Also, as a recipient of federal and state financial assistance, the County is required to have an annual audit under the Office of Management and Budget (OMB) Circular A-133, *Audits of State and Local Governments and Non-Profit Organizations*. OMB requirements also address the establishment and maintenance of an adequate internal control structure to ensure compliance with applicable laws and regulations related to those programs. Tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as determining that the County has materially complied with applicable laws and regulations.

Budgeting Controls: In addition, the County maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Supervisors. Activities of the General Fund, certain Special Revenue Funds, Debt Service Fund, and Capital Projects Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is the department level within each fund. Management further controls budgets by not allowing personnel savings to be reprogrammed to supplies and services within a department. Budgets for the Enterprise Funds and Internal Service Fund are set for management purposes only.

Financial Information

General Government Functions

The major revenue increase in the General Fund was in taxes. An increase in taxes was budgeted based on an increase in assessed property value; however, the tax rate remained the same. The increase in assessed property values was the result of continued residential development in such areas as Gold Canyon, near Apache Junction, Saddlebrook outside of Tucson, and Johnson Ranch near Queen Creek.

Employee Pension Plans

The County participates in three employee pension plans and a pension plan for elected officials. The general employee plan is administered through the Arizona State Retirement System and the Arizona Public Safety Personnel Retirement System administers the elected officials' plan, the public safety employee plan, and the CORP plan. Both employees and the County make contributions directly to these organizations. Financial information about three of these plans can be found in Note 7 in the notes to financial statements. The Elected Officials Retirement System is not described due to its relative insignificance to the County's financial statements.

Debt Administration

As of June 30, 2003, the County had a number of outstanding issues. These issues included \$4,405 of special assessment bonds and \$38,675 of certificates of participation. Of the \$38,675 of certificates of participation, \$29,710 was outstanding on an issue to finance the new Superior Court Judicial Facility and Sheriff's Administration Facility.

Under current State Statutes, the County's General Obligation Bonded Debt issuances are subject to a legal limitation based on 6 percent of assessed value of real property. As of June 30, 2003, the legal limit was \$61,303. However, there was no General Obligation debt outstanding.

The County's Special Improvement Debt is subject to a legal limitation based on 20 percent of assessed value of real property. As of June 30, 2003, the County's Special Improvement Debt of \$5,405 was well below the legal limit of \$204,344.

Cash Management

Temporarily idle cash during the year was invested in the Arizona State Treasurer Local Government Investment Pool, repurchase agreements, and money market accounts collateralized by U.S. Government securities. Arizona Revised Statutes authorize the County to invest public monies in the State Treasurer's investment pool, interest-bearing savings accounts, certificates of deposit and repurchase agreements in eligible depositories, bonds or other obligations of the U.S. Government that are guaranteed as to principal and interest by the U.S. Government, bonds of the State of Arizona, and bonds of Arizona counties, cities, towns, school districts, and special districts as specified by statute. Collateral is required by statute for demand deposits, certificates of deposit, and repurchase agreements at 101 percent of all deposits not covered by federal depository insurance.

Risk Management

The County participates in an intergovernmental agreement with other Arizona counties to form a risk retention pool, the Arizona Counties Insurance Pool (ACIP), which covers property, liability, automobiles, errors and omissions and workers' compensation occurrences. The ACIP has a \$10 deductible for property and a \$50 deductible for liability claims but covers claims up to \$10,000 for each property, liability, automobiles, and errors and omissions occurrence. The County retains the liability for each covered loss that exceeds \$10,000. For workers' compensation, the ACIP has no deductible and retains all liability for each claim. The County also has two full-time risk management employees who work closely with ACIP in developing programs to reduce risks and the expenses associated with accidents and other liabilities.

The County has established the Pinal County Employee Benefit Trust (PCEBT), which covers medical, dental, vision, short-term disability, employee life and accidental disability, and dependent life claims. The County is not liable for medical, dental, vision, short-term disability, employee life and accidental liability, and dependent life insurance coverage in the PCEBT. However, the PCEBT and its insurance company are liable for up to \$1,000 total for each covered employee or dependent.

Awards and Acknowledgements

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pinal County for its comprehensive annual financial report for the fiscal year ended June 30, 2002. [This was the 7th consecutive year that the government has achieved this prestigious award]. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both U.S. 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.

Acknowledgments

This Comprehensive Annual Financial Report is always a team project for the Finance Department. The many hours of work by the staff on this task is greatly appreciated. In addition, the staff of the Office of the State Auditor General provided excellent support and technical advice. I would also like to thank the members of the Board of Supervisors, the County Manager, and the Deputy County Manager for their interest and support in planning and conducting the financial affairs of the County in a responsible and progressive manner.

Sincerely,

Maureen Arnold, CPA, CGFM, CPFO
Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Pinal County,
Arizona

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2002

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.



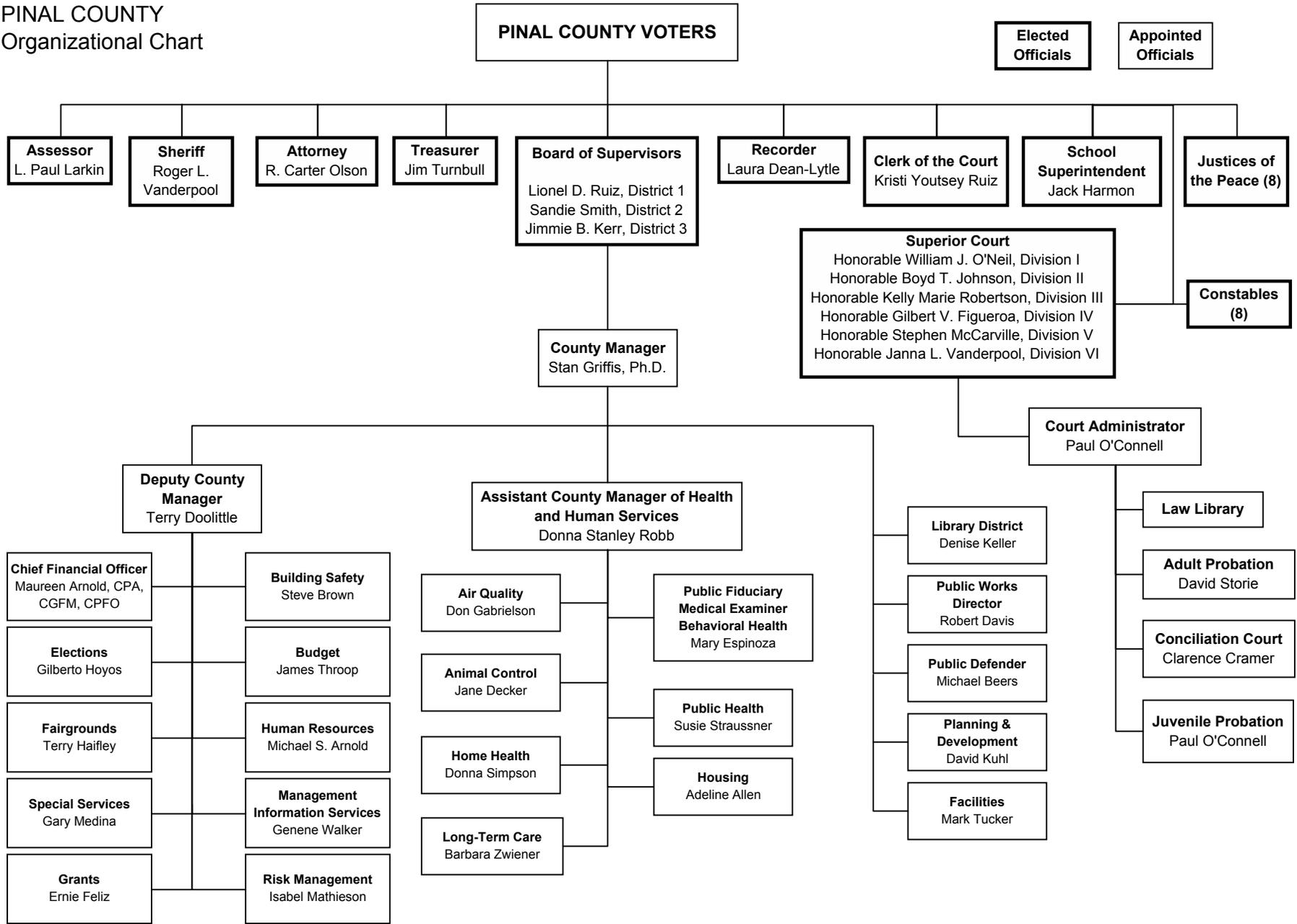
A handwritten signature in black ink, appearing to read "Edward Haney".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

PINAL COUNTY
Organizational Chart



ix.

PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2003
County Officials

Elected Officials

Supervisor, District 1	Lionel D. Ruiz
Supervisor, District 2	Sandie Smith
Supervisor, District 3	Jimmie B. Kerr
Assessor	L. Paul Larkin
Attorney	R. Carter Olson
Clerk of Superior Court	Kristi Youtsey Ruiz
Recorder	Laura Dean-Lytle
School Superintendent	Jack Harmon
Sheriff	Roger L. Vanderpool
Superior Court Judge, Division I	Honorable William J. O'Neil
Superior Court Judge, Division II	Honorable Boyd T. Johnson
Superior Court Judge, Division III	Honorable Kelly Marie Robertson
Superior Court Judge, Division IV	Honorable Gilberto V. Figueroa
Superior Court Judge, Division V	Honorable Stephen McCarville
Superior Court Judge, Division VI	Honorable Janna L. Vanderpool
Treasurer	Jim Turnbull
Justices of the Peace (8) and Constables (8)	Various

Appointed Officials

County Manager	Stan Griffis
Deputy County Manager	Terry Doolittle
Assistant County Manager, Health & Human Services	Donna Robb
Chief Financial Officer	Maureen Arnold
Facilities Management	Mark Tucker
Public Works Director	Robert Davis
Planning & Development Director	David Kuhl
Public Defender	Michael Beers
Library District	Denise Keller
Budget Director	James Throop
Building Safety	Steve Brown
Elections	Giberto Hoyos
Fairgrounds and Parks	Terry Haifley
Human Resources Director	Michael Arnold
Management Information Services	Genene Walker
Long-Term Care	Barbara Zwiener
Risk Management	Isabel Mathieson
Air Quality Control	Donald Gabrielson
Animal Control	Jane Decker
Horizon Home Care	Donna Simpson
Housing	Adeline Allen
Public Fiduciary, Medical Examiner, Behavioral Health	Mary Espinoza
Public Health	Susie Straussner

Financial Section





**STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL**

DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

WILLIAM THOMSON
DEPUTY AUDITOR GENERAL

Independent Auditors' Report

Members of the Arizona State Legislature

The Board of Supervisors of
Pinal County, Arizona

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and aggregate remaining fund information of Pinal County as of and for the year ended June 30, 2003, as listed in the table of contents, which collectively comprise the County's basic financial statements. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Long Term Care Enterprise Fund. The Fund also represents 90 percent and 91 percent, respectively, of the assets and revenues of the County's business-type activities. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Long Term Care Enterprise Fund, is based solely on the report of the other auditors.

We conducted our audit in accordance with U.S. generally accepted auditing standards 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 report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, business-type activities, each major fund, and aggregate remaining fund information of Pinal County as of June 30, 2003, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

The Management's Discussion and Analysis on pages 3 through 14, the Schedule of Agent Retirement Plans' Funding Progress on page 47, and the Budgetary Comparison Schedules on pages 48 through 53 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The information included in the introductory and statistical sections listed in the table of contents has not been subjected to the auditing procedures applied in our audit of the basic financial statements and, accordingly, we express no opinion on such information.

In accordance with *Government Auditing Standards*, we will also issue our report on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants at a future date. 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.

Debbie Davenport
Auditor General

November 14, 2003

Management's Discussion and Analysis

This section of Pinal County's (County) comprehensive annual financial report presents a discussion and analysis of the County's financial performance during the fiscal year ended June 30, 2003. Please read it in conjunction with the transmittal letter at the front of this report and the County's basic financial statements following this section. All dollar amounts are expressed in thousands unless otherwise indicated.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded liabilities at the close of the 2002-2003 fiscal year by \$64,290 (*net assets*). Of this amount, \$7,457 (*unrestricted net assets*) may be used to meet ongoing obligations to citizens and creditors, \$23,125 is restricted for specific purposes (*restricted net assets*), and \$33,708 is invested in capital assets, net of related debt.
- The County's total net assets increased by \$13,112. Approximately 60% of this increase is attributable to an increase in the County's investment in capital assets.
- As of June 30, 2003, the County governmental funds reported combined fund balances of \$48,503, a decrease of \$11,790 in comparison with the prior year. Approximately 70% of the combined fund balances, or \$33,738, is available to meet the County's current and future needs (*unreserved fund balance*).
- At the end of the fiscal year, unreserved fund balance for the general fund was \$13,301, or 17% of total general fund expenditures. This entire amount is budgeted to be spent in the next fiscal year.
- The County's total long-term debt as of June 30, 2003, was \$60,783. Special assessment bonds and certificates of participation represent 71% of the total. The final payments on the bonds and certificates of participation are due in fiscal years 2007 and 2021, respectively.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of three components: 1) **Government-wide** financial statements; 2) **Fund** financial statements and 3) **Notes** to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

Government-wide Financial Statements are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all County assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or part of their costs through user fees and

Management's Discussion and Analysis

charges (*business-type activities*). The governmental activities of the County include general government, public safety, highways and streets, sanitation, health, welfare, culture and recreation, and education. The business-type activities of the County include the Sheriff Inmate Services, Horizon Home Care (Home Health), Long Term Care, and the Fairgrounds.

The government-wide financial statements can be found on pages 15-16 of this report.

Fund Financial Statements. Funds are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal compliance. All of the funds of the County can be divided into three categories: *governmental funds*, *proprietary funds*, and *fiduciary funds*.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a county's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances include a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains 20 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Public Works Highway Fund, Superior Court/Sheriff Construction Fund, and the Debt Service Fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on pages 17-20 of this report.

Proprietary funds include two types. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the Sheriff Inmate Services, Horizon Home Care (Home Health), Long Term Care, and the Fairgrounds. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for its central services. Because these services predominantly benefit governmental rather than business-type activities, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. Pinal County Long Term Care operations are considered to be a major fund of the County. The County's internal service fund is presented separately in the proprietary fund financial statements.

The proprietary funds financial statements can be found on pages 21-24 of this report.

Management's Discussion and Analysis

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements can be found on pages 25-26 of this report.

Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found on pages 27-45 of this report.

Required Supplementary Information presents schedules of revenues and expenditures, budget and actual, for the General Fund and major Special Revenue Funds of the County. It also includes a schedule of agent retirement plans' funding progress. Required supplementary information can be found on pages 47-53 of this report.

The combining statements and individual fund schedules referred to earlier provide information for nonmajor governmental, enterprise, and fiduciary funds and are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 55-137 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The County's assets exceeded liabilities by \$64,290 at the close of the fiscal year.

Statement of Net Assets
June 30, 2003 and 2002

	Governmental		Business-type		Total	
	Activities		Activities			
	2003	2002	2003	2002	2003	2002
Current and other assets	\$ 60,117	\$ 68,365	\$ 7,872	\$ 6,805	\$ 67,989	\$ 75,170
Capital assets	65,026	45,268	93	81	65,119	45,349
Total assets	125,143	113,633	7,965	6,886	133,108	120,519
Current and other liabilities	7,742	4,664	293	215	8,035	4,879
Long-term liabilities	56,674	60,768	4,109	3,694	60,783	64,462
Total liabilities	64,416	65,432	4,402	3,909	68,818	69,341
Net assets:						
Invested in capital assets, net of related debt	33,615	25,732	93	81	33,708	25,813
Restricted net assets	20,917	18,547	2,208	1,912	23,125	20,459
Unrestricted net assets	6,195	3,922	1,262	984	7,457	4,906
Total net assets	\$ 60,727	\$ 48,201	\$ 3,563	\$ 2,977	\$ 64,290	\$ 51,178

Management's Discussion and Analysis

The largest portion of the County's net assets represents its investment in capital assets (i.e. land, buildings, infrastructure, and equipment) less any related outstanding debt used to acquire those assets. The County uses these assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets (i.e., 34%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (i.e., \$7,457) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County reported positive balances in all three categories of net assets, both for the County as a whole, as well as for its separate governmental activities and business-type activities.

The County's net assets increased by \$13,112 during the current fiscal year. Sixty percent of this increase is attributable to the increase in the County's investment in capital assets. The remainder of this growth reflects increases in tax, licenses and permits, and fines and forfeits revenues which were unspent as of fiscal year end.

The County's capital assets increased by forty four percent over the prior fiscal year mainly due to increases in infrastructure assets and construction in progress on the new Superior Court building.

Current assets decreased by ten percent due to a decrease in the County's investments. This is attributable to a decrease in the fair value of an investment held in the State Treasurer's investment pool.

Governmental activities increased the County's net assets by \$12,526, thereby accounting for 96 percent of the total growth in net assets of the County.

Management's Discussion and Analysis

The following table summarizes the changes in net assets for governmental and business-type activities:

Statement of Activities
Years Ended June 30, 2003 and 2002

	Governmental		Business-Type		Total	
	Activities		Activities			
	2003	2002	2003	2002	2003	2002
Revenues						
Program revenues:						
Charges for services	\$ 19,354	\$ 12,117	\$ 36,797	\$ 29,153	\$ 56,151	\$ 41,270
Operating grants and contributions	36,668	21,833	33	33	36,701	21,866
Capital grants and contributions	1,265	14,597	-	-	1,265	14,597
General revenues:						
Property taxes	52,533	48,321	-	-	52,533	48,321
Other taxes	18,742	17,068	-	-	18,742	17,068
Investment income	101	1,267	91	128	192	1,395
Miscellaneous	3,747	7,199	177	243	3,924	7,442
Total revenues	132,410	122,402	37,098	29,557	169,508	151,959
Expenses						
General government	36,822	34,188	-	-	36,822	34,188
Public safety	37,732	32,487	-	-	37,732	32,487
Highways and streets	13,398	11,627	-	-	13,398	11,627
Sanitation	673	481	-	-	673	481
Health	19,574	19,146	-	-	19,574	19,146
Welfare	4,880	4,413	-	-	4,880	4,413
Culture and recreation	552	576	-	-	552	576
Education	6,327	6,395	-	-	6,327	6,395
Interest on long-term debt	221	253	-	-	221	253
Sheriff/Inmate Services	-	-	130	83	130	83
Home Health	-	-	2,961	2,772	2,961	2,772
Long Term Care	-	-	32,570	26,466	32,570	26,466
Fairgrounds	-	-	556	514	556	514
Total expenses	120,179	109,566	36,217	29,835	156,396	139,401
Change in net assets before transfers	12,231	12,836	881	(278)	13,112	12,558
Transfers	295	413	(295)	(413)	-	-
Change in net assets	12,526	13,249	586	(691)	13,112	12,558
Net assets - beginning	48,201	34,952	2,977	3,668	51,178	38,620
Net assets - ending	\$ 60,727	\$ 48,201	\$ 3,563	\$ 2,977	\$ 64,290	\$ 51,178

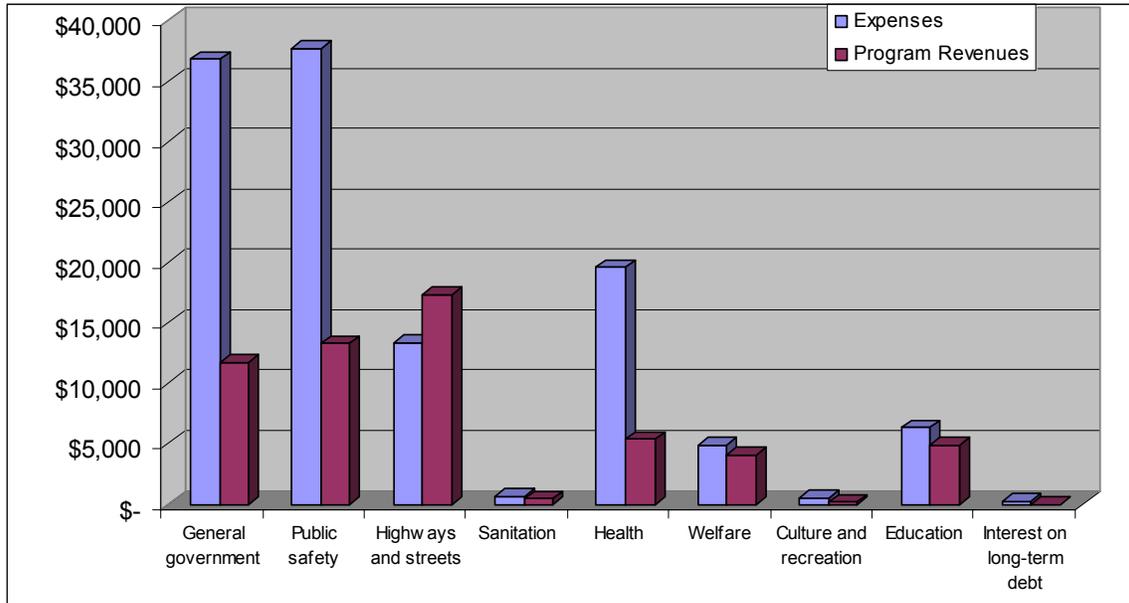
Governmental Activities. Key elements of the increase in net assets of \$12,526 are as follows:

- Property taxes increased by \$4,212 (9 percent) during the year. This increase is due to increases in assessed property values and not a raise in tax rates.
- License and permits increased \$2,174 (53 percent), due to increased building caused by the rapid growth in Pinal County.

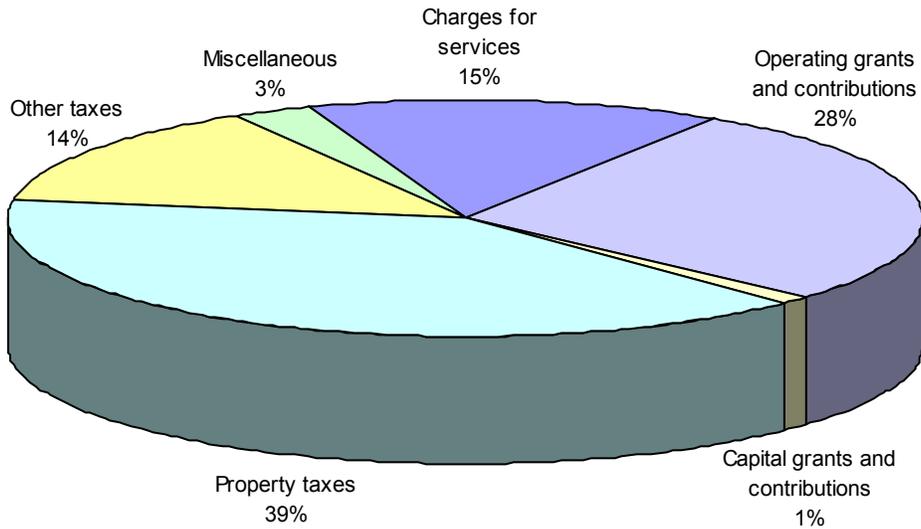
Management's Discussion and Analysis

For the most part, increases in expenses closely paralleled inflation and growth in the demand for services. One noteworthy exception however, was the County's public safety function. The increase in expenses of \$5,245 (16%) relates to an increase in personal services expenditures. This was due to cost of living and market adjustment pay increases.

Expenses and Program Revenues – Governmental Activities



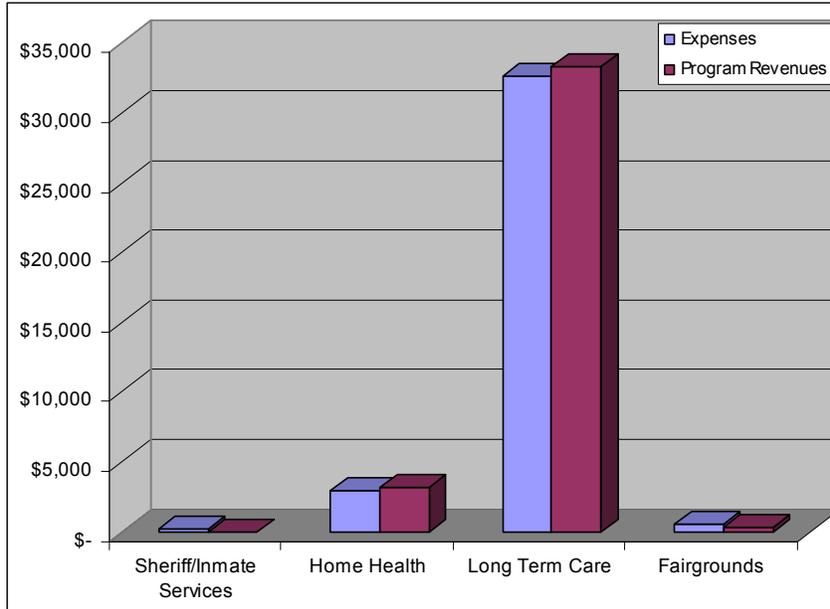
Revenues by Source – Governmental Activities



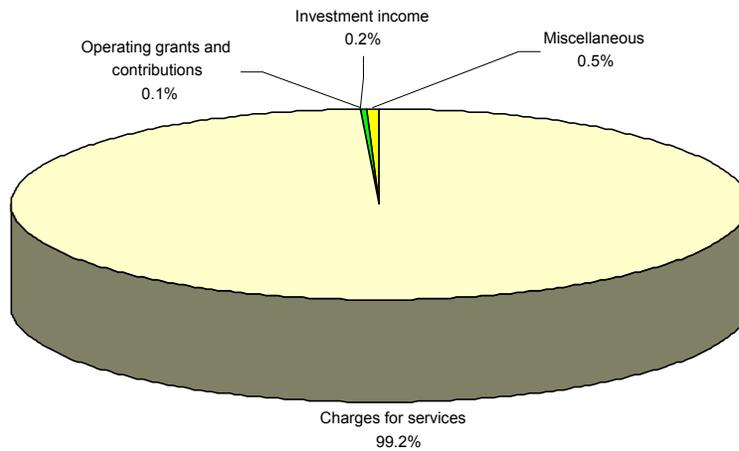
Management's Discussion and Analysis

Business-type activities. Business-type activities increased the County's net assets by \$586. The largest portion of the increase (\$472) was due to an increase in Long Term Care capitation revenues from the State to compensate for a loss from the prior year.

Expenses and Program Revenues – Business-type Activities



Revenues by Source – Business-type Activities



Management's Discussion and Analysis

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the County uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The governmental activities are accounted for in the General, Special Revenue, Debt Service, and Capital Projects Funds. Included in these funds are the special districts governed by the Board of Supervisors. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2003, the County's governmental funds reported combined fund balances of \$48,503, a decrease of \$11,790 in comparison with the prior year. Approximately 70% of the combined fund balances, \$33,738, constitutes *unreserved fund balance*, which is available to meet the County's current and future needs. The remainder of fund balance is *reserved*, indicating that it is *not* available for new spending because it has been committed: 1) to pay debt service (\$1,295); 2) to reflect inventories and prepaid items that do not represent available spendable resources (\$730); and 3) for construction of the new Superior Court and Sheriff's building (\$12,740).

The General Fund is the chief operating fund of the County. At June 30, 2003, the unreserved fund balance of the General Fund was \$13,301 while total fund balance was \$14,914. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 17 percent of total General Fund expenditures, while total fund balance represents 19 percent of that same amount.

The fund balance of the County's General Fund increased by \$2,001 during the fiscal year. A key factor in this growth was an increase in property tax revenue of \$5,738 which was due to increased assessed property values.

Revenues for the Public Works Highway Fund increased by \$1,436 over the prior year due to increased funding from the State for highway construction and maintenance projects. Expenditures also increased by \$2,889 due in part to the increase in funding available. The decrease in fund balance of \$259 was insignificant in comparison to total expenditures.

The fund balance of the Superior Court/Sheriff Construction Fund decreased by \$16,584 or 57 percent during the fiscal year. This was mainly due to expenditures totaling \$16,281 for the construction of the new Superior Court and Sheriff Administration buildings. As of fiscal year end, the project was approximately 62 percent complete.

The Debt Service Fund has a fund balance of \$107 which is reserved for the debt service payments on the County's special assessment bonds. Fund balance decreased by \$73 due to the debt service payment exceeding property tax revenues collected.

Revenues for governmental funds totaled approximately \$131,955 in fiscal year 2002-2003, which represents an increase of 11% from fiscal year 2001-2002.

The following table presents the amount of revenues from various sources as well as increases or decreases from the prior year.

Management's Discussion and Analysis

Governmental Funds Revenues Classified by Source

Revenues by Source	FY 2003		FY 2002		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Change
Taxes	\$ 53,217	40.33%	\$ 45,983	38.62%	\$ 7,234	15.73%
License and permits	6,313	4.78%	4,139	3.48%	2,174	52.52%
Intergovernmental	55,536	42.09%	52,491	44.09%	3,045	5.80%
Charges for services	10,400	7.88%	9,889	8.31%	511	5.17%
Fines and forfeits	2,641	2.00%	2,228	1.87%	413	18.54%
Investment income	101	0.08%	1,267	1.06%	(1,166)	(92.03%)
Rental and miscellaneous	3,747	2.84%	3,060	2.57%	687	22.45%
Total	\$ 131,955	100.00%	\$ 119,057	100.00%	\$ 12,898	10.83%

The following provides an explanation of revenues by source that changed significantly over the prior year.

- Taxes – the increase of \$7,234 was primarily due to an increase in property tax revenue collected. This increase resulted from an increase in assessed property values of 17% or \$292,778 more than the previous year.
- Licenses and permits – licenses and permits increased in the Other Governmental Funds by \$959 or 91% over fiscal year 2001-2002 due to an increase in the number of right-of-way use permits sold. General Fund licenses and permits revenue increased by \$1,213 or 39% due to an increase in the number of building permits sold.
- Investment income – Investment income decreased mostly due to a decrease in the fair value of an investment held in the State Treasurer's investment pool.
- Rental and miscellaneous – the increase in rental and miscellaneous is primarily from private contributions to the County. Private contributions increased from \$1,450 to \$2,386 during the year. These contributions came from developers for road construction in new subdivisions.

Management's Discussion and Analysis

The following table presents expenditures by function compared to prior year amounts.

Governmental Funds Expenditures Classified by Function						
Expenditures by Function	FY 2003		FY 2002		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Change
General government	\$ 39,187	27.17%	\$ 32,064	27.72%	\$ 7,123	22.21%
Public safety	37,071	25.70%	32,449	28.05%	4,622	14.24%
Highways and streets	18,246	12.65%	16,125	13.94%	2,121	13.15%
Sanitation	805	0.56%	495	0.43%	310	62.63%
Health	19,477	13.51%	18,558	16.04%	919	4.95%
Welfare	4,877	3.38%	4,400	3.80%	477	10.84%
Culture and recreation	547	0.38%	526	0.46%	21	3.99%
Education	6,324	4.39%	6,391	5.53%	(67)	(1.05%)
Capital outlay	16,472	11.42%	3,576	3.09%	12,896	360.63%
Principal retirement	1,000	0.69%	835	0.72%	165	19.76%
Interest and fiscal charges	221	0.15%	253	0.22%	(32)	(12.65%)
Total	\$ 144,227	100.00%	\$ 115,672	100.00%	\$ 28,555	24.69%

The following provides an explanation of the expenditures by function that changed significantly over the prior year.

- General government – expenditures for general government increased primarily due to a budget increase of approximately 12 percent for the fiscal year. Additionally, actual expenditures for the prior fiscal year were less than budgeted.
- Public safety – expenditures for public safety increased primarily due to an increase in personal services expenditures resulting from market adjustment and cost of living pay increases.
- Highways and streets – the increase in highways and streets expenditures is related to an overall increase in revenues of approximately 13% that was used for highway construction and maintenance projects.
- Capital outlay – capital outlay expenditures increased due to continuing construction on the Superior Court and Sheriff Administration buildings. Expenditures for these projects totaled \$16,281 for the fiscal year

Proprietary funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Long Term Care Fund at the end of the year totaled \$741, and those for the other nonmajor enterprise funds (Sheriff Inmate Services, Home Health, and Fairgrounds) totaled \$521. Other factors concerning the finances of these funds have already been addressed in the discussion of the County's business-type activities.

Management's Discussion and Analysis

The following table shows actual revenues, expenses, and changes in net assets for the enterprise funds for the current fiscal year:

	Major Fund	Nonmajor Funds			Total
	Long Term Care	Sheriff Inmate Services	Home Health	Fairgrounds	
Operating revenues	\$ 33,359	\$ 162	\$ 3,150	\$ 302	\$ 36,973
Operating expenses	32,570	130	2,961	556	36,217
Operating income (loss)	789	32	189	(254)	756
Non-operating revenues (expenses), net	84	4	4	33	125
Net income (loss) before contributions and transfers	873	36	193	(221)	881
Transfers	(401)	(12)	(17)	135	(295)
Net income (loss)	<u>\$ 472</u>	<u>\$ 24</u>	<u>\$ 176</u>	<u>\$ (86)</u>	<u>\$ 586</u>

The net income before transfers of enterprise funds of \$881 resulted primarily from a net income of \$873 of the Long Term Care program. This was due to an increase in capitation revenue from the State to compensate for a loss from the prior year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2003, amounted to \$33,708 (net of related debt and accumulated depreciation). This investment in capital assets includes land and easements, infrastructure, buildings and improvements, equipment, and construction in progress. The increase in the County's investment in capital assets for the current period was 31 percent. Major capital asset events during the current fiscal year included the following:

- Construction in progress increased by \$18,907 mainly due to the construction of the new Superior Court and Sheriff Administration buildings (\$15,861) and infrastructure assets (\$2,408).
- Infrastructure assets of \$4,289 were added during the year, all of which were part of the road network.

Capital assets for the governmental and business-type activities are presented below to illustrate changes from the prior year:

Capital Assets (net of accumulated depreciation)

	Governmental Activities		Business-type Activities		Total	
	2003	2002	2003	2002	2003	2002
Land	\$ 2,592	\$ 2,401	\$ -	\$ -	\$ 2,592	\$ 2,401
Buildings and improvements	25,836	27,466	-	-	25,836	27,466
Equipment	7,652	8,217	93	81	7,745	8,298
Infrastructure	7,899	3,728	-	-	7,899	3,728
Construction in progress	21,047	3,456	-	-	21,047	3,456
Total	<u>\$ 65,026</u>	<u>\$ 45,268</u>	<u>\$ 93</u>	<u>\$ 81</u>	<u>\$ 65,119</u>	<u>\$ 45,349</u>

Management's Discussion and Analysis

The County's infrastructure assets are recorded at historical cost in the government-wide financial statements as required by GASB Statement No. 34. The Statement also requires the retroactive reporting of all infrastructure assets acquired prior to July 1, 2001, to be reported by the fiscal year ended June 30, 2006. The acquisition of new infrastructure assets is reported as capital outlay expenditures within the Public Works Highway, Highways and Streets, and Flood Control Funds.

Additional information on the County's capital assets can be found in note 4 on page 35 of this report.

Long-term debt

At June 30, 2003, the County had total long-term debt outstanding of \$43,080 as compared to \$46,310 in the prior year. This amount was comprised of \$38,675 of certificates of participation and \$4,405 of special assessment bonds. The decrease from the prior year is due entirely to debt service payments.

	Outstanding Debt		Percentage Change 2002-2003
	<u>Governmental Activities</u>		
	<u>2003</u>	<u>2002</u>	
Special assessment bonds with governmental commitment	\$ 4,405	\$ 5,405	(18.5%)
Certificates of participation	<u>38,675</u>	<u>40,905</u>	(5.45%)
Total	<u>\$ 43,080</u>	<u>\$ 46,310</u>	(6.98%)

Additional information on the County's long-term debt can be found in note 5 on page 36 of this report.

Economic Factors

- The County's economic outlook is being affected by the budget deficit at the state level. State-shared revenues are expected to be less than the prior year and the County is expecting cost shifts from the State of \$1.5 million or more.
- The State's employee retirement contribution rate doubled as of July 1, 2003, and the County's contribution (match) is estimated to be \$2.3 million more than the prior year.
- The County's portion of the medical insurance that it provides to County employees is expected to increase by \$1.4 million.
- The unemployment rate in the County is currently at 7.3 percent, up 2.2 percent from the prior year and is not expected to decrease in the immediate future.
- Sales tax revenue is expected to increase at a slower rate because of a reduction in consumer confidence caused by the slowing economy. Licenses and permits related to new construction and expansion are expected to increase by approximately 50% due to the continued increase in the County's population.

Request for Information

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Pinal County Finance Department, P.O. Box 1348, Florence, AZ, 85232.

Basic Financial Statements



PINAL COUNTY
Statement of Net Assets
June 30, 2003

(Amounts expressed in thousands)

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	\$ 36,580	\$ 6,103	\$ 42,683
Cash and investments held by trustees	16,343	-	16,343
Receivables (net):			
Property taxes	3,360	-	3,360
Accounts	584	10	594
Due from other governments	2,402	665	3,067
Internal balances	93	(93)	-
Inventories	479	31	510
Prepaid items	276	-	276
Restricted assets:			
Cash and cash equivalents	-	1,156	1,156
Capital assets:			
Nondepreciable	23,639	-	23,639
Depreciable (net)	41,387	93	41,480
Total assets	<u>125,143</u>	<u>7,965</u>	<u>133,108</u>
Liabilities			
Accounts payable	4,567	18	4,585
Due to other governments	153	-	153
Accrued payroll and employee benefits	1,611	234	1,845
Deposits held for others	296	41	337
Deferred revenue	5	-	5
Matured special assessment bonds with governmental commitment payable	1,000	-	1,000
Bond interest payable	110	-	110
Noncurrent liabilities:			
Due within one year	6,892	-	6,892
Due beyond one year	49,782	4,109	53,891
Total liabilities	<u>64,416</u>	<u>4,402</u>	<u>68,818</u>
Net Assets			
Invested in capital assets, net of related debt	33,615	93	33,708
Restricted for:			
Highways and streets	13,861	-	13,861
Education	1,778	-	1,778
Debt service	193	-	193
Public safety	2,293	-	2,293
Other purposes	1,441	-	1,441
Health	1,351	2,208	3,559
Unrestricted	6,195	1,262	7,457
Total net assets	<u>\$ 60,727</u>	<u>\$ 3,563</u>	<u>\$ 64,290</u>

PINAL COUNTY
Statement of Activities
Year Ended June 30, 2003
(Amounts expressed in thousands)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities							
General government	\$ 36,822	\$ 8,066	\$ 3,636	\$ -	\$ (25,120)	\$ -	\$ (25,120)
Public safety	37,732	7,783	5,504	-	(24,445)	-	(24,445)
Highways and streets	13,398	1,785	14,382	1,139	3,908	-	3,908
Sanitation	673	11	433	-	(229)	-	(229)
Health	19,574	1,332	4,073	-	(14,169)	-	(14,169)
Welfare	4,880	145	3,958	-	(777)	-	(777)
Culture and recreation	552	-	39	126	(387)	-	(387)
Education	6,327	232	4,643	-	(1,452)	-	(1,452)
Interest on long-term debt	221	-	-	-	(221)	-	(221)
Total governmental activities	<u>120,179</u>	<u>19,354</u>	<u>36,668</u>	<u>1,265</u>	<u>(62,892)</u>	<u>-</u>	<u>(62,892)</u>
Business-type activities							
Long Term Care	32,570	33,347	-	-	-	777	777
Sheriff/Inmate Services	130	-	-	-	-	(130)	(130)
Home Health	2,961	3,148	-	-	-	187	187
Fairgrounds	556	302	33	-	-	(221)	(221)
Total business-type activities	<u>36,217</u>	<u>36,797</u>	<u>33</u>	<u>-</u>	<u>-</u>	<u>613</u>	<u>613</u>
Total primary government	<u>\$ 156,396</u>	<u>\$ 56,151</u>	<u>\$ 36,701</u>	<u>\$ 1,265</u>	<u>(62,892)</u>	<u>613</u>	<u>(62,279)</u>
General revenues:							
Taxes:							
Property taxes							
					52,533	-	52,533
					13,374	-	13,374
					5,368	-	5,368
Investment income:							
					1,009	91	1,100
					(908)	-	(908)
					3,747	177	3,924
					295	(295)	-
					<u>75,418</u>	<u>(27)</u>	<u>75,391</u>
					12,526	586	13,112
					<u>48,201</u>	<u>2,977</u>	<u>51,178</u>
					<u>\$ 60,727</u>	<u>\$ 3,563</u>	<u>\$ 64,290</u>

PINAL COUNTY
Balance Sheet
Governmental Funds
June 30, 2003
(Amounts expressed in thousands)

	Major Funds					Total
	General Fund	Public Works Highway	Superior Court/Sheriff Construction	Debt Service	Other Governmental Funds	
Assets						
Cash and cash equivalents	\$ 13,310	\$ 1,491	\$ 967	\$ 1,198	\$ 19,557	\$ 36,523
Cash and investments held by trustees	1,088	-	15,255	-	-	16,343
Receivables (net of allowances for uncollectible):						
Property taxes	3,109	-	-	105	146	3,360
Accounts	435	-	-	-	149	584
Due from other funds	1,266	-	-	-	122	1,388
Due from other governments	374	1,211	-	-	817	2,402
Inventories	172	171	-	-	111	454
Prepaid items	253	3	-	-	20	276
Total assets	\$ 20,007	\$ 2,876	\$ 16,222	\$ 1,303	\$ 20,922	\$ 61,330
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 606	\$ 140	\$ 3,479	\$ -	\$ 334	\$ 4,559
Accrued payroll and employee benefits	1,045	213	3	-	348	1,609
Due to other funds	4	-	-	-	1,291	1,295
Due to other governments	-	-	-	-	153	153
Deposits held for others	261	-	-	-	35	296
Special assessment bonds with governmental commitment payable	-	-	-	1,000	-	1,000
Bond interest payable	-	-	-	110	-	110
Deferred revenue	3,177	-	-	86	542	3,805
Total liabilities	5,093	353	3,482	1,196	2,703	12,827
Fund Balances:						
Reserved for:						
Inventories	172	171	-	-	111	454
Prepaid items	253	3	-	-	20	276
Debt service	1,188	-	-	107	-	1,295
Construction	-	-	12,740	-	-	12,740
Unreserved, reported in:						
General fund:						
Designated	2,520	-	-	-	-	2,520
Undesignated	10,781	-	-	-	-	10,781
Special Revenue funds	-	2,349	-	-	18,028	20,377
Capital Projects funds	-	-	-	-	60	60
Total fund balances	14,914	2,523	12,740	107	18,219	48,503
Total liabilities and fund balances	\$ 20,007	\$ 2,876	\$ 16,222	\$ 1,303	\$ 20,922	\$ 61,330

PINAL COUNTY
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2003

(Amounts expressed in thousands)

Total fund balances - governmental funds (page 17) \$ 48,503

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$108,916 and the accumulated depreciation is \$43,899. 65,017

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the governmental funds. 3,800

Internal Service Funds are used by management to charge the costs of central services. The assets and liabilities of the Internal Service Fund are included in governmental activities in the statement of net assets. 62

Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.

Obligations under capital leases	\$	(1,631)	
Compensated absences		(7,905)	
Special Assessment bonds with governmental commitment		(4,405)	
Certificates of participation		(38,675)	
Estimated liabilities for claims and judgments		(4,039)	(56,655)
		(4,039)	(56,655)

Net assets of governmental activities (page 15) \$ 60,727

PINAL COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Major Funds				Other Governmental Funds	Total
	General Fund	Public Works Highway	Superior Court/Sheriff Construction	Debt Service		
Revenues						
Taxes	\$ 45,285	\$ -	\$ -	\$ 1,139	\$ 6,793	\$ 53,217
Licenses and permits	4,293	2	-	-	2,018	6,313
Intergovernmental	20,549	13,800	-	-	21,187	55,536
Charges for services	7,700	-	-	-	2,700	10,400
Fines and forfeits	1,337	-	-	-	1,304	2,641
Investment income:						
Interest on investments	223	26	532	9	219	1,009
Net decrease in the fair value of investments	-	-	(908)	-	-	(908)
Rental and miscellaneous	887	174	12	-	2,674	3,747
Total revenues	80,274	14,002	(364)	1,148	36,895	131,955
Expenditures						
Current:						
General government	35,982	-	-	-	3,205	39,187
Public safety	28,807	-	-	-	8,264	37,071
Highways and streets	-	13,183	-	-	5,063	18,246
Sanitation	240	-	-	-	565	805
Health	13,981	-	-	-	5,496	19,477
Welfare	681	-	-	-	4,196	4,877
Culture and recreation	105	-	-	-	442	547
Education	-	-	-	-	6,324	6,324
Capital outlay	-	-	16,281	-	191	16,472
Debt service:						
Principal retirement	-	-	-	1,000	-	1,000
Interest and fiscal charges	-	-	-	221	-	221
Total expenditures	79,796	13,183	16,281	1,221	33,746	144,227
Excess (deficiency) of revenues over expenditures	478	819	(16,645)	(73)	3,149	(12,272)
Other financing sources (uses):						
Transfers in	2,804	29	685	-	2,368	5,886
Transfers out	(1,317)	(1,207)	(624)	-	(2,443)	(5,591)
Proceeds from sale of capital assets	36	100	-	-	51	187
Total other financing sources (uses)	1,523	(1,078)	61	-	(24)	482
Net change in fund balances	2,001	(259)	(16,584)	(73)	3,125	(11,790)
Fund balances, July 1, 2002	12,913	2,782	29,324	180	15,094	60,293
Fund balances, June 30, 2003	\$ 14,914	\$ 2,523	\$ 12,740	\$ 107	\$ 18,219	\$ 48,503

PINAL COUNTY
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2003
(Amounts expressed in thousands)

Net change in fund balances - total governmental funds (page 19) \$ (11,790)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for general capital assets, infrastructure, and other related capital assets.	\$ 25,549	
Less: current year depreciation	(5,781)	19,768

Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Change in compensated absences	(1,173)	
Change in estimated liabilities for claims and judgments	858	(315)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Principal repayments:		
Certificates of participation	2,230	
Special assessment bonds with governmental commitment	1,000	
Obligations under capital leases	1,176	4,406

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	455
--	-----

Internal service funds are used by the County to charge the costs of central services. The net revenue of the internal service funds is reported with governmental activities.	2
--	---

Change in net assets of governmental activities (page 16) \$ 12,526

PINAL COUNTY
Statement of Net Assets
Proprietary Funds
June 30, 2003

(Amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities- Internal Service Fund</u>
	<u>Long Term Care</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	
Assets				
Current Assets:				
Cash and cash equivalents	\$ 5,280	\$ 823	\$ 6,103	\$ 57
Receivables (net):				
Accounts	-	10	10	-
Due from other funds	10	-	10	-
Due from other governments	665	-	665	-
Inventories	-	31	31	25
Total current assets	<u>5,955</u>	<u>864</u>	<u>6,819</u>	<u>82</u>
Noncurrent Assets:				
Restricted cash and cash equivalents	1,156	-	1,156	
Capital assets:				
Buildings and improvements		376	376	-
Equipment	184	280	464	195
Less accumulated depreciation	(129)	(618)	(747)	(186)
Net capital assets	<u>55</u>	<u>38</u>	<u>93</u>	<u>9</u>
Total noncurrent assets	<u>1,211</u>	<u>38</u>	<u>1,249</u>	<u>9</u>
Total assets	<u>7,166</u>	<u>902</u>	<u>8,068</u>	<u>91</u>
Liabilities				
Current liabilities:				
Accounts payable	-	18	18	8
Accrued payroll and employee benefits	162	72	234	2
Due to other funds	-	103	103	-
Deposits held for others	-	41	41	-
Total current liabilities	<u>162</u>	<u>234</u>	<u>396</u>	<u>10</u>
Noncurrent liabilities:				
Compensated absences	-	109	109	16
Estimated liabilities for claims and judgments	4,000	-	4,000	-
Obligations under capital leases	-	-	-	3
Total noncurrent liabilities	<u>4,000</u>	<u>109</u>	<u>4,109</u>	<u>19</u>
Total liabilities	<u>4,162</u>	<u>343</u>	<u>4,505</u>	<u>29</u>
Net Assets				
Invested in capital assets, net of related debt	55	38	93	9
Restricted for health	2,208	-	2,208	-
Unrestricted	741	521	1,262	53
Total net assets	<u>\$ 3,004</u>	<u>\$ 559</u>	<u>\$ 3,563</u>	<u>\$ 62</u>

PINAL COUNTY
Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities- Internal Service Fund</u>
	<u>Long Term Care</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	
Operating revenues				
Charges for services	\$ 33,347	\$ 3,450	\$ 36,797	\$ 415
Rental and miscellaneous	12	164	176	-
Total operating revenues	<u>33,359</u>	<u>3,614</u>	<u>36,973</u>	<u>415</u>
Operating expenses				
Long-term health care	29,460	-	29,460	-
Personal services	2,407	3,046	5,453	111
Supplies	70	127	197	255
Depreciation	25	19	44	12
Insurance	4	28	32	-
Repairs and maintenance	6	39	45	32
Communication	50	28	78	-
Professional services	292	168	460	3
Public utility service	5	80	85	-
Miscellaneous	251	112	363	-
Total operating expenses	<u>32,570</u>	<u>3,647</u>	<u>36,217</u>	<u>413</u>
Operating income (loss)	<u>789</u>	<u>(33)</u>	<u>756</u>	<u>2</u>
Nonoperating revenues				
Intergovernmental	-	33	33	-
Interest on investments	84	7	91	-
Gain on sale of capital assets	-	1	1	-
Total nonoperating revenues	<u>84</u>	<u>41</u>	<u>125</u>	<u>-</u>
Income before contributions and transfers	873	8	881	2
Transfers in	-	135	135	-
Transfers out	<u>(401)</u>	<u>(29)</u>	<u>(430)</u>	<u>-</u>
Change in net assets	472	114	586	2
Net assets, July 1, 2002	<u>2,532</u>	<u>445</u>	<u>2,977</u>	<u>60</u>
Net assets, June 30, 2003	<u>\$ 3,004</u>	<u>\$ 559</u>	<u>\$ 3,563</u>	<u>\$ 62</u>

PINAL COUNTY
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities- Internal Service Fund</u>
	<u>Long Term Care</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	
Cash flows from operating activities				
Receipts from customers	\$ 33,359	\$ 3,604	\$ 36,963	\$ 15
Receipts from interfund services provided	-	-	-	400
Receipts from other funds	101	-	101	-
Other receipts	-	41	41	-
Payments to suppliers	(29,747)	(585)	(30,332)	(279)
Payments to employees	(2,393)	(2,999)	(5,392)	(110)
Payments to other funds	-	103	103	-
Net cash provided by operating activities	<u>1,320</u>	<u>164</u>	<u>1,484</u>	<u>26</u>
Cash flows from noncapital financing activities				
Receipts from federal and local agencies	-	33	33	-
Transfers from other funds	-	135	135	-
Transfer to other funds	(401)	(29)	(430)	-
Net cash provided by (used for) noncapital financing activities	<u>(401)</u>	<u>139</u>	<u>(262)</u>	<u>-</u>
Cash flows from capital and related financing activities				
Proceeds from the sale of capital assets	-	1	1	-
Acquisition of capital assets	(20)	(36)	(56)	(2)
Payments on capital leases	-	-	-	(4)
Net cash used for capital and related financing activities	<u>(20)</u>	<u>(35)</u>	<u>(55)</u>	<u>(6)</u>
Cash flows from investing activities				
Investment income received	<u>92</u>	<u>7</u>	<u>99</u>	<u>-</u>
Net cash provided by investing activities	<u>92</u>	<u>7</u>	<u>99</u>	<u>-</u>
Net increase in cash and cash equivalents	991	275	1,266	20
Cash and cash equivalents, July 1, 2002, as restated	<u>5,445</u>	<u>548</u>	<u>5,993</u>	<u>37</u>
Cash and cash equivalents, June 30, 2003	<u>\$ 6,436</u>	<u>\$ 823</u>	<u>\$ 7,259</u>	<u>\$ 57</u>

(Continued)

PINAL COUNTY
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2003
(Continued)

(Amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities- Internal Service Fund</u>
	<u>Long Term Care</u>	<u>Other Enterprise Funds</u>	<u>Total</u>	
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ 789	\$ (33)	\$ 756	\$ 2
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation expense	25	19	44	12
Changes in:				
Accounts receivable	-	(10)	(10)	-
Due from other funds	(10)	-	(10)	-
Due from other governments	111	-	111	-
Inventories	-	(3)	(3)	10
Accounts payable	-	-	-	1
Accrued payroll and employee benefits	14	23	37	-
Compensated absences	-	24	24	1
Due to other funds	-	103	103	-
Deposits held for others	-	41	41	-
Estimated liabilities for claims and judgments	391	-	391	-
Total adjustments	<u>531</u>	<u>197</u>	<u>728</u>	<u>24</u>
Net cash provided by operating activities	<u>\$ 1,320</u>	<u>\$ 164</u>	<u>\$ 1,484</u>	<u>\$ 26</u>
Noncash investing, capital, and financing activities:				
Sale of equipment	\$ -	\$ (2)	\$ (2)	\$ -
Elimination of accumulated depreciation related to sold equipment	-	2	2	-
Proceeds from sale of equipment	-	1	1	-
Gain on sale of equipment	-	(1)	(1)	-

PINAL COUNTY
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2003

(Amounts expressed in thousands)

	Investment Trust Funds	Agency Funds
Assets		
Cash and cash equivalents	\$ 81,763	\$ 3,765
Cash and investments held by trustees		3,557
Interest receivable	62	
Total assets	81,825	\$ 7,322
Liabilities		
Due to other governments	7	\$ -
Deposits held for others		7,322
Total liabilities	7	\$ 7,322
Net Assets		
Held in trust for investment trust participants	\$ 81,818	

PINAL COUNTY
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Investment Trust Funds
Additions	
Contributions by participants	\$ 356,818
Interest on investments	1,550
Total additions	358,368
Deductions	
Distributions to participants	365,683
Total deductions	365,683
Change in net assets	(7,315)
Net assets, July 1, 2002	89,133
Net assets, June 30, 2003	\$ 81,818

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Note 1 - Summary of Significant Accounting Policies

The accounting policies of Pinal County conform to generally accepted accounting principles applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB). A summary of the County's more significant accounting policies follows.

A. Reporting Entity

The County is a general purpose local government that is governed by a separately elected board of three County supervisors. The accompanying financial statements present the activities of the County (the primary government) and its component units.

Component units are legally separate entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are in substance part of the County's operations. Therefore, data from these units is combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. Each blended component unit discussed below has a June 30 year-end. The County has no discretely presented component units.

The following table describes the County's component units:

Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
Pinal County Flood Control District	A tax-levying district that provides flood control systems; County board of supervisors serves as board of directors	Blended	Not available
Pinal County Library District	Provides and maintains library services for County's residents; County board of supervisors serves as board of directors	Blended	Not available
Various Street Lighting Districts	Operates and maintains street lighting in areas outside local city jurisdictions; County board of supervisors serves as board of directors	Blended	Not available
Desert Vista Sanitary District	Operates and maintains sanitation services in areas outside local city jurisdictions; County Board of Supervisors serves as board of directors	Blended	Not available

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

<u>Component Unit</u>	<u>Description; Criteria for Inclusion</u>	<u>Reporting Method</u>	<u>For Separate Financial Statements</u>
Queen Creek Domestic Water Improvement District	Formed to construct a domestic water system; County Board of Supervisors serves as board of directors	Blended	Not available
Pinal County Municipal Property Corporation	Formed to finance the construction of the Apache Junction County Complex, Superior Court Judicial Facility, and the Sheriff's Administration Facility	Blended	Not available
Central Arizona Public Facility Corporation	Formed to finance the construction of the Pinal County adult detention center	Blended	Not available
Maricopa Road Public Improvement Corporation	Formed to finance completion of improvements to Maricopa Road	Blended	Not available

Related Organizations

The Pinal County Municipal Property Corporation, the Central Arizona Public Facility Corporation, and the Maricopa Road Public Improvement Corporation were formed to finance various construction projects including the new Superior Court facility and Sheriff's Administration facility. Because the County Board of Supervisors serves as the Board of Directors of each of these corporations, they are reported as blended component units of the County. These corporations issue certificates of participation that evidence undivided proportionate interests in rent payments to be made under a lease agreement, with an option to purchase, between Pinal County and the corporations. The corporations have no assets or operating activities to report and no individual financial statements have been issued. The corporations' liabilities resulting from these certificates of participation are reported in the government-wide statement of net assets.

B. Basis of Presentation

The basic financial statements include both government-wide statements and fund financial statements. The government-wide statements focus on the County as a whole, while the fund financial statements focus on major funds. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information.

Government-wide statements—provide information about the primary government (the County) and its component units. The statements include a statement of net assets and a statement of activities. These statements report the financial activities of the overall government, except for fiduciary activities. They also distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees charged to external parties.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

A statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and segment of its business-type activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The County does not allocate indirect expenses to programs or functions. Program revenues include:

- charges to customers or applicants for goods, services, or privileges provided,
- operating grants and contributions, and
- capital grants and contributions, including special assessments.

Revenues that are not classified as program revenues, including internally dedicated resources and all taxes, are reported as general revenues.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements to minimize the double counting of internal activities. However, charges for interfund services provided and used are not eliminated if the prices approximate their external exchange values.

Fund financial statements—provide information about the County's funds, including fiduciary funds and blended component units. Separate statements are presented for the governmental, proprietary, and fiduciary fund categories. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Fiduciary funds are aggregated and reported by fund type.

Proprietary fund operating revenues, such as charges for services, result from transactions associated with the fund's principal activity in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from transactions in which the parties do not exchange equal values. Revenues generated by ancillary activities are also reported as nonoperating revenues.

The County reports the following major governmental funds:

The General Fund—is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Public Works Highway Fund—accounts for monies from specific revenue sources that are restricted for road maintenance and operations, pavement preservation, and fleet services.

The Superior Court/Sheriff Construction Fund—accounts for construction of the new Superior Court Facility and Sheriff's Administration Facility.

The Debt Service Fund—accounts for resources accumulated and used for the payment of general long-term debt principal, interest, and related costs of borrowing used for the Maricopa Road Project.

The County reports the following major enterprise fund:

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

The Long-Term Care Fund—accounts for health services to elderly and physically disabled clients enrolled in the State's AHCCCS (Arizona Health Care Cost Containment System) Long-Term Care program.

The County reports the following fund types:

The internal service fund—accounts for print shop operations provided to County departments or to other governments on a cost-reimbursement basis.

The investment trust funds—account for pooled assets held and invested by the County Treasurer on behalf of County departments and other governmental entities.

The agency funds—account for assets held by the County as an agent for the State and various local governments, and for property taxes collected and distributed to the State, cities, local school districts, community college districts, and special districts.

C. Basis of Accounting

The government-wide, proprietary fund, and fiduciary fund financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are recognized as revenue in the year for which they are levied. Grants and donations are recognized as revenue as soon as all eligibility requirements the provider imposed have been met.

Governmental funds in the fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they are due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under capital lease agreements are reported as other financing sources.

Under the terms of grant agreements, the County funds certain programs by a combination of grants and general revenues. Therefore, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. The County applies grant resources to such programs before using general revenues.

The County's business-type activities and enterprise funds follow FASB Statements and Interpretations issued on or before November 30, 1989; Accounting Principles Board Opinions; and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

D. Cash and Investments

For purposes of its statement of cash flows, the County considers only those highly liquid investments with a maturity of 3 months or less when purchased to be cash equivalents.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Nonparticipating interest-earning investment contracts are stated at cost. Money market investments and participating interest-earning investment contracts with a remaining maturity of 1 year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

E. Inventories

Inventories of the governmental funds consist of expendable supplies held for consumption and are recorded as expenditures at the time of purchase. Amounts on hand at year-end are shown on the balance sheet as an asset for informational purposes only and are offset by a fund balance reserve to indicate that they do not constitute "available spendable resources." These inventories are stated at cost using the first-in, first-out method.

Inventories of the proprietary funds are recorded as assets when purchased and expensed when consumed. These inventories are stated at cost using the lower of cost (first-in, first-out method) or market.

F. Property Tax Calendar

The County levies real property taxes on or before the third Monday in August that become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day of November. The second installment is due on the first day of March of the next year and becomes delinquent after the first business day of May.

During the year, the County also levies various personal property taxes that are due the second Monday of the month following receipt of the tax notice and become delinquent 30 days later.

A lien assessed against real and personal property attaches on the first day of January preceding assessment and levy.

G. Capital Assets

Capital assets are reported at actual cost. Donated assets are reported at estimated fair value at the time received.

Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements and proprietary funds are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land	All	N/A	N/A
Buildings	\$ 5	Straight line	10-40 years
Equipment	\$ 1	Straight line	3-21 years
Infrastructure	\$ 5	Straight line	50 years

The County currently has one network of infrastructure assets made up of the County's roads. Only infrastructure assets acquired since July 1, 2001, are reported on the government-wide financial statements.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

H. Investment Income

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments.

I. Compensated Absences

Compensated absences consist of vacation leave and a calculated amount of sick leave earned by employees based on services already rendered.

Employees may accumulate up to 360 hours of vacation, but any vacation hours in excess of the maximum amount that are unused at September 30 are forfeited. Upon termination of employment, all unused and unforfeited vacation benefits are paid to employees. Accordingly, vacation benefits are accrued as a liability in the financial statements.

Employees may accumulate an unlimited number of sick leave hours. Generally, sick leave benefits provide for ordinary sick pay and are cumulative but are forfeited upon termination of employment. Because sick leave benefits do not vest with employees, a liability for sick leave benefits is not accrued in the financial statements. However, a certain percentage of sick leave can be converted to terminal vacation leave upon retirement after an employee has worked 5 years, and is accrued as a long-term liability.

Note 2 – Stewardship, Compliance, and Accountability

At June 30, 2003, the following funds reported deficits in fund balances or net assets.

Fund	Deficit
Governmental Funds:	
Attorney/IV-D Child Support	\$ 422
Clerk of the Court/IV-D Child Support	214
Airport Economic Development	102
Air Quality Grants	2
Sheriff/Drug Task Force	3
Sheriff/Drug Smuggling	18
Attorney/Drug Prosecution	39
Adult Probation/State Enhancement	6
Adult Probation/Support	1
Sheriff/COPS Grants	37
Juvenile Probation/Miscellaneous Sources	4
Juvenile Probation/Juvenile Justice Program	15
Community Development Block Grant	9
Proprietary Funds:	
Fairgrounds	83

These deficits resulted from operations during the year, but are expected to be corrected through normal operations in fiscal year 2003-2004.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Note 3 – Deposits and Investments

Arizona Revised Statutes authorize the County to invest public monies in the State Treasurer's investment pool; U.S. Treasury obligations; specified state and local government bonds; and interest-earning investments such as savings accounts, certificates of deposit, and repurchase agreements in eligible depositories. The statutes require collateral for demand deposits, certificates of deposit, and repurchase agreements at 101 percent of all deposits not covered by federal depository insurance.

County Treasurer's Investment Pool—Arizona Revised Statutes (A.R.S.) require community colleges, school districts, and other local governments to deposit certain public monies with the County Treasurer. Those monies are pooled with County monies for investment purposes.

Deposits—At June 30, 2003, the investment pool had cash on hand of \$7. The carrying amount of the investment pool's total cash in bank was \$10,245, and the bank balance was \$14,871. Of the bank balance, \$100 was covered by federal depository insurance or by collateral held by the County or its agent in the County's name and \$14,771 was covered by collateral held by the pledging financial institution's trust department or agent in the County's name.

Investments —The State Board of Investment provides oversight for the State Treasurer's pools, and the Local Government Investment Pool Advisory Committee provides consultation and advice to the Treasurer. The fair value of a participant's position in the pool approximates the value of that participant's pool shares.

The investment pool's investments at June 30, 2003, are categorized below to give an indication of the level of risk the County assumed at year-end.

Category 1—insured or registered in the County's name, or securities held by the County or its agent in the County's name.

Category 2—uninsured and unregistered with securities held by the counterparty's trust department or agent in the County's name.

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

	Category			Fair Value
	1	2	3	
Repurchase agreements		\$ 69,757	\$ 45,849	\$ 115,606

Other deposits—At June 30, 2003, the total non-pooled cash on hand was \$4. The carrying amount of the County's total nonpooled cash in bank was \$5,468, and the bank balance was \$6,071. Of the bank balance, \$6,002 was covered by federal depository insurance or by collateral held by the County or its agent in the County's name and \$69 was uninsured and uncollateralized.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003

(Amounts expressed in thousands)

Other investments—The State Board of Investment provides oversight for the State Treasurer's pools, and the Local Government Investment Pool Advisory Committee provides consultation and advice to the Treasurer. The fair value of a participant's position in the pool approximates the value of that participant's pool shares. The County's nonpooled investments at June 30, 2003, are categorized below to give an indication of the level of risk assumed by the County at year end.

	Category			Fair Value
	1	2	3	
U.S. government securities			\$ 1,088	\$ 1,088
Investments not subject to categorization:				
State Treasurer's investment pool				16,849
Total				\$ 17,937

A reconciliation of cash and investments to amounts shown on the Statement of Net Assets follows:

Cash and investments:

	County Treasurer's Investment Pool	Other	Total
Cash on hand	\$ 7	\$ 4	\$ 11
Carrying amount of deposits	10,245	5,468	15,713
Reported amount of investments	115,606	17,937	133,543
Total	\$ 125,858	\$ 23,409	\$ 149,267

Statement of Net Assets:

	Total Primary Government	Total Fiduciary Funds	Total
Cash and cash equivalents	\$ 43,839	\$ 85,528	\$ 129,367
Cash and investments held by trustees	16,343	3,557	19,900
Total	\$ 60,182	\$ 89,085	\$ 149,267

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Note 4 – Capital Assets

Capital asset activity for the year ended June 30, 2003, was as follows:

	<u>Balance July 1, 2002</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2003</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 2,401	\$ 191	\$ -	\$ 2,592
Construction in progress (estimated cost to complete \$13,233)	<u>3,456</u>	<u>18,907</u>	<u>1,316</u>	<u>21,047</u>
Total capital assets not being depreciated	<u>5,857</u>	<u>19,098</u>	<u>1,316</u>	<u>23,639</u>
Capital assets being depreciated:				
Buildings	40,219	120	-	40,339
Equipment	34,841	3,360	1,123	37,078
Infrastructure	<u>3,766</u>	<u>4,289</u>	<u>-</u>	<u>8,055</u>
Total capital assets being depreciated	<u>78,826</u>	<u>7,769</u>	<u>1,123</u>	<u>85,472</u>
Less accumulated depreciation for:				
Buildings	12,753	1,750	-	14,503
Equipment	26,624	3,925	1,123	29,426
Infrastructure	<u>38</u>	<u>118</u>	<u>-</u>	<u>156</u>
Total	<u>39,415</u>	<u>5,793</u>	<u>1,123</u>	<u>44,085</u>
Total capital assets being depreciated, net	<u>39,411</u>	<u>1,976</u>	<u>-</u>	<u>41,387</u>
Governmental activities capital assets, net	<u>\$ 45,268</u>	<u>\$ 21,074</u>	<u>\$ 1,316</u>	<u>\$ 65,026</u>
Business-type activities:				
Capital assets being depreciated:				
Buildings	\$ 376	\$ -	\$ -	\$ 376
Equipment	<u>423</u>	<u>43</u>	<u>2</u>	<u>464</u>
Total	<u>799</u>	<u>43</u>	<u>2</u>	<u>840</u>
Less accumulated depreciation for:				
Buildings	376	-	-	376
Equipment	<u>342</u>	<u>31</u>	<u>2</u>	<u>371</u>
Total	<u>718</u>	<u>31</u>	<u>2</u>	<u>747</u>
Total capital assets being depreciated, net	<u>81</u>	<u>12</u>	<u>-</u>	<u>93</u>
Business-type activities capital assets, net	<u>\$ 81</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 93</u>

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 2,856
Public safety	927
Highways and streets	1,622
Sanitation	40
Health	289
Welfare	27
Culture and recreation	17
Education	3
Internal service fund	12
	<hr/>
Total governmental activities depreciation expense	<u>\$ 5,793</u>

Business-type activities:	
Long Term Care	\$ 25
Home Health	14
Fairgrounds	5
	<hr/>
Total business-type activities depreciation expense	<u>\$ 44</u>

Note 5 – Long-term Liabilities

The following schedule details the County's long-term liability and obligation activity for the year ended June 30, 2003.

	<u>Balance July 1, 2002</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2003</u>	<u>Due within 1 year</u>
Governmental activities					
Obligations under capital leases	\$ 2,814	\$ -	\$ 1,180	\$ 1,634	\$ 204
Compensated absences	6,747	1,174	-	7,921	3,348
Special assessment bonds with governmental commitment	5,405	-	1,000	4,405	1,040
Certificates of participation	40,905	-	2,230	38,675	2,300
Estimated liabilities for claims and judgments	4,897	-	858	4,039	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Governmental activities long-term liabilities	<u>\$ 60,768</u>	<u>\$ 1,174</u>	<u>\$ 5,268</u>	<u>\$ 56,674</u>	<u>\$ 6,892</u>
Business-type activities					
Compensated absences	\$ 85	\$ 24	\$ -	\$ 109	\$ -
Estimated liabilities for claims and judgments	3,609	391	-	4,000	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Business-type activities long-term liabilities	<u>\$ 3,694</u>	<u>\$ 415</u>	<u>\$ -</u>	<u>\$ 4,109</u>	<u>\$ -</u>

For the governmental activities, claims and judgments and compensated absences are generally liquidated by the General Fund.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Bonds

The County's bonded debt consists of one issue of special assessment bonds with governmental commitment.

Special assessment bonds are secured by pledges of revenues from special assessments levied against the benefiting property owners. The proceeds of the 1999 bond issue were used to refund portions of the 1990 and 1994 bond issues, which have been defeased. These bonds are generally callable with interest payable semiannually. All originally authorized bonds have been issued. The County is not legally liable for the payment of the bonds, however, the bonds are payable from an unlimited tax that is levied against the property within the boundaries of the district. The County raises the tax levy in the district to cover any delinquencies from the prior year if necessary.

The following special assessment district had bonds outstanding at June 30, 2003:

<u>Description</u>	<u>Original Amount</u>	<u>Maturity Ranges</u>	<u>Interest Rates</u>	<u>Outstanding Principal</u>
Maricopa Rural Road Improvement District Refunding Bonds Series 1999	\$ 7,780	2004- 2007	4%- 4.25%	\$ 4,405

The following schedule details debt service requirements to maturity for the County's bonds payable at June 30, 2003.

<u>Year Ending June 30</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2004	\$ 1,040	\$ 182
2005	1,075	140
2006	1,125	96
2007	1,165	49
Total	<u>\$ 4,405</u>	<u>\$ 467</u>

Certificates of Participation

On December 1, 1998, the Pinal County Municipal Property Corporation issued certificates of participation totaling \$11,640. The certificates evidence undivided proportionate interests in lease payments to be made under a lease agreement, with an option to purchase, between Pinal County and the Pinal County Municipal Property Corporation. The proceeds of the certificates were used by the County for the refinancing of the Series 1994 certificates of participation. The refunded debt is considered defeased and related liabilities are not included in the County's financial statements. The indenture provides for the establishment and maintenance of a Reserve Fund. The County has deposited the required monies, which shall be used only for the purpose of making up deficiencies in the Rent Payment Fund for principal and interest payments. The certificates are generally noncallable with interest rates from 4 to 4.5 percent, payable semiannually on June 1 and December 1 of each year through the year 2009.

On August 1, 2001, the Pinal County Municipal Property Corporation issued certificates of participation totaling \$30,800. The certificates evidence undivided proportionate interests in lease

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003

(Amounts expressed in thousands)

payments to be made under a lease agreement, with an option to purchase, between Pinal County and the Pinal County Municipal Property Corporation. The proceeds of the certificates are being used by the County to serve as the primary source of funding for construction of the buildings and improvements which consist of a Superior Court Judicial Facility and a Sheriff's Administration Facility. The certificates are generally noncallable with interest rates from 3.4 to 5.125 percent, payable semiannually on June 1 and December 1 of each year through 2021.

Certificates outstanding at June 30, 2003, were as follows:

<u>Description</u>	<u>Original Amount</u>	<u>Maturity Ranges</u>	<u>Interest Rates</u>	<u>Outstanding Principal</u>
Pinal County Municipal Property Corporation 1998	\$ 11,640	2004-2009	4% to 4.5%	\$ 8,965
Pinal County Municipal Property Corporation 2001	30,800	2004-2021	3.4%- 5.125%	<u>29,710</u>
				<u>\$ 38,675</u>

The following schedule details debt service requirements to maturity for the County's certificates of participation payable at June 30, 2003.

<u>Year Ending June 30</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2004	\$ 2,300	\$ 1,743
2005	2,400	1,656
2006	2,495	1,562
2007	2,595	1,461
2008	2,695	1,353
2009-13	9,960	5,166
2014-18	9,365	3,119
2019-21	<u>6,865</u>	<u>629</u>
Total	<u>\$ 38,675</u>	<u>\$ 16,689</u>

Capital leases

The County has acquired land, buildings, heavy machinery, and other machinery and equipment under the provisions of various long-term lease agreements classified as capital leases for accounting purposes because they provide for a bargain purchase option or a transfer of ownership by the end of the lease term.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

The assets acquired through capital leases are as follows:

	Governmental Activities
Land	\$ 80
Buildings	1,170
Equipment	3,006
Subtotal	4,256
Less: accumulated depreciation	1,038
Carrying value	\$ 3,218

The following schedule details debt service requirements to maturity for the County's capital leases payable at June 30, 2003.

Year Ending June 30	Governmental Activities
2004	\$ 304
2005	301
2006	302
2007	293
2008	286
2009-14	543
Total minimum lease payments	2,029
Less amount representing interest	395
Present value of net minimum lease payments	\$ 1,634

Landfill closure and postclosure care costs

The County has contracted with an outside agency to provide operations for its solid waste facilities. The contract requires the outside agency to reserve funds in accordance with the closure plan for closure and postclosure care costs. In the event of termination of the contract, the required reserve funds are to be remitted to the Arizona Department of Environmental Quality. Consequently, no liability for landfill closure and postclosure care costs has been recorded on the basic financial statements.

Note 6 – Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters; but was unable to obtain insurance at a cost it considered to be economically justifiable. Therefore, the County joined and is covered by three public entity risk pools: the Arizona Counties Property and Casualty Pool, the

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Arizona Counties Workers' Compensation Pool, and the Arizona Local Government Employee Benefit Trust, which are described below.

The Arizona Counties Property and Casualty Pool is a public entity risk pool currently composed of 11 member counties. The pool provides member counties catastrophic loss coverage for risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters; and provides risk management services. Such coverage includes all defense costs as well as the amount of any judgment or settlement. The County is responsible for paying a premium based on its exposure in relation to the exposure of the other participants, and a deductible of \$10 per occurrence for property claims and \$50 per occurrence for liability claims. The County is also responsible for any payments in excess of the maximum coverage of \$100 million per occurrence for property claims and \$15 million per occurrence for liability claims. A county must participate in the pool at least 3 years after becoming a member; however, it may withdraw after the initial 3-year period. If the pool were to become insolvent, the County would be assessed an additional contribution.

The Arizona Counties Workers' Compensation Pool is a public entity risk pool currently composed of 11 member counties. The pool provides member counties with workers' compensation coverage, as required by law, and risk management services. The County is responsible for paying a premium, based on an experience rating formula, that allocates pool expenditures and liabilities among the members.

The Arizona Counties Property and Casualty Pool and the Arizona Counties Workers' Compensation Pool receive independent audits annually and an audit by the Arizona Department of Insurance triennially. Both pools accrue liabilities for losses that have been incurred but not reported. These liabilities are determined annually based on an independent actuarial valuation.

Pursuant to A.R.S. §11-952, the County has established the Pinal County Employee Benefit Trust, which covers medical, dental, vision, short-term disability, employee life and accidental disability, and dependent life claims. The County is not liable for medical, dental, vision, short-term disability, employee life and accidental liability, and dependent life insurance claims in the Trust. However, the County is responsible for paying a premium to the Trust. The Trust and its insurance company are liable for claims up to \$1,000 for each covered employee. Settled claims have not exceeded coverage provided in any of the past three fiscal years.

As provided by A.R.S. §23-750, the State, its political subdivisions, and any instrumentality, agency, or board of the State or political subdivision, have two options for satisfying unemployment compensation obligations: 1) direct quarterly payments to the unemployment fund administered by the Arizona Department of Economic Security (ADES) based on a computed contribution rate assigned to the employer by ADES or 2) the government may elect to be liable for any unemployment compensation obligations.

Pinal County has elected to be responsible for its unemployment obligations. The County does not accumulate and reserve monies for its workforce.

Note 7 – Retirement Plans

Plan Descriptions—The County contributes to four plans, three of which are described below. The Elected Officials Retirement Plan is not described due to its relative insignificance to the County's

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

financial statements. Benefits are established by state statute and generally provide retirement, death, long-term disability, survivor, and health insurance premium benefits.

The *Arizona State Retirement System* (ASRS) administers a cost-sharing multiple-employer defined benefit pension plan that covers general employees of the County. The ASRS is governed by the Arizona State Retirement System Board according to the provisions of A.R.S. Title 38, Chapter 5, Article 2.

The *Public Safety Personnel Retirement System* (PSPRS) is an agent multiple-employer defined benefit pension plan that covers public safety personnel who are regularly assigned hazardous duty as employees of the State of Arizona or one of its political subdivisions. The PSPRS, acting as a common investment and administrative agent, is governed by a five-member board, known as The Fund Manager, and the participating local boards according to the provisions of A.R.S. Title 38, Chapter 5, Article 4.

The *Corrections Officer Retirement Plan* (CORP) is an agent multiple-employer defined benefit pension plan that covers certain employees of the State of Arizona, Departments of Corrections and Juvenile Corrections, and County employees whose primary duties require direct inmate contact. The CORP is governed by The Fund Manager of PSPRS and the participating local boards according to the provisions of A.R.S. Title 38, Chapter 5, Article 6.

Each plan issues a publicly available financial report that includes its financial statements and required supplementary information. A report may be obtained by writing or calling the applicable plan.

ASRS

3300 N. Central Ave.
P.O. Box 33910
Phoenix, AZ 85067-3910
(602) 240-2000 or (800) 621-3778

PSPRS and CORP

1020 E. Missouri Ave.
Phoenix, AZ 85014
(602) 255-5575

Funding Policy—The Arizona State Legislature establishes and may amend active plan members' and the County's contribution rates.

Cost-sharing plans—For the year ended June 30, 2003, active ASRS members and the County were each required by statute to contribute at the actuarially determined rate of 2.49 percent (2.00 percent retirement and 0.49 percent long-term disability) of the members' annual covered payroll. The County's contributions to ASRS for the years ended June 30, 2003, 2002, and 2001, were \$1,144, \$901, and \$914, respectively, which were equal to the required contributions for the year.

Agent plans—For the year ended June 30, 2003, active PSPRS members were required by statute to contribute 7.65 percent of the members' annual covered payroll, and the County was required to contribute at the actuarially determined rate of 4.39 percent. Active CORP members (detention officers) were required by statute to contribute 8.5 percent of the members' annual covered payroll, and the County was required to contribute at the actuarially determined rate of 7.7 percent prior to January 24, 2003, and 2.76 percent thereafter. Active CORP members (dispatchers) were required by statute to contribute 8.5 percent of the members' annual covered payroll, and the County was required to contribute at the actuarially determined rate of 12.7 percent prior to January 24, 2003, and 5.55 percent thereafter.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Annual Pension Cost—The County’s pension cost for the two agent plans for the year ended June 30, 2003, and related information follows.

	PSPRS	CORP	
		Detention Officers	Dispatchers
Contribution rates:			
County	4.39%	7.7%	12.7%
		After Jan. 24, 2003 2.76%	After Jan. 24, 2003 5.55%
Plan members	7.65%	8.5%	8.5%
Annual pension cost	\$267	\$128	\$28
Contributions made	\$267	\$128	\$28

The current-year annual required contributions for the PSPRS and CORP were determined as part of their June 30, 2001, actuarial valuations using the entry-age actuarial cost method. The actuarial assumptions included (a) 9 percent investment rate of return and (b) projected salary increases ranging from 6.5 percent to 9.5 percent per year. Both (a) and (b) included an inflation component of 5.5 percent. The assumptions did not include cost-of-living adjustments. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a 4-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2001, was 20 years.

Trend Information—Annual pension cost information for the current and two preceding years follows for each of the agent plans.

Plan	Year Ended June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PSPRS	2003	\$ 267	100%	\$ 0
	2002	228	100%	0
	2001	276	100%	0
CORP				
	Detention officers	2003	\$ 128	100%
Dispatchers	2003	\$ 28	100%	\$ 0

Employees first became members of the CORP during fiscal year 2003, therefore, only data for the current fiscal year is presented.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Note 8 – Interfund Balances and Activity

Interfund receivables and payables—interfund balances at June 30, 2003, were as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 1,163
	Nonmajor Enterprise Funds	103
		<u>1,266</u>
Long Term Care Fund	Nonmajor Governmental Funds	10
Nonmajor Governmental Funds	General Fund	4
	Nonmajor Governmental Funds	118
		<u>122</u>
Total		<u>\$ 1,398</u>

All interfund balances are expected to be repaid within one year from the date of the financial statements.

Interfund transfers—interfund transfers for the year ended June 30, 2003, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
General Fund	Public Works Highway Fund	\$ 6
	Superior Court/Sheriff Construction Fund	623
	Nonmajor Governmental Funds	553
	Nonmajor Enterprise Funds	135
		<u>1,317</u>
Public Works Highway Fund	General Fund	975
	Nonmajor Governmental Funds	232
		<u>1,207</u>
Superior Court/Sheriff Construction Fund	General Fund	624
Nonmajor Governmental Funds	General Fund	965
	Public Works Highway Fund	23
	Superior Court/Sheriff Construction Fund	62
	Nonmajor Governmental Funds	1,393
		<u>2,443</u>
Long-Term Care Fund	General Fund	211
	Nonmajor Governmental Funds	190
		<u>401</u>

PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
Nonmajor Enterprise Funds	General Fund	<u>29</u>
Total		<u>\$ 6,021</u>

The principal purpose of interfund transfers was to provide funds to cover debt service payments, provide grant matches, provide subsidies to cover operating expenses, and to provide funds to pay for capital outlay. All significant interfund transfers were routine and consistent with the activities of the fund making the transfer.

Note 9 – Beginning Cash and Cash Equivalents Restated

The Long Term Care fund cash and cash equivalents balance at July 1, 2002, required adjustment to correct the omission of restricted cash and cash equivalents on the Statement of Cash Flows.

Note 10 – Condensed Financial Statements of County Treasurer’s Investment Pool

Arizona Revised Statutes require community colleges, school districts, and other local governments to deposit certain public monies with the County Treasurer. The Treasurer has a fiduciary responsibility to administer those and the County monies under his stewardship. The Treasurer invests, on a pool basis, all idle monies not specifically invested for a fund or program. In addition, the Treasurer determines the fair value of those pooled investments annually at June 30.

The County Treasurer’s investment pool is not registered with the Securities and Exchange Commission as an investment company and there is no regulatory oversight of its operations. The pool’s structure does not provide for shares and the County has not provided or obtained any legally binding guarantees to support the value of the participants’ investments.

Details of each major investment classification follow.

<u>Investment Type</u>	<u>Principal</u>	<u>Interest Rates</u>	<u>Maturities</u>	<u>Fair Value</u>
Repurchase agreements	\$115,606	0.9 - 3.0%	Daily	\$115,606

A condensed statement of the investment pool’s net assets and changes in net assets follows.

Statement of Net Assets	
Assets	\$ 125,915
Liabilities	<u>7</u>
Net assets	<u>\$ 125,908</u>
Net assets held in trust for:	
Internal participants	\$ 45,689
External participants	<u>80,219</u>
Total net assets held in trust	<u>\$ 125,908</u>

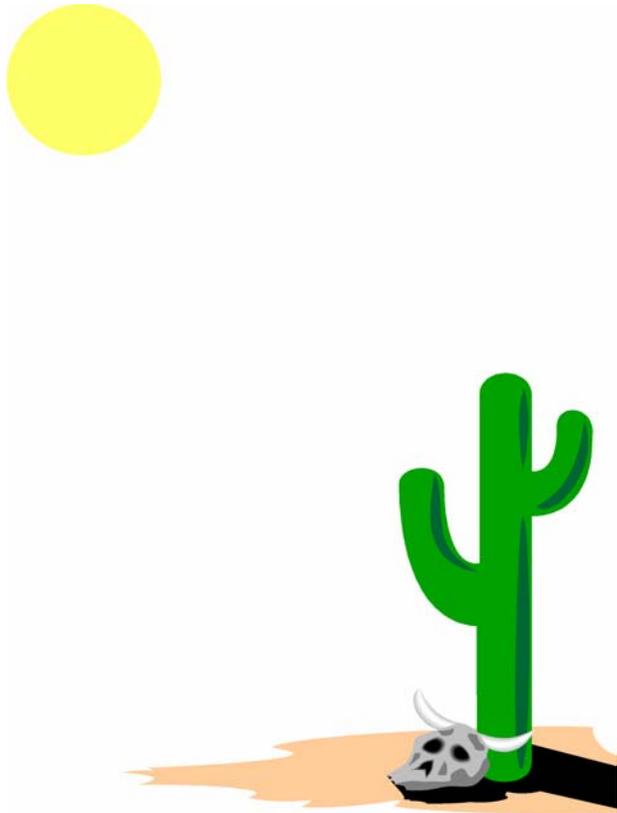
PINAL COUNTY
Notes to the Financial Statements
June 30, 2003
(Amounts expressed in thousands)

Statement of Changes in Net Assets	
Total additions	\$ 554,910
Total deductions	<u>554,852</u>
Net increase	<u>58</u>
Net assets held in trust:	
July 1, 2002	<u>125,850</u>
June 30, 2003	<u>\$ 125,908</u>

Note 11 – Related Party Transactions

Due to a lack of providers within Pinal County, the Pinal County Long-Term Care Health Plan (Plan) contracts for services with other County operations. These operations providing medically-related services include the Pinal County Horizon Home Care and Palm Villa Day Care, which provide adult day health care. For the year ended June 30, 2003, the Division paid these operations \$2,875 for services and has claims payable to them of \$369.

In addition to medical and medically-related services, the Plan contracts with Pinal County for certain other services. During the year, the Plan paid the County \$202 for rent, legal, finance, and other administrative services. The Plan's employees are employees of the County and are subject to all rules and regulations of Pinal County. The Plan's liability insurance is provided as part of the County's coverage.



Required Supplementary Information



Pinal County
Required Supplementary Information
Schedule of Agent Retirement Plans' Funding Progress
June 30, 2003
(Amounts expressed in thousands)

Public Safety Personnel Retirement System

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Plan Assets (a)</u>	<u>Actuarial Accrued Liability (b)</u>	<u>Funding (Liability) Excess (a-b)</u>	<u>Funded Ratio (a/b)</u>	<u>Annual Covered Payroll (c)</u>	<u>Unfunded Liability as Percentage of Covered Payroll [(a-b)/c]</u>
6/30/02	\$ 22,226	\$ 18,310	\$ 3,916	121%	\$ 5,296	N/A
6/30/01	21,947	16,155	5,792	136%	4,687	N/A
6/30/00	20,336	15,573	4,763	131%	4,587	N/A

Corrections Officer Retirement Plan

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Plan Assets (a)</u>	<u>Actuarial Accrued Liability (b)</u>	<u>Funding (Liability) Excess (a-b)</u>	<u>Funded Ratio (a/b)</u>	<u>Annual Covered Payroll (c)</u>	<u>Unfunded Liability as Percentage of Covered Payroll [(a-b)/c]</u>
<u>Detention Officers</u>						
6/30/02	\$ -	\$ 2,985	\$ (2,985)	0%	\$ 3,259	(92%)
6/30/01	N/A	N/A	N/A	N/A	N/A	N/A
6/30/00	N/A	N/A	N/A	N/A	N/A	N/A
<u>Dispatchers</u>						
6/30/02	\$ -	\$ 756	\$ (756)	0%	\$ 399	(189%)
6/30/01	N/A	N/A	N/A	N/A	N/A	N/A
6/30/00	N/A	N/A	N/A	N/A	N/A	N/A

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Over (Under)
Revenues			
Taxes	\$ 43,600	\$ 45,285	\$ 1,685
Licenses and permits	2,817	4,293	1,476
Intergovernmental	18,989	20,549	1,560
Charges for services	6,063	7,700	1,637
Fines and forfeits	1,478	1,337	(141)
Investment income	328	223	(105)
Rental and miscellaneous	747	887	140
Total revenues	<u>74,022</u>	<u>80,274</u>	<u>6,252</u>
Expenditures			
Current:			
General government	34,079	35,982	(1,903)
Public safety	27,410	28,807	(1,397)
Sanitation	140	240	(100)
Health	14,013	13,981	32
Welfare	667	681	(14)
Culture and recreation	103	105	(2)
Total expenditures	<u>76,412</u>	<u>79,796</u>	<u>(3,384)</u>
Excess (deficiency) of revenues over expenditures	<u>(2,390)</u>	<u>478</u>	<u>2,868</u>
Other financing sources (uses):			
Transfers in	2,262	2,804	542
Transfers out	(580)	(1,317)	(737)
Proceeds from sale of capital assets	150	36	(114)
Total other financing sources (uses)	<u>1,832</u>	<u>1,523</u>	<u>(309)</u>
Net change in fund balances	(558)	2,001	2,559
Fund balances, July 1, 2002	<u>558</u>	<u>12,913</u>	<u>12,355</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 14,914</u>	<u>\$ 14,914</u>

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule by Department
General Fund
Year Ended June 30, 2003
(Amounts expressed in thousands)

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amount</u>	<u>Variance with Final Budget- Over (Under)</u>
Expenditures			
Culture and Recreation			
Parks and Ground Maintenance	\$ 103	\$ 105	\$ (2)
Total Culture and Recreation	<u>103</u>	<u>105</u>	<u>(2)</u>
General Government			
Adult Detention	-	69	(69)
Assessor	1,581	1,583	(2)
Assistant County Manager-Health	259	251	8
Board of Supervisors	354	351	3
Building Safety	738	830	(92)
Cable Office	72	7	65
Capital Equipment Projects	1,251	1,324	(73)
Clerk of the Court	2,030	1,930	100
Conciliation Court	261	233	28
Contingencies	289	345	(56)
Contractual Services	275	316	(41)
Contributions	134	124	10
County Manager	367	394	(27)
Law Library	98	131	(33)
Deputy County Manager	415	409	6
Economic Development	-	15	(15)
Elections	513	543	(30)
Employee Benefits	7,736	8,007	(271)
Facilities	3,297	3,531	(234)
Finance	777	810	(33)
Grant Matches	100	-	100
Hearing Officer	29	30	(1)
Human Resources	402	348	54
Interest/Registered Warrants	-	4	(4)
Judgments	200	550	(350)
Management Information Services	1,590	1,583	7
Medical Examiner	354	485	(131)
Planning & Development	998	1,050	(52)
Recorder	664	680	(16)
Risk Management	134	115	19
Risk Management Settlements	1,121	1,250	(129)
San Tan Park	-	1	(1)
School Superintendent	497	511	(14)
Sheriff's Posse	-	8	(8)
Telecommunications	929	908	21

(Continued)

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule by Department
General Fund
Year Ended June 30, 2003

(Continued)

(Amounts expressed in thousands)

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amount</u>	<u>Variance with Final Budget- Over (Under)</u>
Treasurer	\$ 882	\$ 784	\$ 98
Tuition Reimbursement	50	90	(40)
Hospital	7	4	3
County-wide Computer Project	600	769	(169)
Debt Service	4,808	5,364	(556)
Health Information Management	257	220	37
Bullet Proof Vest Grant	-	1	(1)
Recorder Micrographic Maps	10	24	(14)
Total General Government	<u>34,079</u>	<u>35,982</u>	<u>(1,903)</u>
Health			
Adult Day Care	145	130	15
AHCCCS Contributions	10,205	10,595	(390)
Air Quality	108	111	(3)
Health	2,839	2,540	299
Indigent Medical	8	9	(1)
Mental Health Care	708	596	112
Total Health	<u>14,013</u>	<u>13,981</u>	<u>32</u>
Public Safety			
Adult Probation	549	496	53
Attorney	3,738	3,842	(104)
Court Administration	992	921	71
Court Contractual Services Adult	1,483	1,939	(456)
Court Contractual Services Juvenile	617	741	(124)
Court Psychiatric Services	325	379	(54)
Justice of the Peace-Apache Junction	331	335	(4)
Justice of the Peace-Casa Grande	389	429	(40)
Justice of the Peace-Eloy	351	313	38
Justice of the Peace-Florence	197	209	(12)
Justice of the Peace-Mammoth	157	165	(8)
Justice of the Peace-Maricopa	174	169	5
Justice of the Peace-Oracle	243	212	31
Justice of the Peace-Superior	170	189	(19)
Juvenile Detention	983	1,059	(76)
Juvenile Probation	693	616	77
Public Defender	1,264	1,298	(34)
Sheriff	13,850	14,592	(742)

(Continued)

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule by Department
General Fund
Year Ended June 30, 2003
(Continued)
(Amounts expressed in thousands)

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amount</u>	<u>Variance with Final Budget- Over (Under)</u>
Superior Court	\$ 904	\$ 903	\$ 1
Total Public Safety	<u>27,410</u>	<u>28,807</u>	<u>(1,397)</u>
Sanitation			
Solid Waste	<u>140</u>	<u>240</u>	<u>(100)</u>
Total Sanitation	<u>140</u>	<u>240</u>	<u>(100)</u>
Welfare			
Public Fiduciary	546	521	25
Housing Administration	<u>121</u>	<u>160</u>	<u>(39)</u>
Total Welfare	<u>667</u>	<u>681</u>	<u>(14)</u>
Total General Fund	<u>\$ 76,412</u>	<u>\$ 79,796</u>	<u>\$ (3,384)</u>

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule
Public Works Highway Fund
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Over (Under)
Revenues			
Licenses and permits	\$ -	\$ 2	\$ 2
Intergovernmental	12,777	13,800	1,023
Investment income	40	26	(14)
Rental and miscellaneous	75	174	99
Total revenues	<u>12,892</u>	<u>14,002</u>	<u>1,110</u>
Expenditures			
Current:			
Highways and streets	11,453	13,183	(1,730)
Total expenditures	<u>11,453</u>	<u>13,183</u>	<u>(1,730)</u>
Excess (deficiency) of revenues over expenditures	<u>1,439</u>	<u>819</u>	<u>(620)</u>
Other financing sources (uses):			
Transfers in	-	29	29
Transfers out	(1,483)	(1,207)	276
Proceeds from sale of capital assets	25	100	75
Total other financing sources (uses)	<u>(1,458)</u>	<u>(1,078)</u>	<u>380</u>
Net change in fund balances	(19)	(259)	(240)
Fund balances, July 1, 2002	19	2,782	2,763
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 2,523</u>	<u>\$ 2,523</u>

Pinal County
Required Supplementary Information
Notes to Budgetary Comparison Schedules
June 30, 2003

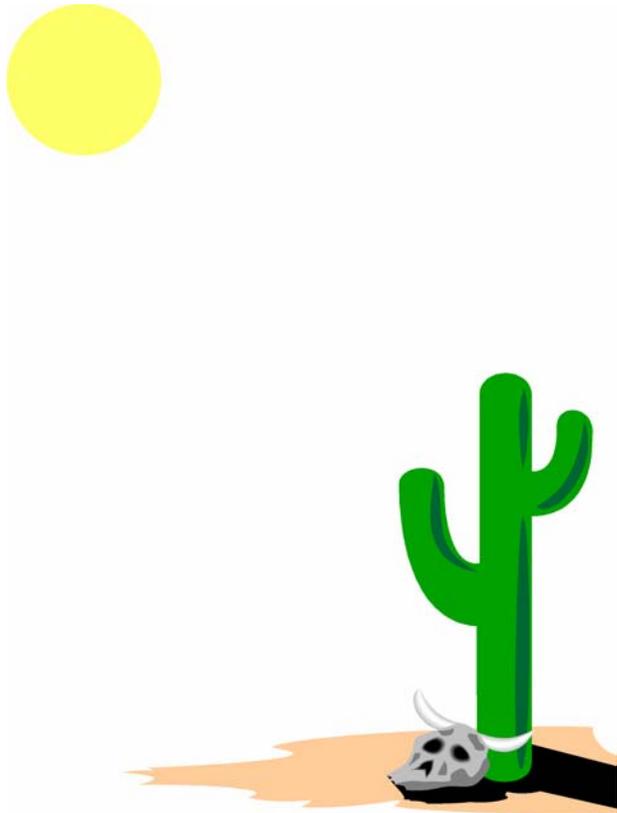
Note 1 – Budgetary Basis of Accounting

Arizona Revised Statutes (A.R.S.) require the County to prepare and adopt a balanced budget annually for each governmental fund. The Board of Supervisors must approve such operating budgets on or before the third Monday in July to allow sufficient time for the legal announcements and hearings required for the adoption of the property tax levy on the third Monday in August. A.R.S. prohibit expenditures or liabilities in excess of the amounts budgeted.

Expenditures may not legally exceed appropriations at the department level. Currently, only the General Fund includes multiple departments, each of which has its own adopted budget. Expenditures exceeding final budget amounts at the department level (the legal level of budgetary control) are presented on the Budgetary Comparison Schedule by Department – General Fund. In certain instances, transfers of appropriations between departments or from the contingency account to a department may be made upon the Board of Supervisors' approval.

The County's budget is prepared on a basis consistent with generally accepted accounting principles, except for the following types of transactions.

- Capital lease transactions
- Debt issuance transactions



Combining Statements and Individual Fund Schedules



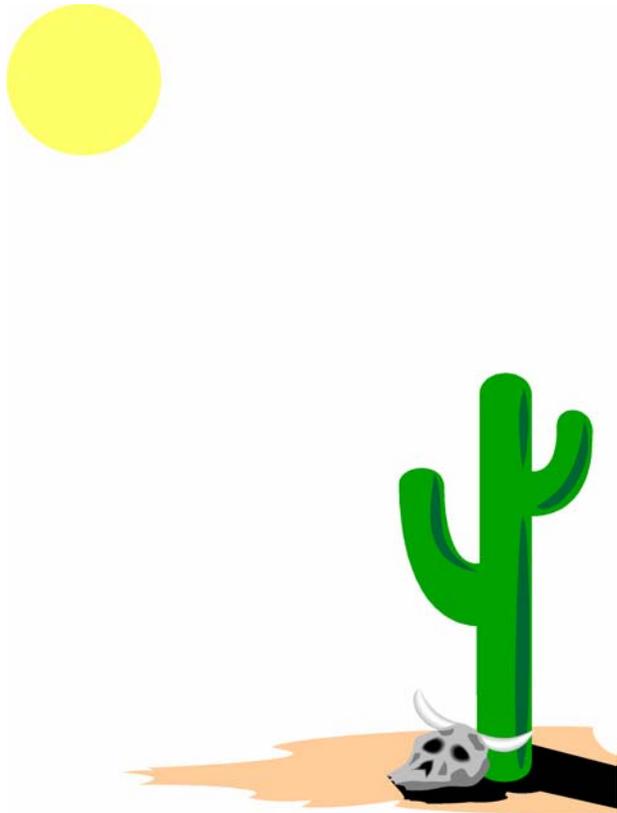
PINAL COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2003

(Amounts expressed in thousands)

	Special Revenue Funds	Capital Projects Funds	Total
Assets			
Cash and cash equivalents	\$ 19,497	\$ 60	\$ 19,557
Receivables (net):			
Property taxes	146	-	146
Accounts	149	-	149
Due from other funds	122	-	122
Due from other governments	817	-	817
Inventories	111	-	111
Prepaid items	20	-	20
	<u>\$ 20,862</u>	<u>\$ 60</u>	<u>\$ 20,922</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts Payable	\$ 334	\$ -	\$ 334
Accrued Payroll and employee benefits	348	-	348
Due to other funds	1,291	-	1,291
Due to other governments	153	-	153
Deposits held for others	35	-	35
Deferred revenue	542	-	542
	<u>2,703</u>	<u>-</u>	<u>2,703</u>
Fund Balances:			
Reserved for:			
Inventories	111	-	111
Prepaid items	20	-	20
Unreserved	18,028	60	18,088
	<u>18,159</u>	<u>60</u>	<u>18,219</u>
Total fund balances	<u>18,159</u>	<u>60</u>	<u>18,219</u>
Total liabilities and fund balances	<u>\$ 20,862</u>	<u>\$ 60</u>	<u>\$ 20,922</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Special Revenue Funds	Capital Projects Funds	Total
Revenues			
Taxes	\$ 6,793	\$ -	\$ 6,793
License and permits	2,018	-	2,018
Intergovernmental	21,061	126	21,187
Charges for services	2,700	-	2,700
Fines and forfeits	1,304	-	1,304
Interest on investments	218	1	219
Rental and miscellaneous	2,674	-	2,674
Total revenues	36,768	127	36,895
Expenditures			
Current:			
General government	3,205	-	3,205
Public safety	8,264	-	8,264
Highways and streets	5,063	-	5,063
Sanitation	565	-	565
Health	5,496	-	5,496
Welfare	4,196	-	4,196
Culture and recreation	442	-	442
Education	6,324	-	6,324
Capital outlay	-	191	191
Total expenditures	33,555	191	33,746
Excess (deficiency) of revenues over (under) expenditures	3,213	(64)	3,149
Other financing sources (uses):			
Transfers in	2,368	-	2,368
Transfers out	(2,443)	-	(2,443)
Sale of capital assets	51	-	51
Total other financing sources (uses)	(24)	-	(24)
Net change in fund balance	3,189	(64)	3,125
Fund balances, July 1, 2002	14,970	124	15,094
Fund balances, June 30, 2003	\$ 18,159	\$ 60	\$ 18,219



PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2003
(Amounts expressed in thousands)

	General Government	Health	Highways and Streets	Public Safety	Sanitation	Welfare
Assets						
Cash and cash equivalents	\$ 1,707	\$ 1,229	\$ 9,884	\$ 3,032	\$ 19	\$ 166
Receivables (net):						
Property taxes	-	29	-	-	-	-
Accounts	-	-	-	6	-	143
Due from other funds	4	-	-	118	-	-
Due from other governments	259	268	-	233	55	2
Inventories	-	99	-	-	-	12
Prepaid items	1	14	-	4	-	1
Total assets	<u>\$ 1,971</u>	<u>\$ 1,639</u>	<u>\$ 9,884</u>	<u>\$ 3,393</u>	<u>\$ 74</u>	<u>\$ 324</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts Payable	\$ 12	\$ 104	\$ 47	\$ 106	\$ 3	\$ 59
Accrued Payroll and employee benefits	55	157	20	106	4	-
Due to other funds	981	9	-	289	-	12
Due to other governments	-	-	-	39	-	114
Deposits held for others	-	18	-	-	-	17
Deferred revenue	98	296	-	65	-	-
Total liabilities	<u>1,146</u>	<u>584</u>	<u>67</u>	<u>605</u>	<u>7</u>	<u>202</u>
Fund Balances:						
Reserved for:						
Inventories	-	99	-	-	-	12
Prepaid items	1	14	-	4	-	1
Unreserved	824	942	9,817	2,784	67	109
Total fund balances	<u>825</u>	<u>1,055</u>	<u>9,817</u>	<u>2,788</u>	<u>67</u>	<u>122</u>
Total liabilities and fund balances	<u>\$ 1,971</u>	<u>\$ 1,639</u>	<u>\$ 9,884</u>	<u>\$ 3,393</u>	<u>\$ 74</u>	<u>\$ 324</u>

Flood Control District	Library District	Cottonwood Garden Lighting District	Desert Vista Lighting District	Villa Grande Lighting District	Desert Vista Sanitary District	Queen Creek Domestic Water Imprvmt District	Accommodation School	Total
\$ 1,418	\$ 257	\$ 2	\$ 4	\$ 3	\$ 31	\$ 14	\$ 1,731	\$ 19,497
35	29	-	1	1	3	1	47	146
-	-	-	-	-	-	-	-	149
-	-	-	-	-	-	-	-	122
-	-	-	-	-	-	-	-	817
-	-	-	-	-	-	-	-	111
-	-	-	-	-	-	-	-	20
<u>\$ 1,453</u>	<u>\$ 286</u>	<u>\$ 2</u>	<u>\$ 5</u>	<u>\$ 4</u>	<u>\$ 34</u>	<u>\$ 15</u>	<u>\$ 1,778</u>	<u>\$ 20,862</u>
\$ 1	\$ 1	\$ -	\$ 1	\$ -	\$ -	\$ -	\$ -	\$ 334
1	5	-	-	-	-	-	-	348
-	-	-	-	-	-	-	-	1,291
-	-	-	-	-	-	-	-	153
-	-	-	-	-	-	-	-	35
25	22	-	-	-	2	1	33	542
<u>27</u>	<u>28</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>2</u>	<u>1</u>	<u>33</u>	<u>2,703</u>
-	-	-	-	-	-	-	-	111
-	-	-	-	-	-	-	-	20
<u>1,426</u>	<u>258</u>	<u>2</u>	<u>4</u>	<u>4</u>	<u>32</u>	<u>14</u>	<u>1,745</u>	<u>18,028</u>
<u>1,426</u>	<u>258</u>	<u>2</u>	<u>4</u>	<u>4</u>	<u>32</u>	<u>14</u>	<u>1,745</u>	<u>18,159</u>
<u>\$ 1,453</u>	<u>\$ 286</u>	<u>\$ 2</u>	<u>\$ 5</u>	<u>\$ 4</u>	<u>\$ 34</u>	<u>\$ 15</u>	<u>\$ 1,778</u>	<u>\$ 20,862</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Culture and Recreation	General Government	Health	Highways and Streets	Public Safety	Sanitation	Welfare
Revenues							
Taxes	\$ -	\$ -	\$ 505	\$ 3,786	\$ -	\$ -	\$ -
License and permits	-	-	514	1,504	-	-	-
Intergovernmental	38	2,124	4,040	316	5,234	406	3,958
Charges for services	-	1,061	130	279	987	11	-
Fines and forfeits	-	-	28	-	1,276	-	-
Interest on investments	-	18	9	97	49	2	-
Rental and miscellaneous	-	70	107	2,086	74	-	270
Total revenues	<u>38</u>	<u>3,273</u>	<u>5,333</u>	<u>8,068</u>	<u>7,620</u>	<u>419</u>	<u>4,228</u>
Expenditures							
Current:							
General government	-	3,196	-	-	-	-	-
Public safety	-	-	-	-	8,264	-	-
Highways and streets	-	-	-	4,600	-	-	-
Sanitation	-	-	-	-	-	540	-
Health	-	-	5,496	-	-	-	-
Welfare	-	-	-	-	-	-	4,196
Culture and recreation	38	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Total expenditures	<u>38</u>	<u>3,196</u>	<u>5,496</u>	<u>4,600</u>	<u>8,264</u>	<u>540</u>	<u>4,196</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>77</u>	<u>(163)</u>	<u>3,468</u>	<u>(644)</u>	<u>(121)</u>	<u>32</u>
Other financing sources (uses):							
Transfers in	-	561	328	636	743	-	-
Transfers out	-	(537)	(291)	(521)	(1,043)	(21)	-
Sale of capital assets	-	-	3	-	44	1	-
Total other financing sources (uses)	<u>-</u>	<u>24</u>	<u>40</u>	<u>115</u>	<u>(256)</u>	<u>(20)</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>101</u>	<u>(123)</u>	<u>3,583</u>	<u>(900)</u>	<u>(141)</u>	<u>32</u>
Fund balances, July 1, 2002	<u>-</u>	<u>724</u>	<u>1,178</u>	<u>6,234</u>	<u>3,688</u>	<u>208</u>	<u>90</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 825</u>	<u>\$ 1,055</u>	<u>\$ 9,817</u>	<u>\$ 2,788</u>	<u>\$ 67</u>	<u>\$ 122</u>

Flood Control District	Library District	Cottonwood Garden Lighting District	Desert Vista Lighting District	Villa Grande Lighting District	Desert Vista Sanitary District	Queen Creek Domestic Water Imprvmnt District	Accommodation School	Total
\$ 582	\$ 491	\$ 1	\$ 4	\$ 7	\$ 25	\$ 23	\$ 1,369	\$ 6,793
-	-	-	-	-	-	-	-	2,018
279	18	-	-	-	5	-	4,643	21,061
-	-	-	-	-	-	-	232	2,700
-	-	-	-	-	-	-	-	1,304
16	3	-	-	-	-	-	24	218
-	10	-	-	-	-	-	57	2,674
<u>877</u>	<u>522</u>	<u>1</u>	<u>4</u>	<u>7</u>	<u>30</u>	<u>23</u>	<u>6,325</u>	<u>36,768</u>
-	-	-	-	-	-	9	-	3,205
-	-	-	-	-	-	-	-	8,264
452	-	1	4	6	-	-	-	5,063
-	-	-	-	-	25	-	-	565
-	-	-	-	-	-	-	-	5,496
-	-	-	-	-	-	-	-	4,196
-	404	-	-	-	-	-	-	442
-	-	-	-	-	-	-	6,324	6,324
<u>452</u>	<u>404</u>	<u>1</u>	<u>4</u>	<u>6</u>	<u>25</u>	<u>9</u>	<u>6,324</u>	<u>33,555</u>
<u>425</u>	<u>118</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>5</u>	<u>14</u>	<u>1</u>	<u>3,213</u>
100	-	-	-	-	-	-	-	2,368
(4)	(26)	-	-	-	-	-	-	(2,443)
3	-	-	-	-	-	-	-	51
<u>99</u>	<u>(26)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(24)</u>
524	92	-	-	1	5	14	1	3,189
<u>902</u>	<u>166</u>	<u>2</u>	<u>4</u>	<u>3</u>	<u>27</u>	<u>-</u>	<u>1,744</u>	<u>14,970</u>
<u>\$ 1,426</u>	<u>\$ 258</u>	<u>\$ 2</u>	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 32</u>	<u>\$ 14</u>	<u>\$ 1,745</u>	<u>\$ 18,159</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Capital Projects Fund
June 30, 2003
(Amounts expressed in thousands)

	Public Works Special Projects
Assets	
Cash and cash equivalents	\$ 60
Fund Balance	
Unreserved	\$ 60
Total fund balance	\$ 60

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Fund
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Public Works Special Projects
Revenues	
Intergovernmental	\$ 126
Charges for services	-
Interest on investments	1
Rental and miscellaneous	-
Total revenues	127
Expenditures	
Capital outlay	191
Total expenditures	191
Excess (deficiency) of revenues over (under) expenditures	(64)
Net change in fund balance	(64)
Fund balances, July 1, 2002	124
Fund balances, June 30, 2003	\$ 60

PINAL COUNTY
Superior Court/Sheriff Construction
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Over (Under)
Revenues			
Interest on investments	\$ -	\$ 532	532
Net decrease in fair value of investments	-	(908)	(908)
Rental and miscellaneous	-	12	12
Total revenues	-	(364)	(364)
Expenditures			
Capital outlay	29,943	16,281	13,662
Total expenditures	29,943	16,281	13,662
Excess (deficiency) of revenues over (under) expenditures	(29,943)	(16,645)	13,298
Other financing sources (uses):			
Transfers in	-	685	685
Transfers out	-	(624)	(624)
Total other financing sources (uses)	-	61	61
Net change in fund balances	(29,943)	(16,584)	13,359
Fund balances, July 1, 2002	29,943	29,324	(619)
Fund balances, June 30, 2003	\$ -	\$ 12,740	\$ 12,740

PINAL COUNTY
Debt Service
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Over (Under)
Revenues			
Taxes	\$ 1,221	\$ 1,139	\$ (82)
Interest on investments	-	9	9
Total revenues	<u>1,221</u>	<u>1,148</u>	<u>(73)</u>
Expenditures			
Principal retirement	1,000	1,000	-
Interest and fiscal charges	<u>221</u>	<u>221</u>	<u>-</u>
Total expenditures	<u>1,221</u>	<u>1,221</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(73)</u>	<u>(73)</u>
Net change in fund balances	-	(73)	(73)
Fund balances, July 1, 2002	<u>-</u>	<u>180</u>	<u>180</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 107</u>	<u>\$ 107</u>

PINAL COUNTY
Special Revenue Funds - Culture and Recreation
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

LIBRARY/STATE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 23	\$ 23	\$ -
Total revenues	<u>23</u>	<u>23</u>	<u>-</u>
Expenditures			
Culture and recreation	23	23	-
Total expenditures	<u>23</u>	<u>23</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

LIBRARY/FEDERAL GRANTS			
Revenues			
Intergovernmental	\$ -	\$ 15	\$ 15
Total revenues	<u>-</u>	<u>15</u>	<u>15</u>
Expenditures			
Culture and recreation	-	15	(15)
Total expenditures	<u>-</u>	<u>15</u>	<u>(15)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>ATTORNEY/IV-D CHILD SUPPORT</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Intergovernmental	\$ 1,910	\$ 1,361	\$ (549)
Total revenues	<u>1,910</u>	<u>1,361</u>	<u>(549)</u>
Expenditures			
Current:			
General government	1,914	1,645	269
Total expenditures	<u>1,914</u>	<u>1,645</u>	<u>269</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4)</u>	<u>(284)</u>	<u>(280)</u>
Other financing sources (uses):			
Transfers in	135	108	(27)
Transfers out	<u>(131)</u>	<u>(131)</u>	<u>-</u>
Total other financing sources (uses)	<u>4</u>	<u>(23)</u>	<u>(27)</u>
Net change in fund balance	-	(307)	(307)
Fund balances, July 1, 2002	<u>-</u>	<u>(115)</u>	<u>(115)</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (422)</u>	<u>\$ (422)</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ATTORNEY/IV-D INCENTIVES	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 62	\$ 3	\$ (59)
Interest on investments	3	1	(2)
Total revenues	<u>65</u>	<u>4</u>	<u>(61)</u>
Expenditures			
Current:			
General government	<u>39</u>	<u>3</u>	<u>36</u>
Total expenditures	<u>39</u>	<u>3</u>	<u>36</u>
Excess (deficiency) of revenues over (under) expenditures	<u>26</u>	<u>1</u>	<u>(25)</u>
Other financing sources (uses):			
Transfers out	<u>(26)</u>	<u>-</u>	<u>26</u>
Total other financing sources (uses)	<u>(26)</u>	<u>-</u>	<u>26</u>
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	<u>-</u>	<u>6</u>	<u>6</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 7</u>	<u>\$ 7</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

CLERK OF COURT/IV-D INCENTIVES	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 5	\$ -	\$ (5)
Total revenues	<u>5</u>	<u>-</u>	<u>(5)</u>
Expenditures			
Current:			
General government	5	-	5
Total expenditures	<u>5</u>	<u>-</u>	<u>5</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>24</u>	<u>24</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 24</u>	<u>\$ 24</u>

CLERK OF COURT/CONVERSION			
Revenues			
Charges for services	\$ 36	\$ 39	\$ 3
Interest on investments	<u>-</u>	<u>2</u>	<u>2</u>
Total revenues	<u>36</u>	<u>41</u>	<u>5</u>
Expenditures			
Current:			
General government	36	7	29
Total expenditures	<u>36</u>	<u>7</u>	<u>29</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>34</u>	<u>34</u>
Net change in fund balance	-	34	34
Fund balances, July 1, 2002	<u>-</u>	<u>114</u>	<u>114</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 148</u>	<u>\$ 148</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

CLERK OF COURT/EXP CHILD SUPP	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Charges for services	\$ 6	\$ 11	\$ 5
Interest on investments	-	1	1
Total revenues	<u>6</u>	<u>12</u>	<u>6</u>
Expenditures			
Current:			
General government	<u>6</u>	-	<u>6</u>
Total expenditures	<u>6</u>	-	<u>6</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>12</u>	<u>12</u>
Net change in fund balance	-	12	12
Fund balances, July 1, 2002	<u>-</u>	<u>57</u>	<u>57</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 69</u>	<u>\$ 69</u>

CLERK OF COURT/CHILD SUPP AUTO	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Interest on investments	\$ 1	\$ -	\$ (1)
Total revenues	<u>1</u>	<u>-</u>	<u>(1)</u>
Expenditures			
Current:			
General government	<u>1</u>	-	<u>1</u>
Total expenditures	<u>1</u>	-	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>7</u>	<u>7</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 7</u>	<u>\$ 7</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

CLERK OF COURT/ENHANCEMENT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Charges for services	\$ 24	\$ 31	\$ 7
Interest on investments	1	1	-
Total revenues	<u>25</u>	<u>32</u>	<u>7</u>
Expenditures			
Current:			
General government	25	68	(43)
Total expenditures	<u>25</u>	<u>68</u>	<u>(43)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(36)</u>	<u>(36)</u>
Other financing sources (uses):			
Transfers out	-	(17)	(17)
Total other financing sources (uses)	<u>-</u>	<u>(17)</u>	<u>(17)</u>
Net change in fund balance	-	(53)	(53)
Fund balances, July 1, 2002	-	72	72
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 19</u>	<u>\$ 19</u>
RECORDER/STORAGE			
Revenues			
Charges for services	\$ 200	\$ 312	\$ 112
Interest on investments	15	-	(15)
Total revenues	<u>215</u>	<u>312</u>	<u>97</u>
Expenditures			
Current:			
General government	353	181	172
Total expenditures	<u>353</u>	<u>181</u>	<u>172</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(138)</u>	<u>131</u>	<u>269</u>
Other financing sources (uses):			
Transfers out	(65)	(134)	(69)
Total other financing sources (uses)	<u>(65)</u>	<u>(134)</u>	<u>(69)</u>
Net change in fund balance	(203)	(3)	200
Fund balances, July 1, 2002	203	94	(109)
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 91</u>	<u>\$ 91</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

TREASURER/SPECIAL DISTRICT ADM	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Charges for services	\$ 20	\$ -	\$ (20)
Interest on investments	3	1	(2)
Total revenues	<u>23</u>	<u>1</u>	<u>(22)</u>
Expenditures			
Current:			
General government	23	12	11
Total expenditures	<u>23</u>	<u>12</u>	<u>11</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(11)</u>	<u>(11)</u>
Net change in fund balance	-	(11)	(11)
Fund balances, July 1, 2002	<u>-</u>	<u>54</u>	<u>54</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 43</u>	<u>\$ 43</u>

TREASURER/TAXPAYER INFORMATION			
Revenues			
Charges for services	\$ 20	\$ 24	\$ 4
Interest on investments	2	1	(1)
Total revenues	<u>22</u>	<u>25</u>	<u>3</u>
Expenditures			
Current:			
General government	22	4	18
Total expenditures	<u>22</u>	<u>4</u>	<u>18</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>21</u>	<u>21</u>
Other financing sources (uses):			
Transfers out	<u>-</u>	<u>(34)</u>	<u>(34)</u>
Total other financing sources (uses)	<u>-</u>	<u>(34)</u>	<u>(34)</u>
Net change in fund balance	-	(13)	(13)
Fund balances, July 1, 2002	<u>-</u>	<u>81</u>	<u>81</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 68</u>	<u>\$ 68</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

CRTS/DOMESTIC RELATIONS ED & MED	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 7	\$ 7	\$ -
Charges for services	10	10	-
Interest on investments	2	2	-
Total revenues	<u>19</u>	<u>19</u>	<u>-</u>
Expenditures			
Current:			
General government	19	5	14
Total expenditures	<u>19</u>	<u>5</u>	<u>14</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>14</u>	<u>14</u>
Net change in fund balance	-	14	14
Fund balances, July 1, 2002	<u>-</u>	<u>101</u>	<u>101</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 115</u>	<u>\$ 115</u>
COURTS/CHILDREN'S ISSUES ED FUND			
Revenues			
Charges for services	\$ 30	\$ 21	\$ (9)
Interest on investments	2	1	(1)
Total revenues	<u>32</u>	<u>22</u>	<u>(10)</u>
Expenditures			
Current:			
General government	44	14	30
Total expenditures	<u>44</u>	<u>14</u>	<u>30</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12)</u>	<u>8</u>	<u>20</u>
Other financing sources (uses):			
Transfers in	12	12	-
Total other financing sources (uses)	<u>12</u>	<u>12</u>	<u>-</u>
Net change in fund balance	-	20	20
Fund balances, July 1, 2002	<u>-</u>	<u>87</u>	<u>87</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 107</u>	<u>\$ 107</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

CLERK OF COURT/IV-D CHILD SUPP	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 559	\$ 568	\$ 9
Total revenues	<u>559</u>	<u>568</u>	<u>9</u>
Expenditures			
Current:			
General government	659	606	53
Total expenditures	<u>659</u>	<u>606</u>	<u>53</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(100)</u>	<u>(38)</u>	<u>62</u>
Other financing sources (uses):			
Transfers in	100	128	28
Total other financing sources (uses)	<u>100</u>	<u>128</u>	<u>28</u>
Net change in fund balance	-	90	90
Fund balances, July 1, 2002	-	(304)	(304)
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (214)</u>	<u>\$ (214)</u>

CLERK OF COURT/DECAS	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Charges for services	\$ 36	\$ 40	\$ 4
Interest on investments	-	2	2
Total revenues	<u>36</u>	<u>42</u>	<u>6</u>
Expenditures			
Current:			
General government	36	35	1
Total expenditures	<u>36</u>	<u>35</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>7</u>	<u>7</u>
Net change in fund balance	-	7	7
Fund balances, July 1, 2002	-	120	120
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 127</u>	<u>\$ 127</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>ATTORNEY/STATE AID</u>	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 58	\$ 62	\$ 4
Interest on investments	-	1	1
Total revenues	<u>58</u>	<u>63</u>	<u>5</u>
Expenditures			
Current:			
General government	58	74	(16)
Total expenditures	<u>58</u>	<u>74</u>	<u>(16)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(11)</u>	<u>(11)</u>
Other financing sources (uses):			
Transfers in	-	102	102
Transfers out	-	(135)	(135)
Total other financing sources (uses)	<u>-</u>	<u>(33)</u>	<u>(33)</u>
Net change in fund balance	-	(44)	(44)
Fund balances, July 1, 2002	-	52	52
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 8</u>	<u>\$ 8</u>
 <u>CLERK/CASE FLOW MANAGEMENT</u>			
Revenues			
Charges for services	\$ 34	\$ 90	\$ 56
Interest on investments	-	1	1
Total revenues	<u>34</u>	<u>91</u>	<u>57</u>
Expenditures			
Current:			
General government	34	-	34
Total expenditures	<u>34</u>	<u>-</u>	<u>34</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>91</u>	<u>91</u>
Net change in fund balance	-	91	91
Fund balances, July 1, 2002	-	46	46
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 137</u>	<u>\$ 137</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - General Government
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ASSESSOR/PROP INFO STRGE-RETR	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Charges for services	\$ 240	\$ 312	\$ 72
Interest on investments	-	2	2
Total revenues	<u>240</u>	<u>314</u>	<u>74</u>
Expenditures			
Current:			
General government	<u>240</u>	<u>86</u>	<u>154</u>
Total expenditures	<u>240</u>	<u>86</u>	<u>154</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>228</u>	<u>228</u>
Other financing sources (uses):			
Transfers out	<u>-</u>	<u>(69)</u>	<u>(69)</u>
Total other financing sources (uses)	<u>-</u>	<u>(69)</u>	<u>(69)</u>
Net change in fund balance	<u>-</u>	<u>159</u>	<u>159</u>
Fund balances, July 1, 2002	<u>-</u>	<u>100</u>	<u>100</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 259</u>	<u>\$ 259</u>
AIRPORT ECONOMIC DEVELOPMENT			
Revenues			
Rental and miscellaneous	\$ 70	\$ 70	\$ -
Total revenues	<u>70</u>	<u>70</u>	<u>-</u>
Expenditures			
Current:			
General government	<u>70</u>	<u>171</u>	<u>(101)</u>
Total expenditures	<u>70</u>	<u>171</u>	<u>(101)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(101)</u>	<u>(101)</u>
Net change in fund balance	<u>-</u>	<u>(101)</u>	<u>(101)</u>
Fund balances, July 1, 2002	<u>-</u>	<u>(1)</u>	<u>(1)</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (102)</u>	<u>\$ (102)</u>

PINAL COUNTY
Special Revenue Funds - Health
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ANIMAL CONTROL	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Taxes	\$ 469	\$ 505	\$ 36
License and permits	70	93	23
Intergovernmental	10	19	9
Charges for services	54	74	20
Fines and forfeits	23	28	5
Interest on investments	3	2	(1)
Rental and miscellaneous	1	1	1
Total revenues	<u>629</u>	<u>722</u>	<u>93</u>
Expenditures			
Current:			
Health	898	821	77
Total expenditures	<u>898</u>	<u>821</u>	<u>77</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(269)</u>	<u>(99)</u>	<u>170</u>
Other financing sources (uses):			
Transfers in	105	105	-
Transfers out	-	(59)	(59)
Sale of capital assets	-	3	3
Total other financing sources (uses)	<u>105</u>	<u>49</u>	<u>(56)</u>
Net change in fund balance	<u>(164)</u>	<u>(50)</u>	<u>114</u>
Fund balances, July 1, 2002	<u>164</u>	<u>126</u>	<u>(38)</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 76</u>	<u>\$ 76</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Health
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

HEALTH/GRANTS	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 4,277	\$ 3,546	\$ (731)
Charges for services	37	49	12
Rental and miscellaneous	129	99	(30)
Total revenues	<u>4,443</u>	<u>3,694</u>	<u>(749)</u>
Expenditures			
Current:			
Health	4,219	3,531	688
Total expenditures	<u>4,219</u>	<u>3,531</u>	<u>688</u>
Excess (deficiency) of revenues over (under) expenditures	<u>224</u>	<u>163</u>	<u>(61)</u>
Other financing sources (uses):			
Transfers in	33	33	-
Transfers out	(257)	(231)	26
Total other financing sources (uses)	<u>(224)</u>	<u>(198)</u>	<u>26</u>
Net change in fund balance	-	(35)	(35)
Fund balances, July 1, 2002	-	409	409
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 374</u>	<u>\$ 374</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Health
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>LONG TERM CARE/AAA CASE MGM</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Intergovernmental	\$ 265	\$ 315	\$ 50
Charges for services	6	-	(6)
Interest on investments	-	1	1
Total revenues	<u>271</u>	<u>316</u>	<u>45</u>
Expenditures			
Current:			
Health	<u>461</u>	<u>512</u>	<u>(51)</u>
Total expenditures	<u>461</u>	<u>512</u>	<u>(51)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(190)</u>	<u>(196)</u>	<u>(6)</u>
Other financing sources (uses):			
Transfers in	<u>190</u>	<u>190</u>	<u>-</u>
Total other financing sources (uses)	<u>190</u>	<u>190</u>	<u>-</u>
Net change in fund balance	-	(6)	(6)
Fund balances, July 1, 2002	<u>-</u>	<u>118</u>	<u>118</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 112</u>	<u>\$ 112</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Health
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>AIR QUALITY/PERMITS</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
License and permits	\$ 239	\$ 421	\$ 182
Total revenues	<u>239</u>	<u>421</u>	<u>182</u>
Expenditures			
Current:			
Health	<u>433</u>	<u>432</u>	<u>1</u>
Total expenditures	<u>433</u>	<u>432</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(194)</u>	<u>(11)</u>	<u>183</u>
Other financing sources (uses):			
Transfers out	<u>(12)</u>	<u>-</u>	<u>12</u>
Total other financing sources (uses)	<u>(12)</u>	<u>-</u>	<u>12</u>
Net change in fund balance	<u>(206)</u>	<u>(11)</u>	<u>195</u>
Fund balances, July 1, 2002	<u>206</u>	<u>385</u>	<u>179</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 374</u>	<u>\$ 374</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Health
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>AIR QUALITY/GRANTS</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Intergovernmental	\$ 306	\$ 76	\$ (230)
Interest on investments	-	1	1
Total revenues	<u>306</u>	<u>77</u>	<u>(229)</u>
Expenditures			
Current:			
Health	<u>327</u>	<u>93</u>	<u>234</u>
Total expenditures	<u>327</u>	<u>93</u>	<u>234</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21)</u>	<u>(16)</u>	<u>5</u>
Other financing sources (uses):			
Transfers in	<u>12</u>	<u>-</u>	<u>(12)</u>
Total other financing sources (uses)	<u>12</u>	<u>-</u>	<u>(12)</u>
Net change in fund balance	(9)	(16)	(7)
Fund balances, July 1, 2002	<u>9</u>	<u>14</u>	<u>5</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (2)</u>	<u>\$ (2)</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Health
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

HEALTH/RESEARCH & DEVELOPMENT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Interest on investments	\$ -	\$ 1	\$ 1
Rental and miscellaneous	-	7	7
Total revenues	<u>-</u>	<u>8</u>	<u>8</u>
Expenditures			
Current:			
Health	<u>26</u>	<u>5</u>	<u>21</u>
Total expenditures	<u>26</u>	<u>5</u>	<u>21</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(26)</u>	<u>3</u>	<u>29</u>
Net change in fund balance	<u>(26)</u>	<u>3</u>	<u>29</u>
Fund balances, July 1, 2002	<u>26</u>	<u>30</u>	<u>4</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 33</u></u>	<u><u>\$ 33</u></u>
 LOCAL TRANSPORT ASSIST GRANT			
Revenues			
Intergovernmental	\$ 282	\$ 84	\$ (198)
Charges for services	-	7	7
Interest on investments	<u>10</u>	<u>4</u>	<u>(6)</u>
Total revenues	<u>292</u>	<u>95</u>	<u>(197)</u>
Expenditures			
Current:			
Health	<u>378</u>	<u>102</u>	<u>276</u>
Total expenditures	<u>378</u>	<u>102</u>	<u>276</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(86)</u>	<u>(7)</u>	<u>79</u>
Net change in fund balance	<u>(86)</u>	<u>(7)</u>	<u>79</u>
Fund balances, July 1, 2002	<u>86</u>	<u>95</u>	<u>9</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 88</u></u>	<u><u>\$ 88</u></u>

PINAL COUNTY
Special Revenue Funds - Highways and Streets
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

PUBLIC WORKS/ROAD TAX DISTRICT 1	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Taxes	\$ 1,100	\$ 1,370	\$ 270
Intergovernmental	-	219	219
Interest on investments	12	18	6
Rental and miscellaneous	32	32	-
Total revenues	<u>1,144</u>	<u>1,639</u>	<u>495</u>
Expenditures			
Current:			
Highways and streets	<u>1,734</u>	<u>1,526</u>	<u>208</u>
Total expenditures	<u>1,734</u>	<u>1,526</u>	<u>208</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(590)</u>	<u>113</u>	<u>703</u>
Other financing sources (uses):			
Transfers in	200	2	(198)
Transfers out	-	(400)	(400)
Total other financing sources (uses)	<u>200</u>	<u>(398)</u>	<u>(598)</u>
Net change in fund balance	(390)	(285)	105
Fund balances, July 1, 2002	<u>390</u>	<u>1,563</u>	<u>1,173</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 1,278</u>	<u>\$ 1,278</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Highways and Streets
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>PUBLIC WORKS/ROAD TAX DISTRICT 2</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Taxes	\$ 857	\$ 1,063	\$ 206
Interest on investments	9	12	3
Rental and miscellaneous	-	472	472
Total revenues	<u>866</u>	<u>1,547</u>	<u>681</u>
Expenditures			
Current:			
Highways and streets	<u>866</u>	<u>857</u>	<u>9</u>
Total expenditures	<u>866</u>	<u>857</u>	<u>9</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>690</u>	<u>690</u>
Other financing sources (uses):			
Transfers out	<u>-</u>	<u>(100)</u>	<u>(100)</u>
Total other financing sources (uses)	<u>-</u>	<u>(100)</u>	<u>(100)</u>
Net change in fund balance	-	590	590
Fund balances, July 1, 2002	<u>-</u>	<u>677</u>	<u>677</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 1,267</u></u>	<u><u>\$ 1,267</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Highways and Streets
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

PUBLIC WORKS/ROAD TAX DISTRICT 3	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Taxes	\$ 1,090	\$ 1,353	\$ 263
Intergovernmental	-	97	97
Interest on investments	60	21	(39)
Rental and miscellaneous	-	10	10
Total revenues	<u>1,150</u>	<u>1,481</u>	<u>331</u>
Expenditures			
Current:			
Highways and streets	<u>1,497</u>	<u>746</u>	<u>751</u>
Total expenditures	<u>1,497</u>	<u>746</u>	<u>751</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(347)</u>	<u>735</u>	<u>1,082</u>
Other financing sources (uses):			
Transfers in	<u>-</u>	<u>1</u>	<u>1</u>
Total other financing sources (uses)	<u>-</u>	<u>1</u>	<u>1</u>
Net change in fund balance	<u>(347)</u>	<u>736</u>	<u>1,083</u>
Fund balances, July 1, 2002	<u>347</u>	<u>1,328</u>	<u>981</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 2,064</u>	<u>\$ 2,064</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Highways and Streets
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>PUBLIC WORKS/DEV ROADWAY CONTRIB</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
License and permits	\$ 430	\$ 1,503	\$ 1,073
Charges for services	-	279	279
Interest on investments	-	\$ 24	24
Rental and miscellaneous	-	1,572	1,572
Total revenues	<u>430</u>	<u>3,378</u>	<u>2,948</u>
Expenditures			
Current:			
Highways and streets	<u>851</u>	<u>1,294</u>	<u>(443)</u>
Total expenditures	<u>851</u>	<u>1,294</u>	<u>(443)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(421)</u>	<u>2,084</u>	<u>2,505</u>
Other financing sources (uses):			
Transfers in	-	17	17
Transfers out	-	(17)	(17)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>(421)</u>	<u>2,084</u>	<u>2,505</u>
Fund balances, July 1, 2002	<u>421</u>	<u>1,059</u>	<u>638</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 3,143</u>	<u>\$ 3,143</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Highways and Streets
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

PUB WORKS/DISTRICT 1 PROJECTS	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Interest on investments	\$ -	\$ 22	\$ 22
Total revenues	-	22	22
Expenditures			
Current:			
Highways and streets	1,380	-	1,380
Total expenditures	1,380	-	1,380
Excess (deficiency) of revenues over (under) expenditures	(1,380)	22	1,402
Other financing sources (uses):			
Transfers in	232	232	-
Transfers out	(200)	(18)	182
Total other financing sources (uses)	32	214	182
Net change in fund balance	(1,348)	236	1,584
Fund balances, July 1, 2002	1,348	1,607	259
Fund balances, June 30, 2003	\$ -	\$ 1,843	\$ 1,843

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

SHERIFF/CJEF-SCAT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ -	\$ 16	\$ 16
Total revenues	-	16	16
Expenditures			
Current:			
Public safety	14	16	(2)
Total expenditures	14	16	(2)
Net change in fund balance	(14)	-	14
Fund balances, July 1, 2002	14	-	(14)
Fund balances, June 30, 2003	\$ -	\$ -	\$ -
SHERIFF/CRIME PREVENTION-DARE			
Revenues			
Rental and miscellaneous	\$ 7	\$ -	\$ (7)
Total revenues	7	-	(7)
Expenditures			
Current:			
Public safety	7	3	4
Total expenditures	7	3	4
Excess (deficiency) of revenues over (under) expenditures	-	(3)	(3)
Net change in fund balance	-	(3)	(3)
Fund balances, July 1, 2002	-	9	9
Fund balances, June 30, 2003	\$ -	\$ 6	\$ 6

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

SHERIFF/DRUG TASK FORCE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 336	\$ 245	\$ (91)
Rental and miscellaneous	-	5	5
Total revenues	<u>336</u>	<u>250</u>	<u>(86)</u>
Expenditures			
Current:			
Public safety	<u>411</u>	<u>323</u>	<u>88</u>
Total expenditures	<u>411</u>	<u>323</u>	<u>88</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(75)</u>	<u>(73)</u>	<u>2</u>
Other financing sources (uses):			
Transfers in	<u>75</u>	<u>62</u>	<u>(13)</u>
Total other financing sources (uses)	<u>75</u>	<u>62</u>	<u>(13)</u>
Net change in fund balance	-	(11)	(11)
Fund balances, July 1, 2002	<u>-</u>	<u>8</u>	<u>8</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (3)</u>	<u>\$ (3)</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

SHERIFF/DRUG SMUGGLING	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 564	\$ 295	\$ (269)
Total revenues	<u>564</u>	<u>295</u>	<u>(269)</u>
Expenditures			
Current:			
Public safety	<u>564</u>	<u>313</u>	<u>251</u>
Total expenditures	<u>564</u>	<u>313</u>	<u>251</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(18)</u>	<u>(18)</u>
Other financing sources (uses):			
Sale of capital assets	<u>-</u>	<u>4</u>	<u>4</u>
Total other financing sources (uses)	<u>-</u>	<u>4</u>	<u>4</u>
Net change in fund balance	<u>-</u>	<u>(14)</u>	<u>(14)</u>
Fund balances, July 1, 2002	<u>-</u>	<u>(4)</u>	<u>(4)</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (18)</u>	<u>\$ (18)</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

SHERIFF/JAIL ENHANCEMENT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 95	\$ 257	\$ 162
Interest on investments	-	2	2
Total revenues	<u>95</u>	<u>259</u>	<u>164</u>
Expenditures			
Current:			
Public safety	<u>95</u>	<u>223</u>	<u>(128)</u>
Total expenditures	<u>95</u>	<u>223</u>	<u>(128)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>36</u>	<u>36</u>
Other financing sources (uses):			
Transfers out		(62)	(62)
Sale of capital assets	<u>-</u>	<u>1</u>	<u>1</u>
Total other financing sources (uses)	<u>-</u>	<u>(61)</u>	<u>(61)</u>
Net change in fund balance	<u>-</u>	<u>(25)</u>	<u>(25)</u>
Fund balances, July 1, 2002	<u>-</u>	<u>140</u>	<u>140</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 115</u>	<u>\$ 115</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ATTORNEY/DRUG PROSECUTION	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 155	\$ 181	\$ 26
Rental and miscellaneous	51	-	(51)
Total revenues	<u>206</u>	<u>181</u>	<u>(25)</u>
Expenditures			
Current:			
Public safety	<u>206</u>	<u>237</u>	<u>(31)</u>
Total expenditures	<u>206</u>	<u>237</u>	<u>(31)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(56)</u>	<u>(56)</u>
Other financing sources (uses):			
Transfers in	<u>-</u>	<u>45</u>	<u>45</u>
Total other financing sources (uses)	<u>-</u>	<u>45</u>	<u>45</u>
Net change in fund balance	<u>-</u>	<u>(11)</u>	<u>(11)</u>
Fund balances, July 1, 2002	<u>-</u>	<u>(28)</u>	<u>(28)</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (39)</u>	<u>\$ (39)</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

COURTS/DRUG ENFORCEMENT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 68	\$ 75	\$ 7
Total revenues	<u>68</u>	<u>75</u>	<u>7</u>
Expenditures			
Current:			
Public safety	<u>74</u>	<u>76</u>	<u>(2)</u>
Total expenditures	<u>74</u>	<u>76</u>	<u>(2)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6)</u>	<u>(1)</u>	<u>5</u>
Other financing sources (uses):			
Transfers in	<u>6</u>	<u>6</u>	<u>-</u>
Total other financing sources (uses)	<u>6</u>	<u>6</u>	<u>-</u>
Net change in fund balance	-	5	5
Fund balances, July 1, 2002	<u>-</u>	<u>8</u>	<u>8</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 13</u>	<u>\$ 13</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JP/ALTERNATIVE DISPUTE RESOLUTION	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 35	\$ 29	\$ (6)
Total revenues	<u>35</u>	<u>29</u>	<u>(6)</u>
Expenditures			
Current:			
Public safety	<u>35</u>	<u>20</u>	<u>15</u>
Total expenditures	<u>35</u>	<u>20</u>	<u>15</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>9</u>	<u>9</u>
Net change in fund balance	-	9	9
Fund balances, July 1, 2002	<u>-</u>	<u>2</u>	<u>2</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 11</u></u>	<u><u>\$ 11</u></u>
 JP/ENHANCEMENT-FLORENCE			
Revenues			
Charges for services	\$ 1	\$ 3	\$ 2
Total revenues	<u>1</u>	<u>3</u>	<u>2</u>
Expenditures			
Current:			
Public safety	<u>1</u>	<u>-</u>	<u>1</u>
Total expenditures	<u>1</u>	<u>-</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>3</u>	<u>3</u>
Net change in fund balance	-	3	3
Fund balances, July 1, 2002	<u>-</u>	<u>5</u>	<u>5</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 8</u></u>	<u><u>\$ 8</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JP/ENHANCEMENT-CASA GRANDE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Charges for services	\$ 17	\$ 16	\$ (1)
Interest on investments	-	2	2
Total revenues	<u>17</u>	<u>18</u>	<u>1</u>
Expenditures			
Current:			
Public safety	<u>17</u>	-	<u>17</u>
Total expenditures	<u>17</u>	<u>-</u>	<u>17</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>18</u>	<u>18</u>
Net change in fund balance	-	18	18
Fund balances, July 1, 2002	<u>-</u>	<u>98</u>	<u>98</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 116</u></u>	<u><u>\$ 116</u></u>
JP/ENHANCEMENT-ELOY			
Revenues			
Charges for services	<u>\$ 7</u>	<u>\$ 5</u>	<u>\$ (2)</u>
Total revenues	<u>7</u>	<u>5</u>	<u>(2)</u>
Expenditures			
Current:			
Public safety	<u>7</u>	-	<u>7</u>
Total expenditures	<u>7</u>	<u>-</u>	<u>7</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>5</u>	<u>5</u>
Net change in fund balance	-	5	5
Fund balances, July 1, 2001	<u>-</u>	<u>26</u>	<u>26</u>
Fund balances, June 30, 2002	<u><u>\$ -</u></u>	<u><u>\$ 31</u></u>	<u><u>\$ 31</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JP/ENHANCEMENT-ORACLE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Charges for services	\$ 5	\$ 3	\$ (2)
Total revenues	<u>5</u>	<u>3</u>	<u>(2)</u>
Expenditures			
Current:			
Public safety	<u>5</u>	<u>-</u>	<u>5</u>
Total expenditures	<u>5</u>	<u>-</u>	<u>5</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>3</u>	<u>3</u>
Net change in fund balance	-	3	3
Fund balances, July 1, 2002	<u>-</u>	<u>14</u>	<u>14</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 17</u></u>	<u><u>\$ 17</u></u>
JP/ENHANCEMENT-SUPERIOR			
Revenues			
Charges for services	\$ 4	\$ 4	\$ -
Total revenues	<u>4</u>	<u>4</u>	<u>-</u>
Expenditures			
Current:			
Public safety	<u>4</u>	<u>-</u>	<u>4</u>
Total expenditures	<u>4</u>	<u>-</u>	<u>4</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>4</u>	<u>4</u>
Net change in fund balance	-	4	4
Fund balances, July 1, 2002	<u>-</u>	<u>15</u>	<u>15</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 19</u></u>	<u><u>\$ 19</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>JP/ENHANCEMENT-APACHE JUNCTION</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Charges for services	\$ 15	\$ 12	\$ (3)
Interest on investments	-	1	1
Total revenues	<u>15</u>	<u>13</u>	<u>(2)</u>
Expenditures			
Current:			
Public safety	<u>15</u>	-	<u>15</u>
Total expenditures	<u>15</u>	<u>-</u>	<u>15</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>13</u>	<u>13</u>
Net change in fund balance	-	13	13
Fund balances, July 1, 2002	<u>-</u>	<u>46</u>	<u>46</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 59</u>	<u>\$ 59</u>
<u>JP/ENHANCEMENT-MARICOPA</u>			
Revenues			
Charges for services	\$ 10	\$ 4	\$ (6)
Interest on investments	<u>-</u>	<u>1</u>	<u>1</u>
Total revenues	<u>10</u>	<u>5</u>	<u>(5)</u>
Expenditures			
Current:			
Public safety	<u>10</u>	-	<u>10</u>
Total expenditures	<u>10</u>	<u>-</u>	<u>10</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>5</u>	<u>5</u>
Net change in fund balance	-	5	5
Fund balances, July 1, 2002	<u>-</u>	<u>24</u>	<u>24</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 29</u>	<u>\$ 29</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>ADULT PROB/INTENSIVE PROB SERV</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Intergovernmental	\$ 356	\$ 308	\$ (48)
Total revenues	<u>356</u>	<u>308</u>	<u>(48)</u>
Expenditures			
Current:			
Public safety	<u>356</u>	<u>306</u>	<u>50</u>
Total expenditures	<u>356</u>	<u>306</u>	<u>50</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>2</u>	<u>2</u>
Other financing sources (uses):			
Transfers in	<u>-</u>	<u>5</u>	<u>5</u>
Total other financing sources (uses)	<u>-</u>	<u>5</u>	<u>5</u>
Net change in fund balance	<u>-</u>	<u>7</u>	<u>7</u>
Fund balances, July 1, 2002	<u>-</u>	<u>1</u>	<u>1</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 8</u>	<u>\$ 8</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ADULT PROB/STATE ENHANCEMENT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 847	\$ 890	\$ 43
Total revenues	<u>847</u>	<u>890</u>	<u>43</u>
Expenditures			
Current:			
Public safety	<u>847</u>	<u>864</u>	<u>(17)</u>
Total expenditures	<u>847</u>	<u>864</u>	<u>(17)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>26</u>	<u>26</u>
Other financing sources (uses):			
Transfers in	-	20	20
Transfers out	<u>-</u>	<u>(44)</u>	<u>(44)</u>
Total other financing sources (uses)	<u>-</u>	<u>(24)</u>	<u>(24)</u>
Net change in fund balance	-	2	2
Fund balances, July 1, 2002	<u>-</u>	<u>(8)</u>	<u>(8)</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (6)</u>	<u>\$ (6)</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ADULT PROB/COMMUNITY PUNISHMENT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 97	\$ 63	\$ (34)
Total revenues	<u>97</u>	<u>63</u>	<u>(34)</u>
Expenditures			
Current:			
Public safety	<u>97</u>	<u>48</u>	<u>49</u>
Total expenditures	<u>97</u>	<u>48</u>	<u>49</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>15</u>	<u>15</u>
Other financing sources (uses):			
Transfers in	-	18	18
Transfers out	<u>-</u>	<u>(25)</u>	<u>(25)</u>
Total other financing sources (uses)	<u>-</u>	<u>(7)</u>	<u>(7)</u>
Net change in fund balance	-	8	8
Fund balances, July 1, 2002	<u>-</u>	<u>1</u>	<u>1</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 9</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ADULT PROB/SUPPORT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 440	\$ -	\$ (440)
Interest on investments	-	1	1
Total revenues	<u>440</u>	<u>1</u>	<u>(439)</u>
Expenditures			
Current:			
Public safety	<u>410</u>	<u>315</u>	<u>95</u>
Total expenditures	<u>410</u>	<u>315</u>	<u>95</u>
Excess (deficiency) of revenues over (under) expenditures	<u>30</u>	<u>(314)</u>	<u>(344)</u>
Other financing sources (uses):			
Transfers in	-	330	330
Transfers out	<u>(30)</u>	<u>(29)</u>	<u>1</u>
Total other financing sources (uses)	<u>(30)</u>	<u>301</u>	<u>331</u>
Net change in fund balance	-	(13)	(13)
Fund balances, July 1, 2002	<u>-</u>	<u>12</u>	<u>12</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (1)</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUVENILE PROB/INTENSIVE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 512	\$ 472	\$ (40)
Interest on investments	-	1	1
Total revenues	<u>512</u>	<u>473</u>	<u>(39)</u>
Expenditures			
Current:			
Public safety	<u>512</u>	<u>472</u>	<u>40</u>
Total expenditures	<u>512</u>	<u>472</u>	<u>40</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>1</u>	<u>1</u>
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	<u>-</u>	<u>8</u>	<u>8</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 9</u></u>	<u><u>\$ 9</u></u>
JUVENILE PROB/CASA			
Revenues			
Intergovernmental	<u>\$ 84</u>	<u>\$ 77</u>	<u>\$ (7)</u>
Total revenues	<u>84</u>	<u>77</u>	<u>(7)</u>
Expenditures			
Current:			
Public safety	<u>84</u>	<u>78</u>	<u>6</u>
Total expenditures	<u>84</u>	<u>78</u>	<u>6</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(1)</u>	<u>(1)</u>
Net change in fund balance	-	(1)	(1)
Fund balances, July 1, 2002	<u>-</u>	<u>1</u>	<u>1</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUVENILE PROB/FAMILY COUNSELING	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 25	\$ 24	\$ (1)
Total revenues	<u>25</u>	<u>24</u>	<u>(1)</u>
Expenditures			
Current:			
Public safety	<u>31</u>	<u>30</u>	<u>1</u>
Total expenditures	<u>31</u>	<u>30</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6)</u>	<u>(6)</u>	<u>-</u>
Other financing sources (uses):			
Transfers in	<u>6</u>	<u>6</u>	<u>-</u>
Total other financing sources (uses)	<u>6</u>	<u>6</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>JUVENILE PROB/STANDARD PROB</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Intergovernmental	\$ 263	\$ 268	\$ 5
Total revenues	<u>263</u>	<u>268</u>	<u>5</u>
Expenditures			
Current:			
Public safety	<u>272</u>	<u>268</u>	<u>4</u>
Total expenditures	<u>272</u>	<u>268</u>	<u>4</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9)</u>	<u>-</u>	<u>9</u>
Other financing sources (uses):			
Transfers in	<u>9</u>	<u>-</u>	<u>(9)</u>
Total other financing sources (uses)	<u>9</u>	<u>-</u>	<u>(9)</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>2</u>	<u>2</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 2</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUVENILE PROB/SUPERVISION FEES	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 42	\$ -	\$ (42)
Charges for services	-	93	93
Interest on investments	-	4	4
Total revenues	<u>42</u>	<u>97</u>	<u>55</u>
Expenditures			
Current:			
Public safety	<u>69</u>	<u>54</u>	<u>15</u>
Total expenditures	<u>69</u>	<u>54</u>	<u>15</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(27)</u>	<u>43</u>	<u>70</u>
Other financing sources (uses):			
Transfers out	(75)	(22)	53
Sale of capital assets	-	1	1
Total other financing sources (uses)	<u>(75)</u>	<u>(21)</u>	<u>54</u>
Net change in fund balance	(102)	22	124
Fund balances, July 1, 2002	<u>102</u>	<u>265</u>	<u>163</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 287</u>	<u>\$ 287</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUVENILE PROB/PROB OFF IN SCHOOL	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 600	\$ 589	\$ (11)
Interest on investments		1	1
Total revenues	<u>600</u>	<u>590</u>	<u>(10)</u>
Expenditures			
Current:			
Public safety	<u>600</u>	<u>581</u>	<u>19</u>
Total expenditures	<u>600</u>	<u>581</u>	<u>19</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>9</u>	<u>9</u>
Net change in fund balance	<u>-</u>	<u>9</u>	<u>9</u>
Fund balances, July 1, 2002	<u>-</u>	<u>7</u>	<u>7</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 16</u></u>	<u><u>\$ 16</u></u>
 PUBLIC DEFENDER/TRAINING			
Revenues			
Intergovernmental	<u>\$ 13</u>	<u>\$ 20</u>	<u>\$ 7</u>
Total revenues	<u>13</u>	<u>20</u>	<u>7</u>
Expenditures			
Current:			
Public safety	<u>13</u>	<u>20</u>	<u>(7)</u>
Total expenditures	<u>13</u>	<u>20</u>	<u>(7)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, July 1, 2002	<u>-</u>	<u>15</u>	<u>15</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 15</u></u>	<u><u>\$ 15</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

SHERIFF/SEARCH & RESCUE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 30	\$ 11	\$ (19)
Total revenues	<u>30</u>	<u>11</u>	<u>(19)</u>
Expenditures			
Current:			
Public safety	<u>30</u>	<u>11</u>	<u>19</u>
Total expenditures	<u>30</u>	<u>11</u>	<u>19</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, July 1, 2002	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
SHERIFF/GITEM GRANT			
Revenues			
Intergovernmental	\$ 64	\$ 60	\$ (4)
Total revenues	<u>64</u>	<u>60</u>	<u>(4)</u>
Expenditures			
Current:			
Public safety	<u>64</u>	<u>59</u>	<u>5</u>
Total expenditures	<u>64</u>	<u>59</u>	<u>5</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>1</u>	<u>1</u>
Net change in fund balance	<u>-</u>	<u>1</u>	<u>1</u>
Fund balances, July 1, 2002	<u>-</u>	<u>15</u>	<u>15</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 16</u>	<u>\$ 16</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ADULT PROB/DTEF & INTERS CASE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 70	\$ 65	\$ (5)
Total revenues	<u>70</u>	<u>65</u>	<u>(5)</u>
Expenditures			
Current:			
Public safety	<u>70</u>	<u>65</u>	<u>5</u>
Total expenditures	<u>70</u>	<u>65</u>	<u>5</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>1</u>	<u>1</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 1</u></u>	<u><u>\$ 1</u></u>
JUVENILE PROB/VICTIMS' RIGHTS			
Revenues			
Intergovernmental	\$ 28	\$ 27	\$ (1)
Total revenues	<u>28</u>	<u>27</u>	<u>(1)</u>
Expenditures			
Current:			
Public safety	<u>59</u>	<u>27</u>	<u>32</u>
Total expenditures	<u>59</u>	<u>27</u>	<u>32</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(31)</u>	<u>-</u>	<u>31</u>
Other financing sources (uses):			
Transfers in	<u>31</u>		<u>(31)</u>
Total other financing sources (uses)	<u>31</u>	<u>-</u>	<u>(31)</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

SHERIFF/RICO DISBURSEMENTS	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 45	\$ 15	\$ (30)
Rental and miscellaneous	-	4	4
Total revenues	<u>45</u>	<u>19</u>	<u>(26)</u>
Expenditures			
Current:			
Public safety	<u>45</u>	<u>88</u>	<u>(43)</u>
Total expenditures	<u>45</u>	<u>88</u>	<u>(43)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(69)</u>	<u>(69)</u>
Other financing sources (uses):			
Transfers in		71	71
Sale of capital assets	<u>-</u>	<u>2</u>	<u>2</u>
Total other financing sources (uses)	<u>-</u>	<u>73</u>	<u>73</u>
Net change in fund balance	<u>-</u>	<u>4</u>	<u>4</u>
Fund balances, July 1, 2002	<u>-</u>	<u>4</u>	<u>4</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 8</u>	<u>\$ 8</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUVENILE PROB/DIVERSION-INTAKE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 338	\$ 284	\$ (54)
Interest on investments	-	1	1
Total revenues	<u>338</u>	<u>285</u>	<u>(53)</u>
Expenditures			
Current:			
Public safety	<u>338</u>	<u>284</u>	<u>54</u>
Total expenditures	<u>338</u>	<u>284</u>	<u>54</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>1</u>	<u>1</u>
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	<u>-</u>	<u>21</u>	<u>21</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 22</u>	<u>\$ 22</u>
JUV PROB/DIVERSION-CONSEQUENCE			
Revenues			
Intergovernmental	<u>\$ 33</u>	<u>\$ 111</u>	<u>\$ 78</u>
Total revenues	<u>33</u>	<u>111</u>	<u>78</u>
Expenditures			
Current:			
Public safety	<u>33</u>	<u>111</u>	<u>(78)</u>
Total expenditures	<u>33</u>	<u>111</u>	<u>(78)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUVENILE PROB/TREATMENT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 287	\$ 225	\$ (62)
Interest on investments	-	1	1
Total revenues	<u>287</u>	<u>226</u>	<u>(61)</u>
Expenditures			
Current:			
Public safety	<u>287</u>	<u>225</u>	<u>62</u>
Total expenditures	<u>287</u>	<u>225</u>	<u>62</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>1</u>	<u>1</u>
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	<u>-</u>	<u>7</u>	<u>7</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 8</u></u>	<u><u>\$ 8</u></u>
ATTY/PROS SVCES/COST RECOVERY			
Revenues			
Charges for services	<u>\$ 60</u>	<u>\$ 26</u>	<u>\$ (34)</u>
Total revenues	<u>60</u>	<u>26</u>	<u>(34)</u>
Expenditures			
Current:			
Public safety	<u>60</u>	<u>31</u>	<u>29</u>
Total expenditures	<u>60</u>	<u>31</u>	<u>29</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(5)</u>	<u>(5)</u>
Net change in fund balance	-	(5)	(5)
Fund balances, July 1, 2002	<u>-</u>	<u>13</u>	<u>13</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 8</u></u>	<u><u>\$ 8</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUV PROBATION/CRIME REDUCTION	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 6	\$ 6	\$ -
Total revenues	<u>6</u>	<u>6</u>	<u>-</u>
Expenditures			
Current:			
Public safety	<u>6</u>	<u>6</u>	<u>-</u>
Total expenditures	<u>6</u>	<u>6</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>1</u>	<u>1</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 1</u></u>	<u><u>\$ 1</u></u>
JUV PROBATION/MISC SOURCES			
Revenues			
Intergovernmental	\$ 150	\$ 113	\$ (37)
Total revenues	<u>150</u>	<u>113</u>	<u>(37)</u>
Expenditures			
Current:			
Public safety	<u>150</u>	<u>122</u>	<u>28</u>
Total expenditures	<u>150</u>	<u>122</u>	<u>28</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(9)</u>	<u>(9)</u>
Net change in fund balance	-	(9)	(9)
Fund balances, July 1, 2002	<u>-</u>	<u>5</u>	<u>5</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ (4)</u></u>	<u><u>\$ (4)</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JP/COST RECOVERY	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Charges for services	\$ 262	\$ 303	\$ 41
Interest on investments	-	7	7
Total revenues	<u>262</u>	<u>310</u>	<u>48</u>
Expenditures			
Current:			
Public safety	<u>262</u>	<u>862</u>	<u>(600)</u>
Total expenditures	<u>262</u>	<u>862</u>	<u>(600)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(552)</u>	<u>(552)</u>
Other financing sources (uses):			
Transfers out	<u>-</u>	<u>(50)</u>	<u>(50)</u>
Total other financing sources (uses)	<u>-</u>	<u>(50)</u>	<u>(50)</u>
Net change in fund balance	<u>-</u>	<u>(602)</u>	<u>(602)</u>
Fund balances, July 1, 2002	<u>-</u>	<u>645</u>	<u>645</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 43</u>	<u>\$ 43</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUV PROB/COURT IMPROVEMENT PROJ	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 29	\$ 26	\$ (3)
Total revenues	<u>29</u>	<u>26</u>	<u>(3)</u>
Expenditures			
Current:			
Public safety	<u>43</u>	<u>26</u>	<u>17</u>
Total expenditures	<u>43</u>	<u>26</u>	<u>17</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(14)</u>	<u>-</u>	<u>14</u>
Other financing sources (uses):			
Transfers in	<u>14</u>	<u>-</u>	<u>(14)</u>
Total other financing sources (uses)	<u>14</u>	<u>-</u>	<u>(14)</u>
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	<u>-</u>	<u>1</u>	<u>1</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

JUV PROB/JUVENILE JUSTICE PROG	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 94	\$ 52	\$ (42)
Total revenues	<u>94</u>	<u>52</u>	<u>(42)</u>
Expenditures			
Current:			
Public safety	<u>94</u>	<u>76</u>	<u>18</u>
Total expenditures	<u>94</u>	<u>76</u>	<u>18</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(24)</u>	<u>(24)</u>
Net change in fund balance	-	(24)	(24)
Fund balances, July 1, 2002	<u>-</u>	<u>9</u>	<u>9</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ (15)</u></u>	<u><u>\$ (15)</u></u>
SHERIFF/PC PEACE OFFICER MEMORIAL			
Revenues			
Interest on investments	\$ -	\$ 1	\$ 1
Rental and miscellaneous	<u>40</u>	<u>25</u>	<u>(15)</u>
Total revenues	<u>40</u>	<u>26</u>	<u>(14)</u>
Expenditures			
Current:			
Public safety	<u>40</u>	<u>2</u>	<u>38</u>
Total expenditures	<u>40</u>	<u>2</u>	<u>38</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>24</u>	<u>24</u>
Net change in fund balance	-	24	24
Fund balances, July 1, 2002	<u>-</u>	<u>50</u>	<u>50</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 74</u></u>	<u><u>\$ 74</u></u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>PUBLIC DEFENDER-ATTY/STATE AID</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Intergovernmental	\$ 65	\$ 89	\$ 24
Interest on investments	1	2	1
Total revenues	<u>66</u>	<u>91</u>	<u>25</u>
Expenditures			
Current:			
Public safety	<u>81</u>	<u>44</u>	<u>37</u>
Total expenditures	<u>81</u>	<u>44</u>	<u>37</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15)</u>	<u>47</u>	<u>62</u>
Other financing sources (uses):			
Transfers in	-	97	97
Transfers out	<u>-</u>	<u>(47)</u>	<u>(47)</u>
Total other financing sources (uses)	<u>-</u>	<u>50</u>	<u>50</u>
Net change in fund balance	<u>(15)</u>	<u>97</u>	<u>112</u>
Fund balances, July 1, 2002	<u>15</u>	<u>66</u>	<u>51</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 163</u>	<u>\$ 163</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>ATTY/CJEF-PROSEC PASS THROUGH</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Intergovernmental	\$ 150	\$ 135	\$ (15)
Interest on investments	-	-	-
Total revenues	<u>150</u>	<u>135</u>	<u>(15)</u>
Expenditures			
Current:			
Public safety	<u>150</u>	<u>154</u>	<u>(4)</u>
Total expenditures	<u>150</u>	<u>154</u>	<u>(4)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(19)</u>	<u>(19)</u>
Net change in fund balance	-	(19)	(19)
Fund balances, July 1, 2002	<u>-</u>	<u>45</u>	<u>45</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 26</u>	<u>\$ 26</u>
<u>ATTY/BAD CHECK PROGRAM OPER</u>			
Revenues			
Charges for services	\$ 30	\$ 55	\$ 25
Interest on investments	-	1	1
Total revenues	<u>30</u>	<u>56</u>	<u>26</u>
Expenditures			
Current:			
Public safety	<u>30</u>	<u>21</u>	<u>9</u>
Total expenditures	<u>30</u>	<u>21</u>	<u>9</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>35</u>	<u>35</u>
Net change in fund balance	-	35	35
Fund balances, July 1, 2002	<u>-</u>	<u>35</u>	<u>35</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 70</u>	<u>\$ 70</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ATTY/ANTI RACKETEERING-STATE	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Fines and forfeits	\$ 650	\$ 1,276	\$ 626
Interest on investments	-	10	10
Rental and miscellaneous	-	1	1
Total revenues	<u>650</u>	<u>1,287</u>	<u>637</u>
Expenditures			
Current:			
Public safety	<u>701</u>	<u>1,390</u>	<u>(689)</u>
Total expenditures	<u>701</u>	<u>1,390</u>	<u>(689)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(51)</u>	<u>(103)</u>	<u>(52)</u>
Other financing sources (uses):			
Transfers out		(165)	(165)
Sale of capital assets	-	36	36
Total other financing sources (uses)	<u>-</u>	<u>(129)</u>	<u>(129)</u>
Net change in fund balance	(51)	(232)	(181)
Fund balances, July 1, 2002	<u>51</u>	<u>858</u>	<u>807</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 626</u>	<u>\$ 626</u>

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ATTY/ANTI RACKETEERING-FEDERAL	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Fines and forfeits	\$ 70	\$ -	\$ (70)
Total revenues	70	-	(70)
Expenditures			
Current:			
Public safety	70	-	70
Total expenditures	70	-	70
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	21	21
Fund balances, June 30, 2003	\$ -	\$ 21	\$ 21
ATTY/VICTIM COMPENSATION-STATE			
Revenues			
Intergovernmental	\$ 120	\$ 83	\$ (37)
Interest on investments	-	-	-
Rental and miscellaneous	-	16	16
Total revenues	120	99	(21)
Expenditures			
Current:			
Public safety	120	93	27
Total expenditures	120	93	27
Excess (deficiency) of revenues over (under) expenditures	-	6	6
Net change in fund balance	-	6	6
Fund balances, July 1, 2002	-	8	8
Fund balances, June 30, 2003	\$ -	\$ 14	\$ 14

(Continued)

PINAL COUNTY
Special Revenue Funds - Public Safety
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

ATTY/VICTIM COMPENSATION-FEDERAL	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 20	\$ 19	\$ (1)
Interest on investments	-	1	1
Total revenues	<u>20</u>	<u>20</u>	<u>-</u>
Expenditures			
Current:			
Public safety	<u>20</u>	<u>18</u>	<u>2</u>
Total expenditures	<u>20</u>	<u>18</u>	<u>2</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>2</u>	<u>2</u>
Net change in fund balance	-	2	2
Fund balances, July 1, 2002	<u>-</u>	<u>3</u>	<u>3</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 5</u></u>	<u><u>\$ 5</u></u>

PINAL COUNTY
Special Revenue Funds - Sanitation
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

LANDFILL/ADEQ WASTE TIRE GRANT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 170	\$ 406	\$ 236
Charges for services	9	11	2
Interest on investments	6	2	(4)
Total revenues	<u>185</u>	<u>419</u>	<u>234</u>
Expenditures			
Current:			
Sanitation	<u>240</u>	<u>540</u>	<u>(300)</u>
Total expenditures	<u>240</u>	<u>540</u>	<u>(300)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(55)</u>	<u>(121)</u>	<u>(66)</u>
Other financing sources (uses):			
Transfers out	(21)	(21)	-
Sale of capital assets	-	1	1
Total other financing sources (uses)	<u>(21)</u>	<u>(20)</u>	<u>1</u>
Net change in fund balance	(76)	(141)	(65)
Fund balances, July 1, 2002	<u>76</u>	<u>208</u>	<u>132</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 67</u>	<u>\$ 67</u>

PINAL COUNTY
Special Revenue Funds - Welfare
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

COMM DEV BLOCK GRANT (CDBG)	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Intergovernmental	\$ 286	\$ 145	\$ (141)
Rental and miscellaneous	-	20	20
Total revenues	<u>286</u>	<u>165</u>	<u>(121)</u>
Expenditures			
Current:			
Welfare	<u>286</u>	<u>187</u>	<u>99</u>
Total expenditures	<u>286</u>	<u>187</u>	<u>99</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(22)</u>	<u>(22)</u>
Net change in fund balance	-	(22)	(22)
Fund balances, July 1, 2002	<u>-</u>	<u>13</u>	<u>13</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ (9)</u></u>	<u><u>\$ (9)</u></u>
HOUSING/CONVENTIONAL			
Revenues			
Intergovernmental	\$ 2,915	\$ 3,813	\$ 898
Rental and miscellaneous	-	250	250
Total revenues	<u>2,915</u>	<u>4,063</u>	<u>1,148</u>
Expenditures			
Current:			
Welfare	<u>2,915</u>	<u>4,009</u>	<u>(1,094)</u>
Total expenditures	<u>2,915</u>	<u>4,009</u>	<u>(1,094)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>54</u>	<u>54</u>
Net change in fund balance	-	54	54
Fund balances, July 1, 2002	<u>-</u>	<u>77</u>	<u>77</u>
Fund balances, June 30, 2003	<u><u>\$ -</u></u>	<u><u>\$ 131</u></u>	<u><u>\$ 131</u></u>

PINAL COUNTY
Special Revenue Funds - Flood Control District
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

<u>PUBLIC WORKS/FLOOD MANAGEMENT</u>	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget- Over (Under)</u>
Revenues			
Taxes	\$ 404	\$ 582	\$ 178
Intergovernmental	193	279	86
Interest on investments	15	16	1
Total revenues	<u>612</u>	<u>877</u>	<u>265</u>
Expenditures			
Current:			
Highways and streets	<u>616</u>	<u>452</u>	<u>164</u>
Total expenditures	<u>616</u>	<u>452</u>	<u>164</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4)</u>	<u>425</u>	<u>429</u>
Other financing sources (uses):			
Transfers in	-	100	100
Transfers out	-	(4)	(4)
Sale of capital assets	-	3	3
Total other financing sources (uses)	<u>-</u>	<u>99</u>	<u>99</u>
Net change in fund balance	(4)	524	528
Fund balances, July 1, 2002	<u>4</u>	<u>902</u>	<u>898</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 1,426</u>	<u>\$ 1,426</u>

PINAL COUNTY
Special Revenue Funds - Library District
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2003
(Amounts expressed in thousands)

LIBRARY DISTRICT	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
Revenues			
Taxes	\$ 444	\$ 491	\$ 47
Intergovernmental	9	18	9
Interest on investments	4	3	(1)
Rental and miscellaneous	2	10	8
Total revenues	<u>459</u>	<u>522</u>	<u>63</u>
Expenditures			
Current:			
Culture and recreation	<u>473</u>	<u>404</u>	<u>69</u>
Total expenditures	<u>473</u>	<u>404</u>	<u>69</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(14)</u>	<u>118</u>	<u>132</u>
Other financing sources (uses):			
Transfers out	<u>(26)</u>	<u>(26)</u>	<u>-</u>
Total other financing sources (uses)	<u>(26)</u>	<u>(26)</u>	<u>-</u>
Net change in fund balance	(40)	92	132
Fund balances, July 1, 2002	<u>40</u>	<u>166</u>	<u>126</u>
Fund balances, June 30, 2003	<u>\$ -</u>	<u>\$ 258</u>	<u>\$ 258</u>

PINAL COUNTY
Combining Statement of Net Assets
Nonmajor Enterprise Funds
June 30, 2003

(Amounts expressed in thousands)

	Sheriff Inmate Services	Home Health	Fairgrounds	Total
Assets				
Current Assets:				
Cash and cash equivalents	\$ 344	\$ 456	\$ 23	\$ 823
Receivables (net):				
Accounts	-	-	10	10
Inventories	-	21	10	31
Total current assets	<u>344</u>	<u>477</u>	<u>43</u>	<u>864</u>
Noncurrent Assets:				
Capital Assets:				
Buildings and Improvements	-	-	376	376
Equipment	24	118	138	280
Less Accumulated Depreciation	<u>(24)</u>	<u>(100)</u>	<u>(494)</u>	<u>(618)</u>
Total noncurrent assets	<u>-</u>	<u>18</u>	<u>20</u>	<u>38</u>
Total assets	<u>\$ 344</u>	<u>\$ 495</u>	<u>\$ 63</u>	<u>\$ 902</u>
Liabilities				
Current:				
Accounts payable	\$ 1	\$ 12	\$ 5	\$ 18
Accrued payroll and employee benefits	1	66	5	72
Due to other funds	-	-	103	103
Deposits held for others	<u>41</u>	<u>-</u>	<u>-</u>	<u>41</u>
Total current liabilities	<u>43</u>	<u>78</u>	<u>113</u>	<u>234</u>
Noncurrent liabilities:				
Compensated absences	<u>24</u>	<u>52</u>	<u>33</u>	<u>109</u>
Total noncurrent liabilities	<u>24</u>	<u>52</u>	<u>33</u>	<u>109</u>
Net Assets				
Invested in capital assets, net of related debt	-	18	20	38
Unrestricted	<u>277</u>	<u>347</u>	<u>(103)</u>	<u>521</u>
Total net assets	<u>\$ 277</u>	<u>\$ 365</u>	<u>\$ (83)</u>	<u>\$ 559</u>

PINAL COUNTY
Combining Statement of Revenues, Expenses, and Changes in Net Assets
Nonmajor Enterprise Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Sheriff Inmate Services	Home Health	Fairgrounds	Total
Operating Revenues				
Charges for services	\$ -	\$ 3,148	\$ 302	\$ 3,450
Rental and miscellaneous	162	2	-	164
Total operating revenues	<u>162</u>	<u>3,150</u>	<u>302</u>	<u>3,614</u>
Operating Expenses				
Personal services	96	2,710	240	3,046
Supplies	19	32	76	127
Depreciation	-	14	5	19
Insurance	-	28	-	28
Repairs and maintenance	-	29	10	39
Communication	8	11	9	28
Professional services	3	99	66	168
Public utility service	-	9	71	80
Miscellaneous	4	29	79	112
Total operating expenditures	<u>130</u>	<u>2,961</u>	<u>556</u>	<u>3,647</u>
Operating Income (loss)	<u>32</u>	<u>189</u>	<u>(254)</u>	<u>(33)</u>
Nonoperating revenues (expenses)				
Intergovernmental	-	-	33	33
Interest on investments	4	3	-	7
Sale of capital assets	-	1	-	1
Total nonoperating revenue (expenses)	<u>4</u>	<u>4</u>	<u>33</u>	<u>41</u>
Net income (loss) before contributions and transfers	36	193	(221)	8
Transfers in	-	-	135	135
Transfers out	<u>(12)</u>	<u>(17)</u>	<u>-</u>	<u>(29)</u>
Change in net assets	24	176	(86)	114
Net Assets, July 1, 2002	<u>253</u>	<u>189</u>	<u>3</u>	<u>445</u>
Net Assets, June 30, 2003	<u>\$ 277</u>	<u>\$ 365</u>	<u>\$ (83)</u>	<u>\$ 559</u>

PINAL COUNTY
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Sheriff Inmate Services	Home Health	Fair- gounds	Total
Cash flows from operating activities				
Receipts from customers	\$ 162	\$ 3,150	\$ 292	\$ 3,604
Other receipts	41	-	-	41
Payments to suppliers	(33)	(241)	(311)	(585)
Payments to employees	(77)	(2,689)	(233)	(2,999)
Payments to other funds	-	-	103	103
Net cash provided (used) by operating activities	<u>93</u>	<u>220</u>	<u>(149)</u>	<u>164</u>
Cash flows from noncapital financing activities				
Receipts from federal and local agencies	-	-	33	33
Transfers from other funds	-	-	135	135
Transfers to other funds	(12)	(17)	-	(29)
Net cash provided (used) by noncapital financing activities	<u>(12)</u>	<u>(17)</u>	<u>168</u>	<u>139</u>
Cash flows from capital and related financing activities				
Proceeds from the sale of capital assets	-	1	-	1
Acquisition of capital assets	-	(16)	(20)	(36)
Net cash used for capital and related financing activities	<u>-</u>	<u>(15)</u>	<u>(20)</u>	<u>(35)</u>
Cash flows from investing activities				
Interest and investment income received	<u>4</u>	<u>3</u>	<u>-</u>	<u>7</u>
Net cash provided by investing activities	<u>4</u>	<u>3</u>	<u>-</u>	<u>7</u>
Net increase (decrease) in cash and cash equivalents	85	191	(1)	275
Cash and cash equivalents, July 1, 2002	<u>259</u>	<u>265</u>	<u>24</u>	<u>548</u>
Cash and cash equivalents, June 30, 2003	<u>\$ 344</u>	<u>\$ 456</u>	<u>\$ 23</u>	<u>\$ 823</u>

(Continued)

PINAL COUNTY
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended June 30, 2003
(Continued)

(Amounts expressed in thousands)

	<u>Sheriff Inmate Services</u>	<u>Home Health</u>	<u>Fair- gounds</u>	<u>Total</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ 32	\$ 189	\$ (254)	\$ (33)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	-	14	5	19
Other receivables	-	-	(10)	(10)
Inventories	-	(2)	(1)	(3)
Increase in accounts payable	1	(2)	1	-
Accrued payroll and employee benefits	-	21	2	23
Compensated absences	19	-	5	24
Due to other funds	-	-	103	103
Deposits held for others	41	-	-	41
Total adjustments	<u>61</u>	<u>31</u>	<u>105</u>	<u>197</u>
Net cash provided (used) by operating activities	<u>\$ 93</u>	<u>\$ 220</u>	<u>\$ (149)</u>	<u>\$ 164</u>
Noncash investing, capital, and financing activities:				
Sale of equipment	\$ -	\$ (2)	\$ -	\$ (2)
Elimination of accumulated depreciation related to sold equipment	-	2	-	2
Proceeds from sale of equipment	-	1	-	1
Gain on sale of equipment	-	(1)	-	(1)

PINAL COUNTY
Combining Statement of Fiduciary Net Assets
Investment Trust Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Treasurer's Investment Pool	Individual Investment Accounts	Total
Assets			
Cash and cash equivalents	\$ 80,169	\$ 1,594	\$ 81,763
Interest receivable	57	5	62
Total assets	80,226	1,599	81,825
Liabilities			
Due to other governments	7	-	7
Total liabilities	7	-	7
Net Assets			
Held in trust for investment participants	\$ 80,219	\$ 1,599	\$ 81,818

PINAL COUNTY
Combining Statement of Fiduciary Net Assets
Agency Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Special Purpose	Other Agency	Total
Assets			
Cash and cash equivalents	\$ 1,732	\$ 2,033	\$ 3,765
Cash and investments held by trustee	3,557	-	3,557
Total assets	\$ 5,289	\$ 2,033	\$ 7,322
Liabilities			
Deposits held for others	\$ 5,289	\$ 2,033	\$ 7,322

PINAL COUNTY
Combining Statement of Changes in Fiduciary Net Assets
Investment Trust Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Treasurer's Investment Pool	Individual Investment Accounts	Total
Additions			
Contributions by participants	\$ 356,604	\$ 214	\$ 356,818
Interest on investments	1,529	21	1,550
Total additions	<u>358,133</u>	<u>235</u>	<u>358,368</u>
Deductions			
Distributions to participants	<u>365,283</u>	<u>400</u>	<u>365,683</u>
Total distributions	<u>365,283</u>	<u>400</u>	<u>365,683</u>
Change in net assets	(7,150)	(165)	(7,315)
Net Assets, July 1, 2002	<u>87,369</u>	<u>1,764</u>	<u>89,133</u>
Net Assets, June 30, 2003	<u>\$ 80,219</u>	<u>\$ 1,599</u>	<u>\$ 81,818</u>

PINAL COUNTY
Combining Statement of Changes in Assets and Liabilities
Agency Funds
Year Ended June 30, 2003
(Amounts expressed in thousands)

	<u>Balance</u> <u>July 1, 2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2003</u>
Special Purpose:				
Assets				
Cash and cash equivalents	\$ 2,121	\$ 1,681	\$ 2,070	\$ 1,732
Investments held by trustees	3,888	545	876	3,557
Total assets	<u>\$ 6,009</u>	<u>\$ 2,226</u>	<u>\$ 2,946</u>	<u>\$ 5,289</u>
Liabilities				
Deposits held for others	<u>\$ 6,009</u>	<u>\$ 2,226</u>	<u>\$ 2,946</u>	<u>\$ 5,289</u>
Other Agency:				
Assets				
Cash and cash equivalents	<u>\$ 1,784</u>	<u>\$ 25,461</u>	<u>\$ 25,212</u>	<u>\$ 2,033</u>
Liabilities				
Deposits held for others	<u>\$ 1,784</u>	<u>\$ 25,461</u>	<u>\$ 25,212</u>	<u>\$ 2,033</u>
Total - All Agency Funds				
Assets				
Cash and cash equivalents	\$ 3,905	\$ 27,142	\$ 27,282	\$ 3,765
Investments held by trustees	3,888	545	876	3,557
Total assets	<u>\$ 7,793</u>	<u>\$ 27,687</u>	<u>\$ 28,158</u>	<u>\$ 7,322</u>
Liabilities				
Deposits held for others	<u>\$ 7,793</u>	<u>\$ 27,687</u>	<u>\$ 28,158</u>	<u>\$ 7,322</u>

PINAL COUNTY
Capital Assets Used in the Operations of Governmental Funds
Comparative Schedules by Source
June 30, 2003

(Amounts expressed in thousands)

	2003	2002
Governmental funds capital assets:		
Land	\$ 2,592	\$ 2,401
Buildings	40,339	40,219
Machinery and equipment	36,883	34,648
Infrastructure	8,055	3,766
Construction in progress	21,047	3,456
Total governmental funds capital assets	\$ 108,916	\$ 84,490
Investments in governmental funds capital assets by source:		
General Fund	\$ 56,236	\$ 55,762
Special revenue funds	34,741	26,846
Capital projects funds	17,939	1,882
Total governmental funds capital assets	\$ 108,916	\$ 84,490

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service fund are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

PINAL COUNTY
Capital Assets Used in the Operations of Governmental Funds
Schedule by Function and Activity
June 30, 2003

(Amounts expressed in thousands)

	<u>Construction in Progress</u>	<u>Land</u>	<u>Buildings</u>	<u>Machinery & Equipment</u>	<u>Infrastructure</u>	<u>Total</u>
Board of Supervisors	\$ -	\$ 2,592	\$ 40,339	\$ 70	\$ -	\$ 43,001
Assessor	-	-	-	432	-	432
Attorney	-	-	-	467	-	467
Clerk of the Superior Court	-	-	-	365	-	365
Justices of the Peace	639	-	-	262	-	901
Recorder	-	-	-	773	-	773
Courts	-	-	-	616	-	616
Treasurer	-	-	-	375	-	375
Parks and Grounds Maintenance	-	-	-	20	-	20
Risk Management	-	-	-	4	-	4
Finance	-	-	-	140	-	140
Human Resources	-	-	-	53	-	53
Purchasing	-	-	-	19	-	19
Telecommunications	-	-	-	1,025	-	1,025
Management Info Services	-	-	-	1,920	-	1,920
Planning & Development	-	-	-	283	-	283
Elections	-	-	-	171	-	171
Internal Audit	-	-	-	2	-	2
County Manager	-	-	-	51	-	51
Deputy County Manager	-	-	-	78	-	78
Assist Mngr Human Servs	-	-	-	62	-	62
Facilities Management	-	-	-	855	-	855
Public Defender	-	-	-	91	-	91
Sheriff	-	-	-	47	-	47
Flood Control District	-	-	-	285	-	285
Non-departmental	-	-	-	446	-	446
Airport Economic Development	-	-	-	15	-	15
Cable Office	-	-	-	-	-	-
Total General Government	639	2,592	40,339	8,927	-	52,497
Building Safety	-	-	-	320	-	320
Superior Court/Sheriff Construction	17,080	-	-	-	-	17,080
Sheriff	-	-	-	6,092	-	6,092
Attorney	-	-	-	371	-	371
Public Defender	-	-	-	1	-	1
Juvenile Probation	-	-	-	423	-	423
Adult Probation	-	-	-	497	-	497
Total Public Safety	17,080	-	-	7,704	-	24,784
Nondepartmental	3,328	-	-	-	8,055	11,383
Highway	-	-	-	17,050	-	17,050
Emergency Services	-	-	-	15	-	15
Total Highways and Streets	3,328	-	-	17,065	8,055	28,448
Solid Waste	-	-	-	264	-	264
Waste Tire Grant	-	-	-	268	-	268
Total Sanitation	-	-	-	532	-	532

(Continued)

PINAL COUNTY
Capital Assets Used in the Operations of Governmental Funds
Schedule by Function and Activity
June 30, 2003
(Continued)
(Amounts expressed in thousands)

	<u>Construction in Progress</u>	<u>Land</u>	<u>Buildings</u>	<u>Machinery & Equipment</u>	<u>Infrastructure</u>	<u>Total</u>
Adult Day Care	\$ -	\$ -	\$ -	\$ 212	\$ -	\$ 212
Air Quality	-	-	-	389	-	389
Animal Control	-	-	-	198	-	198
Health	-	-	-	712	-	712
Long Term Care AAA Case Mgmt	-	-	-	243	-	243
Medical Examiner	-	-	-	22	-	22
Mental Health	-	-	-	34	-	34
Total Health	-	-	-	1,810	-	1,810
Housing	-	-	-	303	-	303
Public Fiduciary	-	-	-	43	-	43
Total Welfare	-	-	-	346	-	346
Library	-	-	-	411	-	411
Total Culture & Recreation	-	-	-	411	-	411
Education-School Superintendent	-	-	-	88	-	88
Total Education	-	-	-	88	-	88
Total	<u>\$ 21,047</u>	<u>\$ 2,592</u>	<u>\$ 40,339</u>	<u>\$ 36,883</u>	<u>\$ 8,055</u>	<u>\$ 108,916</u>

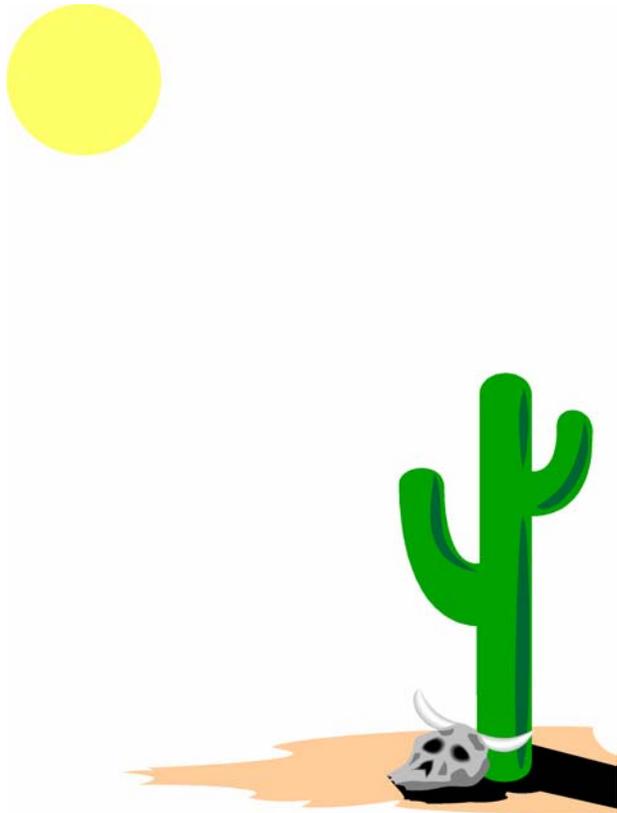
PINAL COUNTY
Capital Assets Used in the Operations of Governmental Funds
Schedule of Changes by Function and Activity
Year Ended June 30, 2003
(Amounts expressed in thousands)

	<u>Balance</u> <u>July 1, 2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Balance</u> <u>June 30, 2003</u>
Board of Supervisors	\$ 42,691	\$ 313	\$ 3	\$ -	\$ 43,001
Assessor	388	75	12	(19)	432
Attorney	540	9	44	(38)	467
Clerk of the Superior Court	269	121	25	-	365
Justices of the Peace	189	721	4	(5)	901
Recorder	807	19	23	(30)	773
Courts	400	231	10	(5)	616
Treasurer	406	8	39	-	375
Parks and Grounds Maint	20	-	-	-	20
Risk Management	3	1	-	-	4
Finance	135	13	8	-	140
Human Resources	57	-	4	-	53
Purchasing	19	1	1	-	19
Telecommunications	867	21	1	138	1,025
Management Info Services	1,858	66	78	74	1,920
Planning & Development	262	56	44	9	283
Elections	171	18	18	-	171
Internal Audit	2	-	-	-	2
County Manager	51	3	-	(3)	51
Deputy County Manager	47	36	3	(2)	78
Assist Mngr Human Servs	65	-	-	(3)	62
Facilities Management	812	128	114	29	855
Public Defender	109	11	29	-	91
Sheriff	14	33	-	-	47
Flood Control District	302	-	17	-	285
Non-departmental	161	287	2	-	446
Airport Economic Development	15	-	-	-	15
Cable Office	-	-	-	-	-
Total General Government	50,660	2,171	479	145	52,497
Building Safety	250	91	21	-	320
Superior Court/Sheriff Construction	1,219	15,861	-	-	17,080
Sheriff	5,971	425	159	(145)	6,092
Attorney	240	131	-	-	371
Public Defender	-	1	-	-	1
Juvenile Probation	436	12	29	4	423
Adult Probation	476	26	5	-	497
Total Public Safety	8,592	16,547	214	(141)	24,784
Nondepartmental	5,964	6,697	1,278	-	11,383
Highway	16,327	1,050	320	(7)	17,050
Emergency Services	15	-	-	-	15
Total Highway	22,306	7,747	1,598	(7)	28,448
Solid Waste	143	150	29	-	264
Waste Tire Grant	253	22	7	-	268
Total Sanitation	396	172	36	-	532

(Continued)

PINAL COUNTY
Capital Assets Used in the Operations of Governmental Funds
Schedule of Changes by Function and Activity
Year Ended June 30, 2003
(Continued)
(Amounts expressed in thousands)

	<u>Balance</u> <u>July 1, 2002</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Balance</u> <u>June 30, 2003</u>
Adult Day Care	\$ 210	\$ 2	\$ -	\$ -	\$ 212
Air Quality	382	21	14	-	389
Animal Control	191	30	23	-	198
Health	618	137	44	1	712
Long Term Care AAA Case Mgmt	243	-	-	-	243
Medical Examiner	21	1	-	-	22
Mental Health	33	1	-	-	34
Total Health	<u>1,698</u>	<u>192</u>	<u>81</u>	<u>1</u>	<u>1,810</u>
Housing	307	22	26	-	303
Public Fiduciary	39	2	-	2	43
Total Welfare	<u>346</u>	<u>24</u>	<u>26</u>	<u>2</u>	<u>346</u>
Library	404	12	5	-	411
Total Culture & Rec	<u>404</u>	<u>12</u>	<u>5</u>	<u>-</u>	<u>411</u>
Education-School Superintendent	88	-	-	-	88
Total Education	<u>88</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>88</u>
Total Governmental Funds	<u>\$ 84,490</u>	<u>\$ 26,865</u>	<u>\$ 2,439</u>	<u>\$ -</u>	<u>\$ 108,916</u>



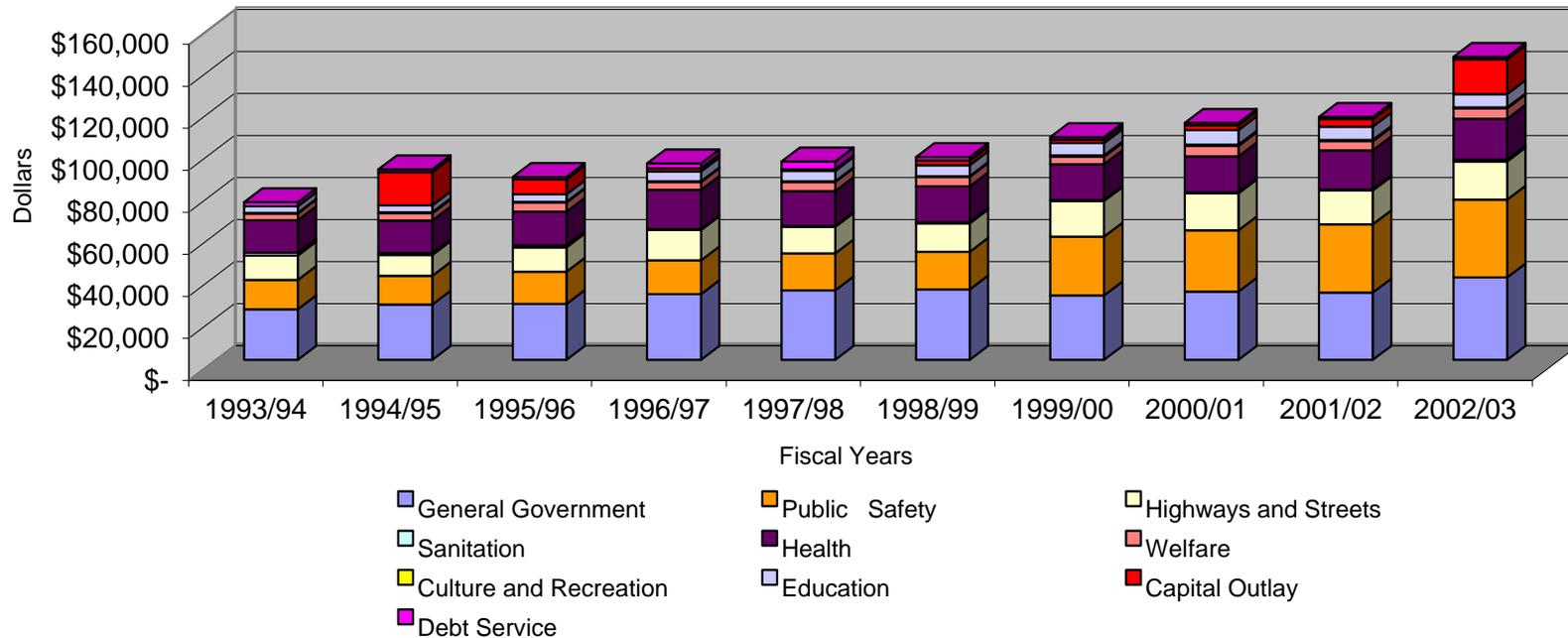
Statistical Section



PINAL COUNTY
General Governmental Expenditures by Function
Last Ten Fiscal Years

(Amounts expressed in thousands)

Fiscal Year	General Government	Public Safety	Highways and Streets	Sanitation	Health	Welfare	Culture and Recreation	Education	Capital Outlay	Debt Service	Total
1993/94	\$ 24,084	\$ 13,962	\$ 11,529	\$ 1,331	\$ 15,607	\$ 3,189	\$ 276	\$ 3,127	\$ -	\$ 1,955	\$ 75,060
1994/95	26,256	13,752	9,880	870	15,540	3,527	359	3,299	15,922	1,236	90,641
1995/96	26,560	15,391	11,550	992	16,055	4,297	297	3,726	6,977	1,229	87,074
1996/97	31,243	16,131	14,453	375	18,664	3,742	356	4,730	1,396	2,481	93,571
1997/98	33,022	17,606	12,666	475	16,493	4,391	269	4,969	744	3,872	94,507
1998/99	33,524	17,956	13,434	711	16,868	4,636	324	5,237	2,151	1,762	96,603
1999/00	30,724	27,980	16,874	476	17,016	3,638	523	5,940	1,725	1,089	105,985
2000/01	32,428	29,182	17,639	446	17,173	4,989	545	6,940	2,324	1,093	112,759
2001/02	32,064	32,449	16,125	495	18,558	4,400	526	6,391	3,576	1,088	115,672
2002/03	39,187	37,071	18,246	805	19,477	4,877	547	6,324	16,472	1,221	144,227



PINAL COUNTY
Property Tax Levies and Collections
Last Ten Fiscal Years

(Amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Total Collections as Percentage of Total Tax Levy</u>
1993/94	\$ 23,592	\$ 20,191	85.58%	\$ 1,441	\$ 21,632	91.69%
1994/95	23,168	20,854	90.01%	1,416	22,270	96.12%
1995/96	24,421	22,638	92.70%	1,206	23,844	97.64%
1996/97	25,208	22,438	89.01%	1,425	23,863	94.66%
1997/98	26,987	23,150	85.78%	1,147	24,297	90.03%
1998/99	25,778	22,568	87.55%	1,393	23,961	92.95%
1999/00	29,432	24,620	83.65%	1,095	25,715	87.37%
2000/01	30,365	26,255	86.46%	1,357	27,612	90.93%
2001/02	32,214	29,223	90.72%	1,661	30,884	95.87%
2002/03	38,659	32,805	84.86%	1,478	34,283	88.68%

Source: County financial records

PINAL COUNTY
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Amounts expressed in thousands)

Fiscal Year	Type	Assessed Value	Estimated Actual Value	Percent of Assessed Value to Estimated Actual Value
1993/94	Primary	\$ 570,983	\$ 3,212,344	17.8%
	Secondary	578,335	3,253,704	17.8%
1994/95	Primary	564,820	3,257,525	17.3%
	Secondary	573,273	3,306,271	17.3%
1995/96	Primary	570,577	3,542,745	16.1%
	Secondary	574,616	3,572,832	16.1%
1996/97	Primary	568,158	3,598,124	15.8%
	Secondary	576,217	3,653,645	15.8%
1997/98	Primary	582,077	3,986,092	14.6%
	Secondary	587,671	4,024,673	14.6%
1998/99	Primary	582,220	4,418,579	13.2%
	Secondary	587,977	4,461,518	13.2%
1999/00	Primary	639,663	4,470,359	14.3%
	Secondary	671,060	4,702,204	14.3%
2000/01	Primary	701,712	4,945,907	14.2%
	Secondary	738,563	5,222,710	14.1%
2001/02	Primary	816,900	5,965,000	13.7%
	Secondary	863,865	6,313,770	13.7%
2002/03	Primary	951,824	6,982,254	13.6%
	Secondary	1,021,719	7,454,482	13.7%

Source: County assessment records

PINAL COUNTY
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	Type	County	Cities and Towns	School Districts	Special Districts	State	Total
1993/94	Primary	\$ 4.1937	\$ 8.6864	\$67.4960	\$ -	\$ 3.3600	\$83.7361
	Secondary	0.1663	0.4212	23.6819	69.9097	-	94.1791
	Total	<u>4.3600</u>	<u>9.1076</u>	<u>91.1779</u>	<u>69.9097</u>	<u>3.3600</u>	<u>177.9152</u>
1994/95	Primary	4.1637	8.5143	69.2409	-	3.3600	85.2789
	Secondary	0.1470	0.3873	22.1549	65.7856	-	88.4748
	Total	<u>4.3107</u>	<u>8.9016</u>	<u>91.3958</u>	<u>65.7856</u>	<u>3.3600</u>	<u>173.7537</u>
1995/96	Primary	4.1637	10.4719	70.4744	-	3.3600	88.4700
	Secondary	0.1470	0.3604	24.2368	68.4224	-	93.1666
	Total	<u>4.3107</u>	<u>10.8323</u>	<u>94.7112</u>	<u>68.4224</u>	<u>3.3600</u>	<u>181.6366</u>
1996/97	Primary	4.1637	13.6340	73.3399	-	2.7300	93.8676
	Secondary	0.1470	0.3651	24.4707	67.6145	-	92.5973
	Total	<u>4.3107</u>	<u>13.9991</u>	<u>97.8106</u>	<u>67.6145</u>	<u>2.7300</u>	<u>186.4649</u>
1997/98	Primary	4.4532	16.1543	71.8948	-	2.7300	95.2323
	Secondary	0.1470	0.3194	25.8286	79.0232	-	105.3182
	Total	<u>4.6002</u>	<u>16.4737</u>	<u>97.7234</u>	<u>79.0232</u>	<u>2.7300</u>	<u>200.5505</u>
1998/99	Primary	4.1416	17.5868	70.3120	-	3.2300	95.2704
	Secondary	0.1477	0.0030	29.7048	61.4624	-	91.3179
	Total	<u>4.2893</u>	<u>17.5898</u>	<u>100.0168</u>	<u>61.4624</u>	<u>3.2300</u>	<u>186.5883</u>
1999/00	Primary	4.4532	17.3758	70.6139	-	3.1871	95.6300
	Secondary	0.1470	0.0256	28.4242	63.1983	-	91.7951
	Total	<u>4.6002</u>	<u>17.4014</u>	<u>99.0381</u>	<u>63.1983</u>	<u>3.1871</u>	<u>187.4251</u>
2000/01	Primary	4.4532	17.2831	69.5377	-	3.1388	94.4128
	Secondary	0.1470	0.0223	36.3400	64.8957	-	101.4050
	Total	<u>4.6002</u>	<u>17.3054</u>	<u>105.8777</u>	<u>64.8957</u>	<u>3.1388</u>	<u>195.8178</u>
2001/02	Primary	4.4532	17.2301	66.7009	-	2.5621	90.9463
	Secondary	0.1470	-	35.8172	67.0045	-	102.9687
	Total	<u>4.6002</u>	<u>17.2301</u>	<u>102.5181</u>	<u>67.0045</u>	<u>2.5621</u>	<u>193.9150</u>
2002/03	Primary	4.4532	17.5872	70.1675	-	3.0185	95.2264
	Secondary	0.1470	-	33.1512	67.2914	-	100.5896
	Total	<u>4.6002</u>	<u>17.5872</u>	<u>103.3187</u>	<u>67.2914</u>	<u>3.0185</u>	<u>195.8160</u>

Source: County tax records

Note: All tax rates are per \$100 assessed valuation

PINAL COUNTY
Principal Taxpayers
June 30, 2003

(Amounts expressed in thousands)

<u>Taxpayer</u>	<u>Assessed Value</u>	<u>Percent of Total Value</u>
Arizona Public Service Company (T&D)	\$ 41,276	4.04%
Reliant Energy Desert Basin LLC	19,054	1.86%
Qwest Corporation	19,023	1.86%
ASARCO Inc. (Groupo Mexico)	15,182	1.49%
CCA Properties of Arizona LLC	12,353	1.21%
BHP Copper Inc.	9,500	0.93%
El Paso Natural Gas Co.	9,458	0.93%
Southwest Gas Corp.	8,773	0.86%
Arizona Water Co.	8,567	0.84%
Superstition Mountain Properties Inc.	6,056	0.59%
Total	<u>\$ 149,242</u>	<u>14.61%</u>
Total Assessed Value	<u><u>\$1,021,719</u></u>	

Source: County Tax Records

PINAL COUNTY
Special Assessment Billings and Collections
Last Ten Fiscal Years
(Amounts expressed in thousands)

Fiscal Year	Current Assessments Due	Assessments Collected	Ratio of Collections to Amount Due	Total Outstanding Assessments
1993/94	\$ 1,254	\$ 1,229	98.0%	\$ 240
1994/95	1,024	1,020	99.6%	244
1995/96	1,044	1,066	102.1%	222
1996/97	1,125	947	84.2%	232
1997/98	990	810	81.8%	187
1998/99	955	881	92.3%	201
1999/00	955	869	91.0%	218
2000/01	1,024	1,008	98.4%	104
2001/02	1,095	930	84.9%	81
2002/03	1,163	1,139	97.9%	122

Source: County financial and tax records

PINAL COUNTY
Computation of Legal Debt Margin
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Assessed Valuation	
Value of taxable property		\$ 1,119,716
Less exempt property		<u>97,997</u>
Assessed Valuation		<u><u>\$ 1,021,719</u></u>
 Special Improvement Legal Debt Margin 		
Debt limit 20% of assessed value		\$ 204,344
Amount of debt applicable to debt limit:		
Total bonded debt		4,405
Legal debt margin, available for special projects		<u><u>\$ 199,939</u></u>
 General Legal Debt Limit 		
Debt limit 6% of assessed valuation		\$ 61,303
Amount of debt applicable to debt limit:		
Total bonded debt		-
Legal debt margin, available for other projects		<u><u>\$ 61,303</u></u>

PINAL COUNTY
Ratio of Net General Bonded Debt to
Assessed Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years

(Amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Population</u>	<u>Assessed Value</u>	<u>Gross Bonded Debt</u>	<u>Less Debt Service Funds</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
1993/94	134	\$ 578,335	\$ 10,025	\$ 426	\$ 9,599	1.66	71.63
1994/95	139	573,273	9,710	254	9,456	1.65	68.03
1995/96	141 *	576,476	9,203	232	8,971	1.56	63.62
1996/97	144 *	574,586	8,222	597	7,625	1.33	52.95
1997/98	150 *	587,671	7,710	194	7,516	1.28	50.11
1998/99	158 *	587,977	7,780	241	7,539	1.28	47.72
1999/00	180	671,060	7,050	164	6,886	1.03	38.26
2000/01	189 *	738,563	6,240	247	5,993	0.81	31.71
2001/02	192 *	863,865	5,405	180	5,225	0.60	27.21
2002/03	192 *	1,021,719	4,405	107	4,298	0.42	22.39

* Estimated

Source: Arizona Department of Economic Security Population Statistics Department, County assessment records, and Audited Financial Statements/Notes to Financial Statements

PINAL COUNTY
Ratio of Annual Debt Service Expenditures for General Bonded Debt to
Total General Governmental Expenditures
Last Ten Fiscal Years
(Amounts expressed in thousands)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures
1993/94	998	957	1,955	75,060	2.60
1994/95	-	1,236	1,236	90,641	1.36
1995/96	482	746	1,228	87,074	1.41
1996/97	1,498	983	2,481	93,571	2.65
1997/98	3,012	859	3,871	94,507	4.10
1998/99	530	314	844	96,603	0.87
1999/00	730	359	1,089	105,985	1.03
2000/01	810	283	1,093	112,759	0.97
2001/02	835	253	1,088	115,672	0.94
2002/03	1,000	221	1,221	144,227	0.85

Source: County financial records

PINAL COUNTY
Computation of Overlapping Debt
June 30, 2003

(Amounts expressed in thousands)

	Net Debt Outstanding	Percentage Applicable to Pinal County	Amount Applicable to Pinal County
Cities and Towns:	\$ -	0%	\$ -
Primary School Districts:			
Elementary School Districts	\$ 21,875		
Union High School Districts	21,520		
Unified School Districts	50,235		
Pinal County Community College Districts	35		
Total School Districts	\$ 93,665	100%	\$ 93,665
Special Assessment Districts:			
Irrigation Districts	\$ 22,344		
Maricopa Rural Road Improvement	5,405		
Sanitary Districts	194		
Total Special Assessment Districts	\$ 27,943	100%	\$ 27,943
 Total overlapping general obligation bonded debt	 \$ 121,608		

PINAL COUNTY
Demographic Statistics
Total General Governmental Expenditures
Last Ten Fiscal Years
(Amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Population</u>	<u>Per Capita Income</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
1993/94	134	14	24	5.9%
1994/95	139	15	24	5.0%
1995/96	141	15	26	5.3%
1996/97	144	15	N/A	5.0%
1997/98	150	16	N/A	4.3%
1998/99	158	16	N/A	3.8%
1999/00	180	16	25	3.6%
2000/01	189	15	25	4.1%
2001/02	192	N/A	26	5.1%
2002/03	192	N/A	25	7.3%

Source: Arizona Department of Economic Security Population Statistics Department

PINAL COUNTY
Construction, Bank Deposits, and Property Value Statistics
Last Ten Fiscal Years
(Amounts expressed in thousands)

Fiscal Year	Nonresidential Construction ¹		Residential Construction ¹		Bank Deposits ²	Property Values ³		
	# of Permits	Value	# of Units	Value	Value	Commercial	Residential	Nontaxable
1993/94	140	\$ 14,856	593	\$ 48,092	\$ 527,209	\$ 2,056,311	\$ 1,599,098	\$ 166,420
1994/95	170	28,465	677	53,199	532,824	1,769,359	1,754,089	485,850
1995/96	29	13,840	660	53,973	549,496	2,061,857	1,876,207	172,178
1996/97	126	16,294	964	87,007	478,760	2,045,232	2,002,867	180,970
1997/98	232	17,333	1,034	117,875	522,172	2,110,386	2,163,865	134,042
1998/99	360	74,895	1,709	180,093	635,868	2,385,922	2,549,044	183,817
1999/00	401	19,660	1,536	182,199	613,035	2,308,371	2,924,088	175,416
2000/01	422	29,354	1,679	192,583	675,065	2,445,616	3,320,306	177,972
2001/02	518	34,700	2,719	294,070	566,747	2,509,342	4,265,604	146,684
2002/03	590	56,050	4,240	473,401	704,272	3,218,182	4,853,291	192,413

PINAL COUNTY
Major Employers
June 30, 2003

Name	Business or Service	Employees ¹
State of Arizona	State Prison	2,950
Pinal County	Local Government	1,817
TRW Inc.	Manufacturing airbags	1,700
Corrections Corporation of America	Private prison	1,300
ASARCO (Groupo Mexico)	Mining	1,240
Casa Grande Regional Hospital	Hospital and health care	790
Casa Grande Elementary School District	Education	625
Desert Valley Care Center	Hospital and health care	520
Frito Lay Inc.	Snack foods	450
Arch Chemicals	Chemicals	400
Abbot Laboratories/Ross Products	Infant formula	397
Hexcel Corporation	Aerospace manufacturing	350
Mobile Mini	Storage units	300
Casa Grande High School District	Education	240
City of Casa Grande	Local Government	240
Eloy Elementary School District	Education	230
BhP Copper	Smelting and refining copper	218
Mulay Plastics, Inc.	Plastic products	200
Palm Harbor Homes	Manufactured homes	200
City of Apache Junction	Local Government	190
Casa Grande Valley Newspapers, Inc.	Newspapers and publishing	140
Westile, Inc	Concrete roof tiles	120
City of Eloy	Local Government	115
Flying J. Truck stop	Truck Stop - Restaurant	100
K-Mart	Retail shopping	100
PDM Strocal, Inc.	Fabricates and erects structural steel	100
Truck stop of America	Truck Stop	100

¹Estimated number of full-time equivalent employees

Source: The Arizona Department of Commerce and the various chambers of commerce and economic development agencies located within the County

PINAL COUNTY
Non-Agricultural Employment Structure
June 30, 2003

<u>Type of Employment</u>	<u>No. of Employees</u>	<u>Percent of Total</u>
Government	15,875	39.7%
Manufacturing	3,025	7.6%
Mining and Quarrying	1,275	3.2%
Construction	1,700	4.2%
Transportation, Communication, and Public Utilities	650	1.6%
Trade	8,050	20.1%
Finance, Insurance, and Real Estate	875	2.2%
Services and Miscellaneous	<u>8,575</u>	<u>21.4%</u>
Total	<u><u>40,025</u></u>	<u><u>100%</u></u>

Source: Arizona Department of Commerce