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

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Introductory Section

PINAL COUNTY FINANCE DEPARTMENT

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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

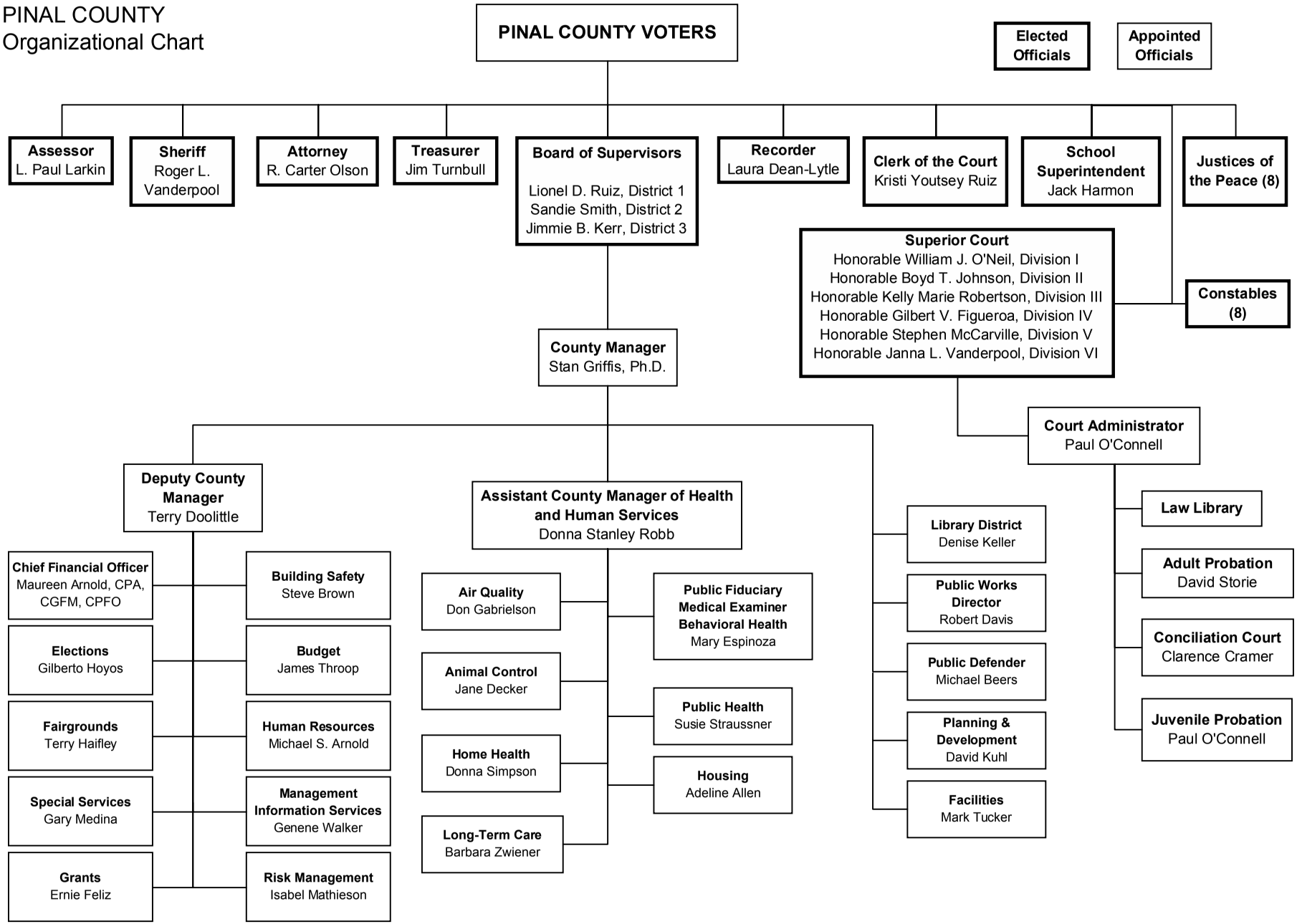
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2002

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.

President

Executive Director

PINAL COUNTY
Organizational Chart



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

DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
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.

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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

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.

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 Activities		Business-type Activities		Total	
	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

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 Activities		Business-Type Activities		Total	
	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

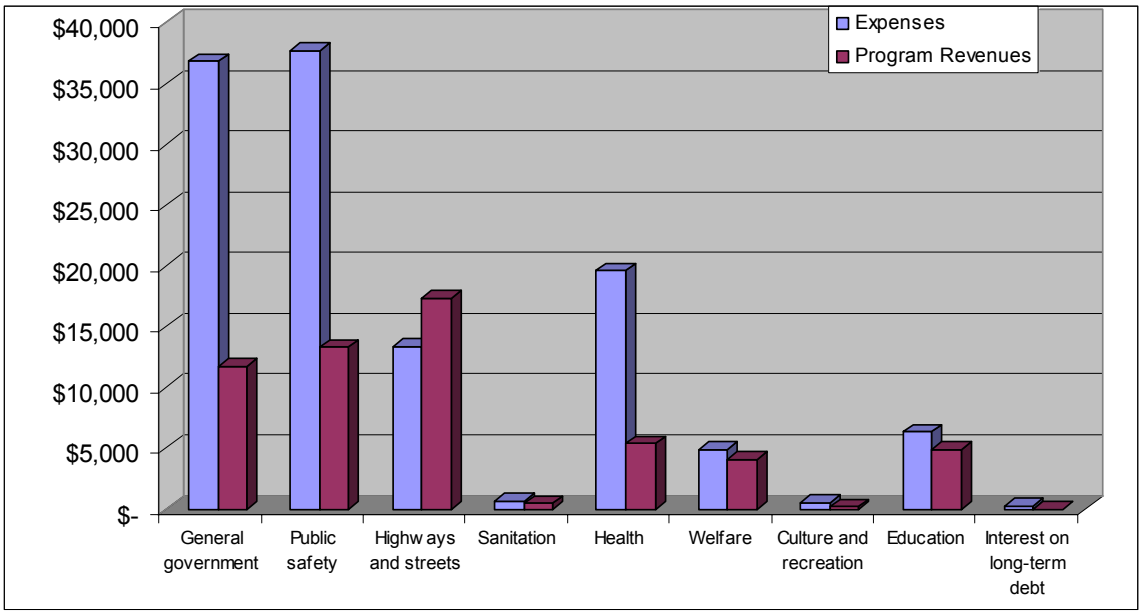
Governmental Activities. Key elements of the increase in net assets of $12,526 are as follows:

- 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.

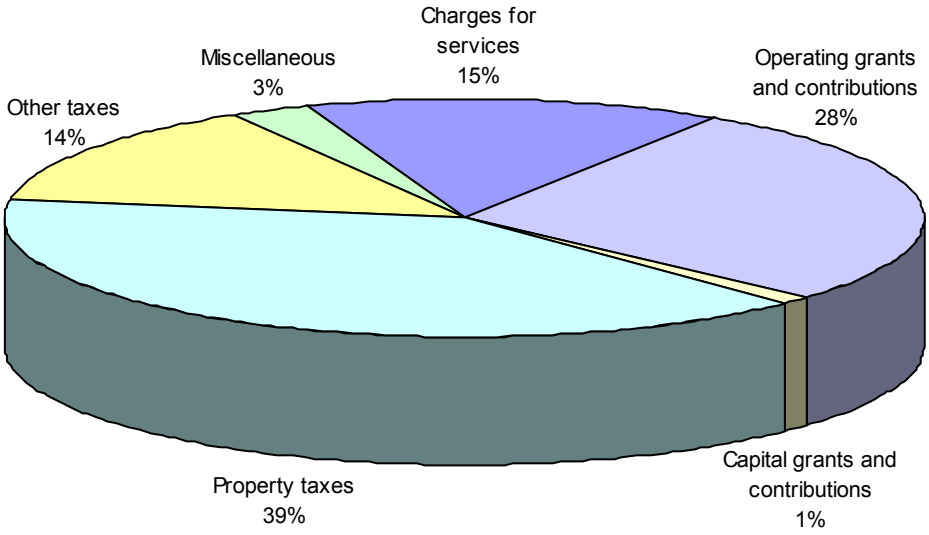
- License and permits increased $2,174 (53 percent), due to increased building caused by the rapid growth in Pinal County.

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

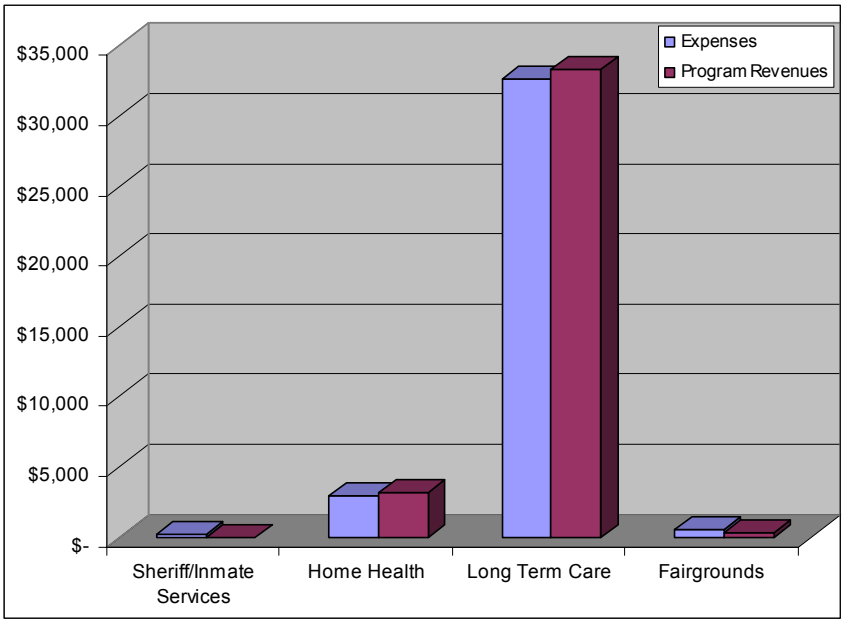


Revenues by Source – Governmental Activities

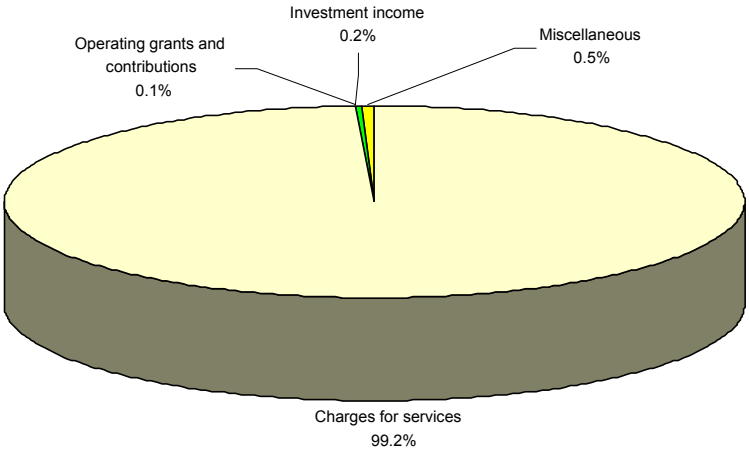


Business-type activities. Business-type activities increased the County's net assets by $586. The largest portion of the increase ($472) was due to an increase in Long Term Care capitation revenues from the State to compensate for a loss from the prior year.

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.

Governmental Funds
Revenues Classified by Source

Revenues by Source	FY 2003 Amount	FY 2003 Percent of Total	FY 2002 Amount	FY 2002 Percent of Total	Increase/(Decrease) Amount	Increase/(Decrease) 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.

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

Governmental Funds
Expenditures Classified by Function

	FY 2003		FY 2002		Increase/(Decrease)	
Expenditures by Function	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.

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			
	Long Term Care	Sheriff Inmate Services	Home Health	Fairgrounds	Total
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)	$ 472	$ 24	$ 176	$ (86)	$ 586

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	$ 65,026	$ 45,268	$ 93	$ 81	$ 65,119	$ 45,349

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

	Governmental Activities		Percentage Change
	2003	2002	2002-2003
Special assessment bonds with governmental commitment	$ 4,405	$ 5,405	(18.5%)
Certificates of participation	38,675	40,905	(5.45%)
Total	$ 43,080	$ 46,310	(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	125,143	7,965	133,108
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	64,416	4,402	68,818
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	$ 60,727	$ 3,563	$ 64,290

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

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

		Program Revenues			Net (Expense) Revenues and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Functions/Programs							
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	120,179	19,354	36,668	1,265	(62,892)	-	(62,892)
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	36,217	36,797	33	-	-	613	613
Total primary government	$ 156,396	$ 56,151	$ 36,701	$ 1,265	(62,892)	613	(62,279)
General revenues:							
Taxes:							
Property taxes					52,533	-	52,533
Share of State sales taxes					13,374	-	13,374
Payments in lieu of taxes					5,368	-	5,368
Investment income:							
Interest on investments					1,009	91	1,100
Net decrease in the fair value of investments					(908)	-	(908)
Rental and miscellaneous					3,747	177	3,924
Transfers					295	(295)	-
Total general revenues and transfers					75,418	(27)	75,391
Changes in net assets					12,526	586	13,112
Net assets - July 1, 2002					48,201	2,977	51,178
Net assets - June 30, 2003					$ 60,727	$ 3,563	$ 64,290

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

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

	Major Funds					
	General Fund	Public Works Highway	Superior Court/Sheriff Construction	Debt Service	Other Governmental Funds	Total
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

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

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

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

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

	Major Funds					
	General Fund	Public Works Highway	Superior Court/Sheriff Construction	Debt Service	Other Governmental Funds	Total
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

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

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

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

PINAL COUNTY
Statement of Net Assets
Proprietary Funds
June 30, 2003
(Amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Fund
	Long Term Care	Other Enterprise Funds	Total	
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	5,955	864	6,819	82
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	55	38	93	9
Total noncurrent assets	1,211	38	1,249	9
Total assets	7,166	902	8,068	91
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	162	234	396	10
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	4,000	109	4,109	19
Total liabilities	4,162	343	4,505	29
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	$ 3,004	$ 559	$ 3,563	$ 62

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

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

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Fund
	Long Term Care	Other Enterprise Funds	Total	
Operating revenues				
Charges for services	$ 33,347	$ 3,450	$ 36,797	$ 415
Rental and miscellaneous	12	164	176	-
Total operating revenues	33,359	3,614	36,973	415
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	32,570	3,647	36,217	413
Operating income (loss)	789	(33)	756	2
Nonoperating revenues				
Intergovernmental	-	33	33	-
Interest on investments	84	7	91	-
Gain on sale of capital assets	-	1	1	-
Total nonoperating revenues	84	41	125	-
Income before contributions and transfers	873	8	881	2
Transfers in	-	135	135	-
Transfers out	(401)	(29)	(430)	-
Change in net assets	472	114	586	2
Net assets, July 1, 2002	2,532	445	2,977	60
Net assets, June 30, 2003	$ 3,004	$ 559	$ 3,563	$ 62

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

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

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Fund
	Long Term Care	Other Enterprise Funds	Total	
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	1,320	164	1,484	26
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	(401)	139	(262)	-
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	(20)	(35)	(55)	(6)
Cash flows from investing activities				
Investment income received	92	7	99	-
Net cash provided by investing activities	92	7	99	-
Net increase in cash and cash equivalents	991	275	1,266	20
Cash and cash equivalents, July 1, 2002, as restated	5,445	548	5,993	37
Cash and cash equivalents, June 30, 2003	$ 6,436	$ 823	$ 7,259	$ 57

(Continued)

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

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

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Fund
	Long Term Care	Other Enterprise Funds	Total	
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	531	197	728	24
Net cash provided by operating activities	$ 1,320	$ 164	$ 1,484	$ 26
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)	-

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

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	

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

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

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

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

Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
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.

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:

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.

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.

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.

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
	1	2	3	Value
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.

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
	1	2	3	Value
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

Note 4 – Capital Assets

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

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

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
Total governmental activities depreciation expense	$ 5,793

Business-type activities:	
Long Term Care	$ 25
Home Health	14
Fairgrounds	5
Total business-type activities depreciation expense	$ 44

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.

	Balance July 1, 2002	Additions	Reductions	Balance June 30, 2003	Due within 1 year
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	-
Governmental activities long-term liabilities	$ 60,768	$ 1,174	$ 5,268	$ 56,674	$ 6,892
Business-type activities					
Compensated absences	$ 85	$ 24	$ -	$ 109	$ -
Estimated liabilities for claims and judgments	3,609	391	-	4,000	-
Business-type activities long-term liabilities	$ 3,694	$ 415	$ -	$ 4,109	$ -

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

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:

Description	Original Amount	Maturity Ranges	Interest Rates	Outstanding Principal
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.

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

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

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:

Description	Original Amount	Maturity Ranges	Interest Rates	Outstanding Principal
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%	29,710
				$ 38,675

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

	Governmental Activities	
Year Ending June 30	Principal	Interest
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	6,865	629
Total	$ 38,675	$ 16,689

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.

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

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

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

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%	$ 0
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.

Note 8 – Interfund Balances and Activity

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

Due to/from other funds:

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

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:

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

Transfer From	Transfer To	Amount
Nonmajor Enterprise Funds	General Fund	29
Total		$ 6,021

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.

Investment Type	Principal	Interest Rates	Maturities	Fair Value
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.

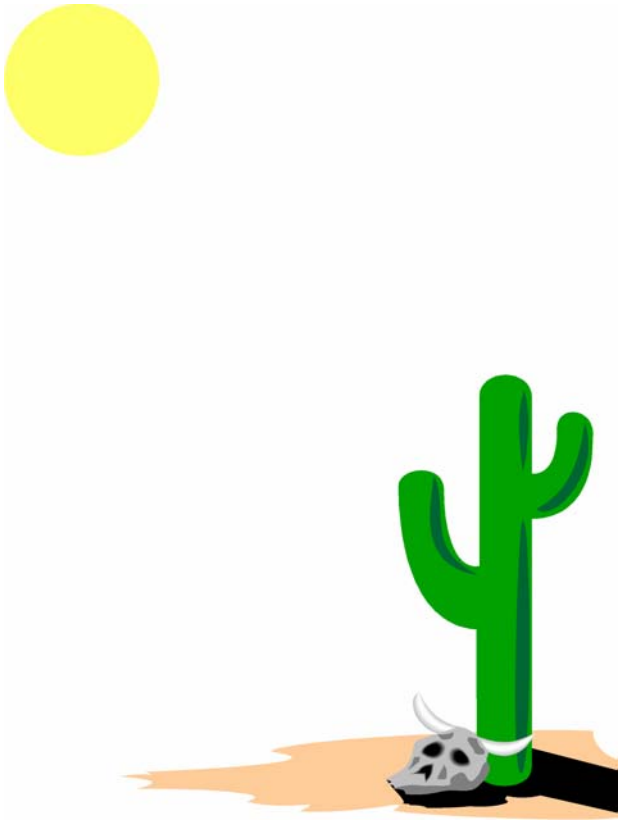
Statement of Net Assets	
Assets	$ 125,915
Liabilities	7
Net assets	$ 125,908
Net assets held in trust for:	
Internal participants	$ 45,689
External participants	80,219
Total net assets held in trust	$ 125,908

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

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

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (b)	Funding (Liability) Excess (a-b)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded Liability as Percentage of Covered Payroll ([a-b]/c)
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

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (b)	Funding (Liability) Excess (a-b)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded Liability as Percentage of Covered Payroll ([a-b]/c)
Detention Officers						
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
Dispatchers						
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	74,022	80,274	6,252
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	76,412	79,796	(3,384)
Excess (deficiency) of revenues over expenditures	(2,390)	478	2,868
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)	1,832	1,523	(309)
Net change in fund balances	(558)	2,001	2,559
Fund balances, July 1, 2002	558	12,913	12,355
Fund balances, June 30, 2003	$ -	$ 14,914	$ 14,914

The notes to the budgetary comparison schedules are an integral part of this schedule

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

	Original and Final Budgeted Amounts	Actual Amount	Variance with Final Budget-Over (Under)
Expenditures			
Culture and Recreation			
Parks and Ground Maintenance	$ 103	$ 105	$ (2)
Total Culture and Recreation	103	105	(2)
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)

The notes to the budgetary comparison schedules are an integral part of this schedule

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

	Original and Final Budgeted Amounts	Actual Amount	Variance with Final Budget-Over (Under)
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	34,079	35,982	(1,903)
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	14,013	13,981	32
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)

The notes to the budgetary comparison schedules are an integral part of this schedule

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

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

The notes to the budgetary comparison schedules are an integral part of this schedule

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	12,892	14,002	1,110
Expenditures			
Current:			
Highways and streets	11,453	13,183	(1,730)
Total expenditures	11,453	13,183	(1,730)
Excess (deficiency) of revenues over expenditures	1,439	819	(620)
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)	(1,458)	(1,078)	380
Net change in fund balances	(19)	(259)	(240)
Fund balances, July 1, 2002	19	2,782	2,763
Fund balances, June 30, 2003	$ -	$ 2,523	$ 2,523

The notes to the budgetary comparison schedules are an integral part of this schedule

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

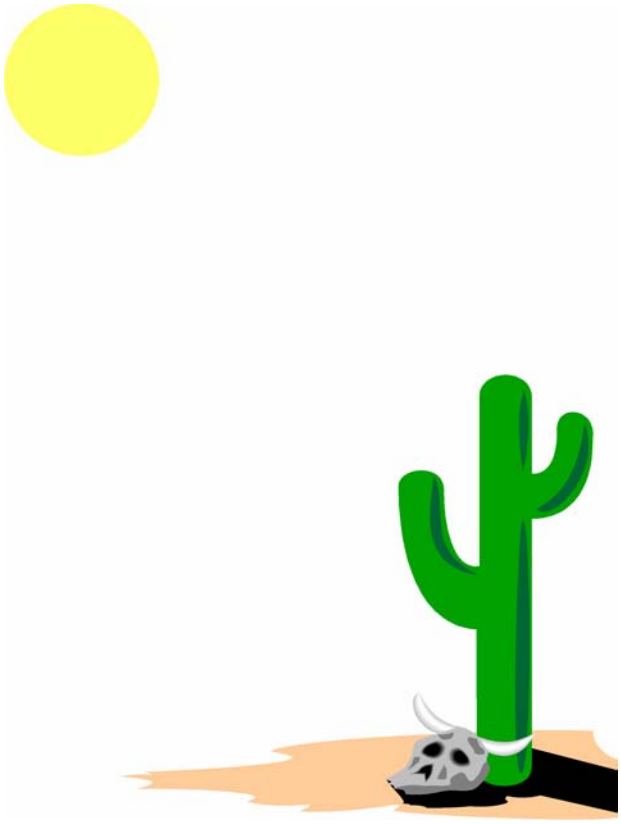
Note 1 – Budgetary Basis of Accounting

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



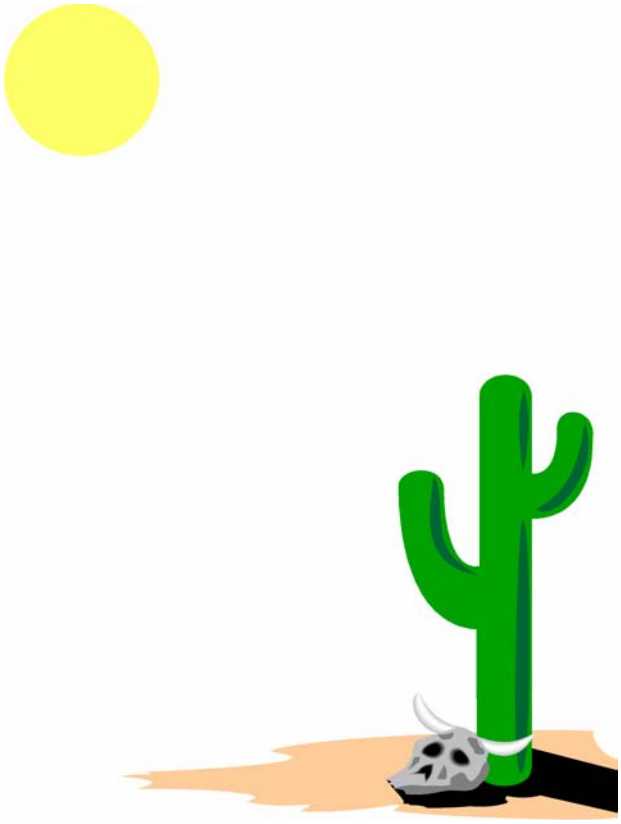
Combining Statements and Individual Fund Schedules

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
Total assets	$ 20,862	$ 60	$ 20,922
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
Total liabilities	2,703	-	2,703
Fund Balances:			
Reserved for:			
Inventories	111	-	111
Prepaid items	20	-	20
Unreserved	18,028	60	18,088
Total fund balances	18,159	60	18,219
Total liabilities and fund balances	$ 20,862	$ 60	$ 20,922

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	$ 1,971	$ 1,639	$ 9,884	$ 3,393	$ 74	$ 324
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	1,146	584	67	605	7	202
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	825	1,055	9,817	2,788	67	122
Total liabilities and fund balances	$ 1,971	$ 1,639	$ 9,884	$ 3,393	$ 74	$ 324

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	Accom-modation 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
$ 1,453	$ 286	$ 2	$ 5	$ 4	$ 34	$ 15	$ 1,778	$ 20,862
$ 1	$ 1	$ -	$ 1	$ -	$ -	$ -	$ -	$ 334
1	5	-	-	-	-	-	-	348
-	-	-	-	-	-	-	-	1,291
-	-	-	-	-	-	-	-	153
-	-	-	-	-	-	-	-	35
25	22	-	-	-	2	1	33	542
27	28	-	1	-	2	1	33	2,703
-	-	-	-	-	-	-	-	111
-	-	-	-	-	-	-	-	20
1,426	258	2	4	4	32	14	1,745	18,028
1,426	258	2	4	4	32	14	1,745	18,159
$ 1,453	$ 286	$ 2	$ 5	$ 4	$ 34	$ 15	$ 1,778	$ 20,862

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	38	3,273	5,333	8,068	7,620	419	4,228
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	38	3,196	5,496	4,600	8,264	540	4,196
Excess (deficiency) of revenues over (under) expenditures	-	77	(163)	3,468	(644)	(121)	32
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)	-	24	40	115	(256)	(20)	-
Net change in fund balance	-	101	(123)	3,583	(900)	(141)	32
Fund balances, July 1, 2002	-	724	1,178	6,234	3,688	208	90
Fund balances, June 30, 2003	$ -	$ 825	$ 1,055	$ 9,817	$ 2,788	$ 67	$ 122

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	Accom-modation 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
877	522	1	4	7	30	23	6,325	36,768
-	-	-	-	-	-	9	-	3,205
-	-	-	-	-	-		-	8,264
452	-	1	4	6	-		-	5,063
-	-	-	-	-	25		-	565
-	-	-	-	-	-		-	5,496
-	-	-	-	-	-		-	4,196
-	404	-	-	-	-		-	442
-	-	-	-	-	-		6,324	6,324
452	404	1	4	6	25	9	6,324	33,555
425	118	-	-	1	5	14	1	3,213
100	-	-	-	-	-		-	2,368
(4)	(26)	-	-	-	-		-	(2,443)
3	-	-	-	-	-		-	51
99	(26)	-	-	-	-	-	-	(24)
524	92	-	-	1	5	14	1	3,189
902	166	2	4	3	27	-	1,744	14,970
$ 1,426	$ 258	$ 2	$ 4	$ 4	$ 32	$ 14	$ 1,745	$ 18,159

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	1,221	1,148	(73)
Expenditures			
Principal retirement	1,000	1,000	-
Interest and fiscal charges	221	221	-
Total expenditures	1,221	1,221	-
Excess (deficiency) of revenues over (under) expenditures	-	(73)	(73)
Net change in fund balances	-	(73)	(73)
Fund balances, July 1, 2002	-	180	180
Fund balances, June 30, 2003	$ -	$ 107	$ 107

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	23	23	-
Expenditures			
Culture and recreation	23	23	-
Total expenditures	23	23	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	-	-
Fund balances, June 30, 2003	$ -	$ -	$ -

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

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

(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	65	4	(61)
Expenditures			
Current:			
General government	39	3	36
Total expenditures	39	3	36
Excess (deficiency) of revenues over (under) expenditures	26	1	(25)
Other financing sources (uses):			
Transfers out	(26)	-	26
Total other financing sources (uses)	(26)	-	26
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	-	6	6
Fund balances, June 30, 2003	$ -	$ 7	$ 7

(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	5	-	(5)
Expenditures			
Current:			
General government	5	-	5
Total expenditures	5	-	5
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	24	24
Fund balances, June 30, 2003	$ -	$ 24	$ 24

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

(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	6	12	6
Expenditures			
Current:			
General government	6	-	6
Total expenditures	6	-	6
Excess (deficiency) of revenues over (under) expenditures	-	12	12
Net change in fund balance	-	12	12
Fund balances, July 1, 2002	-	57	57
Fund balances, June 30, 2003	$ -	$ 69	$ 69

CLERK OF COURT/CHILD SUPP AUTO			
Revenues			
Interest on investments	$ 1	$ -	$ (1)
Total revenues	1	-	(1)
Expenditures			
Current:			
General government	1	-	1
Total expenditures	1	-	1
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	7	7
Fund balances, June 30, 2003	$ -	$ 7	$ 7

(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	25	32	7
Expenditures			
Current:			
General government	25	68	(43)
Total expenditures	25	68	(43)
Excess (deficiency) of revenues over (under) expenditures	-	(36)	(36)
Other financing sources (uses):			
Transfers out	-	(17)	(17)
Total other financing sources (uses)	-	(17)	(17)
Net change in fund balance	-	(53)	(53)
Fund balances, July 1, 2002	-	72	72
Fund balances, June 30, 2003	$ -	$ 19	$ 19

RECORDER/STORAGE			
Revenues			
Charges for services	$ 200	$ 312	$ 112
Interest on investments	15	-	(15)
Total revenues	215	312	97
Expenditures			
Current:			
General government	353	181	172
Total expenditures	353	181	172
Excess (deficiency) of revenues over (under) expenditures	(138)	131	269
Other financing sources (uses):			
Transfers out	(65)	(134)	(69)
Total other financing sources (uses)	(65)	(134)	(69)
Net change in fund balance	(203)	(3)	200
Fund balances, July 1, 2002	203	94	(109)
Fund balances, June 30, 2003	$ -	$ 91	$ 91

(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	23	1	(22)
Expenditures			
Current:			
General government	23	12	11
Total expenditures	23	12	11
Excess (deficiency) of revenues over (under) expenditures	-	(11)	(11)
Net change in fund balance	-	(11)	(11)
Fund balances, July 1, 2002	-	54	54
Fund balances, June 30, 2003	$ -	$ 43	$ 43

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

(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	19	19	-
Expenditures			
Current:			
General government	19	5	14
Total expenditures	19	5	14
Excess (deficiency) of revenues over (under) expenditures	-	14	14
Net change in fund balance	-	14	14
Fund balances, July 1, 2002	-	101	101
Fund balances, June 30, 2003	$ -	$ 115	$ 115

COURTS/CHILDREN'S ISSUES ED FUND			
Revenues			
Charges for services	$ 30	$ 21	$ (9)
Interest on investments	2	1	(1)
Total revenues	32	22	(10)
Expenditures			
Current:			
General government	44	14	30
Total expenditures	44	14	30
Excess (deficiency) of revenues over (under) expenditures	(12)	8	20
Other financing sources (uses):			
Transfers in	12	12	-
Total other financing sources (uses)	12	12	-
Net change in fund balance	-	20	20
Fund balances, July 1, 2002	-	87	87
Fund balances, June 30, 2003	$ -	$ 107	$ 107

(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	559	568	9
Expenditures			
Current:			
General government	659	606	53
Total expenditures	659	606	53
Excess (deficiency) of revenues over (under) expenditures	(100)	(38)	62
Other financing sources (uses):			
Transfers in	100	128	28
Total other financing sources (uses)	100	128	28
Net change in fund balance	-	90	90
Fund balances, July 1, 2002	-	(304)	(304)
Fund balances, June 30, 2003	$ -	$ (214)	$ (214)

CLERK OF COURT/DECAS			
Revenues			
Charges for services	$ 36	$ 40	$ 4
Interest on investments	-	2	2
Total revenues	36	42	6
Expenditures			
Current:			
General government	36	35	1
Total expenditures	36	35	1
Excess (deficiency) of revenues over (under) expenditures	-	7	7
Net change in fund balance	-	7	7
Fund balances, July 1, 2002	-	120	120
Fund balances, June 30, 2003	$ -	$ 127	$ 127

(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/STATE AID	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	58	63	5
Expenditures			
Current:			
General government	58	74	(16)
Total expenditures	58	74	(16)
Excess (deficiency) of revenues over (under) expenditures	-	(11)	(11)
Other financing sources (uses):			
Transfers in	-	102	102
Transfers out	-	(135)	(135)
Total other financing sources (uses)	-	(33)	(33)
Net change in fund balance	-	(44)	(44)
Fund balances, July 1, 2002	-	52	52
Fund balances, June 30, 2003	$ -	$ 8	$ 8

CLERK/CASE FLOW MANAGEMENT			
Revenues			
Charges for services	$ 34	$ 90	$ 56
Interest on investments	-	1	1
Total revenues	34	91	57
Expenditures			
Current:			
General government	34	-	34
Total expenditures	34	-	34
Excess (deficiency) of revenues over (under) expenditures	-	91	91
Net change in fund balance	-	91	91
Fund balances, July 1, 2002	-	46	46
Fund balances, June 30, 2003	$ -	$ 137	$ 137

(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	240	314	74
Expenditures			
Current:			
General government	240	86	154
Total expenditures	240	86	154
Excess (deficiency) of revenues over (under) expenditures	-	228	228
Other financing sources (uses):			
Transfers out	-	(69)	(69)
Total other financing sources (uses)	-	(69)	(69)
Net change in fund balance	-	159	159
Fund balances, July 1, 2002	-	100	100
Fund balances, June 30, 2003	$ -	$ 259	$ 259

AIRPORT ECONOMIC DEVELOPMENT			
Revenues			
Rental and miscellaneous	$ 70	$ 70	$ -
Total revenues	70	70	-
Expenditures			
Current:			
General government	70	171	(101)
Total expenditures	70	171	(101)
Excess (deficiency) of revenues over (under) expenditures	-	(101)	(101)
Net change in fund balance	-	(101)	(101)
Fund balances, July 1, 2002	-	(1)	(1)
Fund balances, June 30, 2003	$ -	$ (102)	$ (102)

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
Total revenues	629	722	93
Expenditures			
Current:			
Health	898	821	77
Total expenditures	898	821	77
Excess (deficiency) of revenues over (under) expenditures	(269)	(99)	170
Other financing sources (uses):			
Transfers in	105	105	-
Transfers out	-	(59)	(59)
Sale of capital assets	-	3	3
Total other financing sources (uses)	105	49	(56)
Net change in fund balance	(164)	(50)	114
Fund balances, July 1, 2002	164	126	(38)
Fund balances, June 30, 2003	$ -	$ 76	$ 76

(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	4,443	3,694	(749)
Expenditures			
Current:			
Health	4,219	3,531	688
Total expenditures	4,219	3,531	688
Excess (deficiency) of revenues over (under) expenditures	224	163	(61)
Other financing sources (uses):			
Transfers in	33	33	-
Transfers out	(257)	(231)	26
Total other financing sources (uses)	(224)	(198)	26
Net change in fund balance	-	(35)	(35)
Fund balances, July 1, 2002	-	409	409
Fund balances, June 30, 2003	$ -	$ 374	$ 374

(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)

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

(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)

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

(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)

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

(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	-	8	8
Expenditures			
Current:			
Health	26	5	21
Total expenditures	26	5	21
Excess (deficiency) of revenues over (under) expenditures	(26)	3	29
Net change in fund balance	(26)	3	29
Fund balances, July 1, 2002	26	30	4
Fund balances, June 30, 2003	$ -	$ 33	$ 33

LOCAL TRANSPORT ASSIST GRANT			
Revenues			
Intergovernmental	$ 282	$ 84	$ (198)
Charges for services	-	7	7
Interest on investments	10	4	(6)
Total revenues	292	95	(197)
Expenditures			
Current:			
Health	378	102	276
Total expenditures	378	102	276
Excess (deficiency) of revenues over (under) expenditures	(86)	(7)	79
Net change in fund balance	(86)	(7)	79
Fund balances, July 1, 2002	86	95	9
Fund balances, June 30, 2003	$ -	$ 88	$ 88

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	1,144	1,639	495
Expenditures			
Current:			
Highways and streets	1,734	1,526	208
Total expenditures	1,734	1,526	208
Excess (deficiency) of revenues over (under) expenditures	(590)	113	703
Other financing sources (uses):			
Transfers in	200	2	(198)
Transfers out	-	(400)	(400)
Total other financing sources (uses)	200	(398)	(598)
Net change in fund balance	(390)	(285)	105
Fund balances, July 1, 2002	390	1,563	1,173
Fund balances, June 30, 2003	$ -	$ 1,278	$ 1,278

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

(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	1,150	1,481	331
Expenditures			
Current:			
Highways and streets	1,497	746	751
Total expenditures	1,497	746	751
Excess (deficiency) of revenues over (under) expenditures	(347)	735	1,082
Other financing sources (uses):			
Transfers in	-	1	1
Total other financing sources (uses)	-	1	1
Net change in fund balance	(347)	736	1,083
Fund balances, July 1, 2002	347	1,328	981
Fund balances, June 30, 2003	$ -	$ 2,064	$ 2,064

(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/DEV ROADWAY CONTRIB	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget- Over (Under)
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	430	3,378	2,948
Expenditures			
Current:			
Highways and streets	851	1,294	(443)
Total expenditures	851	1,294	(443)
Excess (deficiency) of revenues over (under) expenditures	(421)	2,084	2,505
Other financing sources (uses):			
Transfers in	-	17	17
Transfers out	-	(17)	(17)
Total other financing sources (uses)	-	-	-
Net change in fund balance	(421)	2,084	2,505
Fund balances, July 1, 2002	421	1,059	638
Fund balances, June 30, 2003	$ -	$ 3,143	$ 3,143

(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	336	250	(86)
Expenditures			
Current:			
Public safety	411	323	88
Total expenditures	411	323	88
Excess (deficiency) of revenues over (under) expenditures	(75)	(73)	2
Other financing sources (uses):			
Transfers in	75	62	(13)
Total other financing sources (uses)	75	62	(13)
Net change in fund balance	-	(11)	(11)
Fund balances, July 1, 2002	-	8	8
Fund balances, June 30, 2003	$ -	$ (3)	$ (3)

(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	564	295	(269)
Expenditures			
Current:			
Public safety	564	313	251
Total expenditures	564	313	251
Excess (deficiency) of revenues over (under) expenditures	-	(18)	(18)
Other financing sources (uses):			
Sale of capital assets	-	4	4
Total other financing sources (uses)	-	4	4
Net change in fund balance	-	(14)	(14)
Fund balances, July 1, 2002	-	(4)	(4)
Fund balances, June 30, 2003	$ -	$ (18)	$ (18)

(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	95	259	164
Expenditures			
Current:			
Public safety	95	223	(128)
Total expenditures	95	223	(128)
Excess (deficiency) of revenues over (under) expenditures	-	36	36
Other financing sources (uses):			
Transfers out		(62)	(62)
Sale of capital assets	-	1	1
Total other financing sources (uses)	-	(61)	(61)
Net change in fund balance	-	(25)	(25)
Fund balances, July 1, 2002	-	140	140
Fund balances, June 30, 2003	$ -	$ 115	$ 115

(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	206	181	(25)
Expenditures			
Current:			
Public safety	206	237	(31)
Total expenditures	206	237	(31)
Excess (deficiency) of revenues over (under) expenditures	-	(56)	(56)
Other financing sources (uses):			
Transfers in		45	45
Total other financing sources (uses)	-	45	45
Net change in fund balance	-	(11)	(11)
Fund balances, July 1, 2002	-	(28)	(28)
Fund balances, June 30, 2003	$ -	$ (39)	$ (39)

(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	68	75	7
Expenditures			
Current:			
Public safety	74	76	(2)
Total expenditures	74	76	(2)
Excess (deficiency) of revenues over (under) expenditures	(6)	(1)	5
Other financing sources (uses):			
Transfers in	6	6	-
Total other financing sources (uses)	6	6	-
Net change in fund balance	-	5	5
Fund balances, July 1, 2002	-	8	8
Fund balances, June 30, 2003	$ -	$ 13	$ 13

(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	35	29	(6)
Expenditures			
Current:			
Public safety	35	20	15
Total expenditures	35	20	15
Excess (deficiency) of revenues over (under) expenditures	-	9	9
Net change in fund balance	-	9	9
Fund balances, July 1, 2002	-	2	2
Fund balances, June 30, 2003	$ -	$ 11	$ 11

JP/ENHANCEMENT-FLORENCE			
Revenues			
Charges for services	$ 1	$ 3	$ 2
Total revenues	1	3	2
Expenditures			
Current:			
Public safety	1	-	1
Total expenditures	1	-	1
Excess (deficiency) of revenues over (under) expenditures	-	3	3
Net change in fund balance	-	3	3
Fund balances, July 1, 2002	-	5	5
Fund balances, June 30, 2003	$ -	$ 8	$ 8

(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	17	18	1
Expenditures			
Current:			
Public safety	17	-	17
Total expenditures	17	-	17
Excess (deficiency) of revenues over (under) expenditures	-	18	18
Net change in fund balance	-	18	18
Fund balances, July 1, 2002	-	98	98
Fund balances, June 30, 2003	$ -	$ 116	$ 116

JP/ENHANCEMENT-ELOY			
Revenues			
Charges for services	$ 7	$ 5	$ (2)
Total revenues	7	5	(2)
Expenditures			
Current:			
Public safety	7	-	7
Total expenditures	7	-	7
Excess (deficiency) of revenues over (under) expenditures	-	5	5
Net change in fund balance	-	5	5
Fund balances, July 1, 2001	-	26	26
Fund balances, June 30, 2002	$ -	$ 31	$ 31

(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	5	3	(2)
Expenditures			
Current:			
Public safety	5	-	5
Total expenditures	5	-	5
Excess (deficiency) of revenues over (under) expenditures	-	3	3
Net change in fund balance	-	3	3
Fund balances, July 1, 2002	-	14	14
Fund balances, June 30, 2003	$ -	$ 17	$ 17

JP/ENHANCEMENT-SUPERIOR			
Revenues			
Charges for services	$ 4	$ 4	$ -
Total revenues	4	4	-
Expenditures			
Current:			
Public safety	4	-	4
Total expenditures	4	-	4
Excess (deficiency) of revenues over (under) expenditures	-	4	4
Net change in fund balance	-	4	4
Fund balances, July 1, 2002	-	15	15
Fund balances, June 30, 2003	$ -	$ 19	$ 19

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

JP/ENHANCEMENT-MARICOPA			
Revenues			
Charges for services	$ 10	$ 4	$ (6)
Interest on investments		1	1
Total revenues	10	5	(5)
Expenditures			
Current:			
Public safety	10	-	10
Total expenditures	10	-	10
Excess (deficiency) of revenues over (under) expenditures	-	5	5
Net change in fund balance	-	5	5
Fund balances, July 1, 2002	-	24	24
Fund balances, June 30, 2003	$ -	$ 29	$ 29

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

(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	847	890	43
Expenditures			
Current:			
Public safety	847	864	(17)
Total expenditures	847	864	(17)
Excess (deficiency) of revenues over (under) expenditures	-	26	26
Other financing sources (uses):			
Transfers in	-	20	20
Transfers out	-	(44)	(44)
Total other financing sources (uses)	-	(24)	(24)
Net change in fund balance	-	2	2
Fund balances, July 1, 2002	-	(8)	(8)
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)

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

(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	440	1	(439)
Expenditures			
Current:			
Public safety	410	315	95
Total expenditures	410	315	95
Excess (deficiency) of revenues over (under) expenditures	30	(314)	(344)
Other financing sources (uses):			
Transfers in	-	330	330
Transfers out	(30)	(29)	1
Total other financing sources (uses)	(30)	301	331
Net change in fund balance	-	(13)	(13)
Fund balances, July 1, 2002	-	12	12
Fund balances, June 30, 2003	$ -	$ (1)	$ (1)

(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	512	473	(39)
Expenditures			
Current:			
Public safety	512	472	40
Total expenditures	512	472	40
Excess (deficiency) of revenues over (under) expenditures	-	1	1
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	-	8	8
Fund balances, June 30, 2003	$ -	$ 9	$ 9

JUVENILE PROB/CASA			
Revenues			
Intergovernmental	$ 84	$ 77	$ (7)
Total revenues	84	77	(7)
Expenditures			
Current:			
Public safety	84	78	6
Total expenditures	84	78	6
Excess (deficiency) of revenues over (under) expenditures	-	(1)	(1)
Net change in fund balance	-	(1)	(1)
Fund balances, July 1, 2002	-	1	1
Fund balances, June 30, 2003	$ -	$ -	$ -

(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	25	24	(1)
Expenditures			
Current:			
Public safety	31	30	1
Total expenditures	31	30	1
Excess (deficiency) of revenues over (under) expenditures	(6)	(6)	-
Other financing sources (uses):			
Transfers in	6	6	-
Total other financing sources (uses)	6	6	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	-	-
Fund balances, June 30, 2003	$ -	$ -	$ -

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

(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	42	97	55
Expenditures			
Current:			
Public safety	69	54	15
Total expenditures	69	54	15
Excess (deficiency) of revenues over (under) expenditures	(27)	43	70
Other financing sources (uses):			
Transfers out	(75)	(22)	53
Sale of capital assets	-	1	1
Total other financing sources (uses)	(75)	(21)	54
Net change in fund balance	(102)	22	124
Fund balances, July 1, 2002	102	265	163
Fund balances, June 30, 2003	$ -	$ 287	$ 287

(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	600	590	(10)
Expenditures			
Current:			
Public safety	600	581	19
Total expenditures	600	581	19
Excess (deficiency) of revenues over (under) expenditures	-	9	9
Net change in fund balance	-	9	9
Fund balances, July 1, 2002	-	7	7
Fund balances, June 30, 2003	$ -	$ 16	$ 16

PUBLIC DEFENDER/TRAINING			
Revenues			
Intergovernmental	$ 13	$ 20	$ 7
Total revenues	13	20	7
Expenditures			
Current:			
Public safety	13	20	(7)
Total expenditures	13	20	(7)
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	15	15
Fund balances, June 30, 2003	$ -	$ 15	$ 15

(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	30	11	(19)
Expenditures			
Current:			
Public safety	30	11	19
Total expenditures	30	11	19
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	-	-
Fund balances, June 30, 2003	$ -	$ -	$ -

SHERIFF/GITEM GRANT			
Revenues			
Intergovernmental	$ 64	$ 60	$ (4)
Total revenues	64	60	(4)
Expenditures			
Current:			
Public safety	64	59	5
Total expenditures	64	59	5
Excess (deficiency) of revenues over (under) expenditures	-	1	1
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	-	15	15
Fund balances, June 30, 2003	$ -	$ 16	$ 16

(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	70	65	(5)
Expenditures			
Current:			
Public safety	70	65	5
Total expenditures	70	65	5
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	1	1
Fund balances, June 30, 2003	$ -	$ 1	$ 1

JUVENILE PROB/VICTIMS' RIGHTS			
Revenues			
Intergovernmental	$ 28	$ 27	$ (1)
Total revenues	28	27	(1)
Expenditures			
Current:			
Public safety	59	27	32
Total expenditures	59	27	32
Excess (deficiency) of revenues over (under) expenditures	(31)	-	31
Other financing sources (uses):			
Transfers in	31		(31)
Total other financing sources (uses)	31	-	(31)
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	-	-
Fund balances, June 30, 2003	$ -	$ -	$ -

(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	45	19	(26)
Expenditures			
Current:			
Public safety	45	88	(43)
Total expenditures	45	88	(43)
Excess (deficiency) of revenues over (under) expenditures	-	(69)	(69)
Other financing sources (uses):			
Transfers in		71	71
Sale of capital assets	-	2	2
Total other financing sources (uses)	-	73	73
Net change in fund balance	-	4	4
Fund balances, July 1, 2002	-	4	4
Fund balances, June 30, 2003	$ -	$ 8	$ 8

(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	338	285	(53)
Expenditures			
Current:			
Public safety	338	284	54
Total expenditures	338	284	54
Excess (deficiency) of revenues over (under) expenditures	-	1	1
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	-	21	21
Fund balances, June 30, 2003	$ -	$ 22	$ 22

JUV PROB/DIVERSION-CONSEQUENCE			
Revenues			
Intergovernmental	$ 33	$ 111	$ 78
Total revenues	33	111	78
Expenditures			
Current:			
Public safety	33	111	(78)
Total expenditures	33	111	(78)
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	-	-
Fund balances, June 30, 2003	$ -	$ -	$ -

(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	287	226	(61)
Expenditures			
Current:			
Public safety	287	225	62
Total expenditures	287	225	62
Excess (deficiency) of revenues over (under) expenditures	-	1	1
Net change in fund balance	-	1	1
Fund balances, July 1, 2002	-	7	7
Fund balances, June 30, 2003	$ -	$ 8	$ 8

ATTY/PROS SVCES/COST RECOVERY			
Revenues			
Charges for services	$ 60	$ 26	$ (34)
Total revenues	60	26	(34)
Expenditures			
Current:			
Public safety	60	31	29
Total expenditures	60	31	29
Excess (deficiency) of revenues over (under) expenditures	-	(5)	(5)
Net change in fund balance	-	(5)	(5)
Fund balances, July 1, 2002	-	13	13
Fund balances, June 30, 2003	$ -	$ 8	$ 8

(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	6	6	-
Expenditures			
Current:			
Public safety	6	6	-
Total expenditures	6	6	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	1	1
Fund balances, June 30, 2003	$ -	$ 1	$ 1

JUV PROBATION/MISC SOURCES			
Revenues			
Intergovernmental	$ 150	$ 113	$ (37)
Total revenues	150	113	(37)
Expenditures			
Current:			
Public safety	150	122	28
Total expenditures	150	122	28
Excess (deficiency) of revenues over (under) expenditures	-	(9)	(9)
Net change in fund balance	-	(9)	(9)
Fund balances, July 1, 2002	-	5	5
Fund balances, June 30, 2003	$ -	$ (4)	$ (4)

(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	262	310	48
Expenditures			
Current:			
Public safety	262	862	(600)
Total expenditures	262	862	(600)
Excess (deficiency) of revenues over (under) expenditures	-	(552)	(552)
Other financing sources (uses):			
Transfers out	-	(50)	(50)
Total other financing sources (uses)	-	(50)	(50)
Net change in fund balance	-	(602)	(602)
Fund balances, July 1, 2002	-	645	645
Fund balances, June 30, 2003	$ -	$ 43	$ 43

(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	29	26	(3)
Expenditures			
Current:			
Public safety	43	26	17
Total expenditures	43	26	17
Excess (deficiency) of revenues over (under) expenditures	(14)	-	14
Other financing sources (uses):			
Transfers in	14		(14)
Total other financing sources (uses)	14	-	(14)
Net change in fund balance	-	-	-
Fund balances, July 1, 2002	-	1	1
Fund balances, June 30, 2003	$ -	$ 1	$ 1

(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	94	52	(42)
Expenditures			
Current:			
Public safety	94	76	18
Total expenditures	94	76	18
Excess (deficiency) of revenues over (under) expenditures	-	(24)	(24)
Net change in fund balance	-	(24)	(24)
Fund balances, July 1, 2002	-	9	9
Fund balances, June 30, 2003	$ -	$ (15)	$ (15)

SHERIFF/PC PEACE OFFICER MEMORIAL			
Revenues			
Interest on investments	$ -	$ 1	$ 1
Rental and miscellaneous	40	25	(15)
Total revenues	40	26	(14)
Expenditures			
Current:			
Public safety	40	2	38
Total expenditures	40	2	38
Excess (deficiency) of revenues over (under) expenditures	-	24	24
Net change in fund balance	-	24	24
Fund balances, July 1, 2002	-	50	50
Fund balances, June 30, 2003	$ -	$ 74	$ 74

(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)

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

(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/CJEF-PROSEC PASS THROUGH	Original and Final Budgeted Amounts	Actual Amounts	Variance With Final Budget-Over (Under)
Revenues			
Intergovernmental	$ 150	$ 135	$ (15)
Interest on investments		-	-
Total revenues	150	135	(15)
Expenditures			
Current:			
Public safety	150	154	(4)
Total expenditures	150	154	(4)
Excess (deficiency) of revenues over (under) expenditures	-	(19)	(19)
Net change in fund balance	-	(19)	(19)
Fund balances, July 1, 2002	-	45	45
Fund balances, June 30, 2003	$ -	$ 26	$ 26

ATTY/BAD CHECK PROGRAM OPER			
Revenues			
Charges for services	$ 30	$ 55	$ 25
Interest on investments		1	1
Total revenues	30	56	26
Expenditures			
Current:			
Public safety	30	21	9
Total expenditures	30	21	9
Excess (deficiency) of revenues over (under) expenditures	-	35	35
Net change in fund balance	-	35	35
Fund balances, July 1, 2002	-	35	35
Fund balances, June 30, 2003	$ -	$ 70	$ 70

(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	650	1,287	637
Expenditures			
Current:			
Public safety	701	1,390	(689)
Total expenditures	701	1,390	(689)
Excess (deficiency) of revenues over (under) expenditures	(51)	(103)	(52)
Other financing sources (uses):			
Transfers out		(165)	(165)
Sale of capital assets	-	36	36
Total other financing sources (uses)	-	(129)	(129)
Net change in fund balance	(51)	(232)	(181)
Fund balances, July 1, 2002	51	858	807
Fund balances, June 30, 2003	$ -	$ 626	$ 626

(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	20	20	-
Expenditures			
Current:			
Public safety	20	18	2
Total expenditures	20	18	2
Excess (deficiency) of revenues over (under) expenditures	-	2	2
Net change in fund balance	-	2	2
Fund balances, July 1, 2002	-	3	3
Fund balances, June 30, 2003	$ -	$ 5	$ 5

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	185	419	234
Expenditures			
Current:			
Sanitation	240	540	(300)
Total expenditures	240	540	(300)
Excess (deficiency) of revenues over (under) expenditures	(55)	(121)	(66)
Other financing sources (uses):			
Transfers out	(21)	(21)	-
Sale of capital assets	-	1	1
Total other financing sources (uses)	(21)	(20)	1
Net change in fund balance	(76)	(141)	(65)
Fund balances, July 1, 2002	76	208	132
Fund balances, June 30, 2003	$ -	$ 67	$ 67

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	286	165	(121)
Expenditures			
Current:			
Welfare	286	187	99
Total expenditures	286	187	99
Excess (deficiency) of revenues over (under) expenditures	-	(22)	(22)
Net change in fund balance	-	(22)	(22)
Fund balances, July 1, 2002	-	13	13
Fund balances, June 30, 2003	$ -	$ (9)	$ (9)

HOUSING/CONVENTIONAL			
Revenues			
Intergovernmental	$ 2,915	$ 3,813	$ 898
Rental and miscellaneous	-	250	250
Total revenues	2,915	4,063	1,148
Expenditures			
Current:			
Welfare	2,915	4,009	(1,094)
Total expenditures	2,915	4,009	(1,094)
Excess (deficiency) of revenues over (under) expenditures	-	54	54
Net change in fund balance	-	54	54
Fund balances, July 1, 2002	-	77	77
Fund balances, June 30, 2003	$ -	$ 131	$ 131

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)

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

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	459	522	63
Expenditures			
Current:			
Culture and recreation	473	404	69
Total expenditures	473	404	69
Excess (deficiency) of revenues over (under) expenditures	(14)	118	132
Other financing sources (uses):			
Transfers out	(26)	(26)	-
Total other financing sources (uses)	(26)	(26)	-
Net change in fund balance	(40)	92	132
Fund balances, July 1, 2002	40	166	126
Fund balances, June 30, 2003	$ -	$ 258	$ 258

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	344	477	43	864
Noncurrent Assets:				
Capital Assets:				
Buildings and Improvements	-	-	376	376
Equipment	24	118	138	280
Less Accumulated Depreciation	(24)	(100)	(494)	(618)
Total noncurrent assets	-	18	20	38
Total assets	$ 344	$ 495	$ 63	$ 902
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	41			41
Total current liabilities	43	78	113	234
Noncurrent liabilities:				
Compensated absences	24	52	33	109
Total noncurrent liabilities	24	52	33	109
Net Assets				
Invested in capital assets, net of related debt	-	18	20	38
Unrestricted	277	347	(103)	521
Total net assets	$ 277	$ 365	$ (83)	$ 559

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	162	3,150	302	3,614
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	130	2,961	556	3,647
Operating Income (loss)	32	189	(254)	(33)
Nonoperating revenues (expenses)				
Intergovernmental	-	-	33	33
Interest on investments	4	3	-	7
Sale of capital assets	-	1	-	1
Total nonoperating revenue (expenses)	4	4	33	41
Net income (loss) before contributions and transfers	36	193	(221)	8
Transfers in	-	-	135	135
Transfers out	(12)	(17)	-	(29)
Change in net assets	24	176	(86)	114
Net Assets, July 1, 2002	253	189	3	445
Net Assets, June 30, 2003	$ 277	$ 365	$ (83)	$ 559

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	93	220	(149)	164
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	(12)	(17)	168	139
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	-	(15)	(20)	(35)
Cash flows from investing activities				
Interest and investment income received	4	3	-	7
Net cash provided by investing activities	4	3	-	7
Net increase (decrease) in cash and cash equivalents	85	191	(1)	275
Cash and cash equivalents, July 1, 2002	259	265	24	548
Cash and cash equivalents, June 30, 2003	$ 344	$ 456	$ 23	$ 823

(Continued)

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

	Sheriff Inmate Services	Home Health	Fair-gounds	Total
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	61	31	105	197
Net cash provided (used) by operating activities	$ 93	$ 220	$ (149)	$ 164
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	358,133	235	358,368
Deductions			
Distributions to participants	365,283	400	365,683
Total distributions	365,283	400	365,683
Change in net assets	(7,150)	(165)	(7,315)
Net Assets, July 1, 2002	87,369	1,764	89,133
Net Assets, June 30, 2003	$ 80,219	$ 1,599	$ 81,818

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

	Balance July 1, 2002	Additions	Deletions	Balance June 30, 2003
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	$ 6,009	$ 2,226	$ 2,946	$ 5,289
Liabilities				
Deposits held for others	$ 6,009	$ 2,226	$ 2,946	$ 5,289
Other Agency:				
Assets				
Cash and cash equivalents	$ 1,784	$ 25,461	$ 25,212	$ 2,033
Liabilities				
Deposits held for others	$ 1,784	$ 25,461	$ 25,212	$ 2,033
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	$ 7,793	$ 27,687	$ 28,158	$ 7,322
Liabilities				
Deposits held for others	$ 7,793	$ 27,687	$ 28,158	$ 7,322

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)

	Construction in Progress	Land	Buildings	Machinery & Equipment	Infrastructure	Total
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)

	Construction in Progress	Land	Buildings	Machinery & Equipment	Infrastructure	Total
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	$ 21,047	$ 2,592	$ 40,339	$ 36,883	$ 8,055	$ 108,916

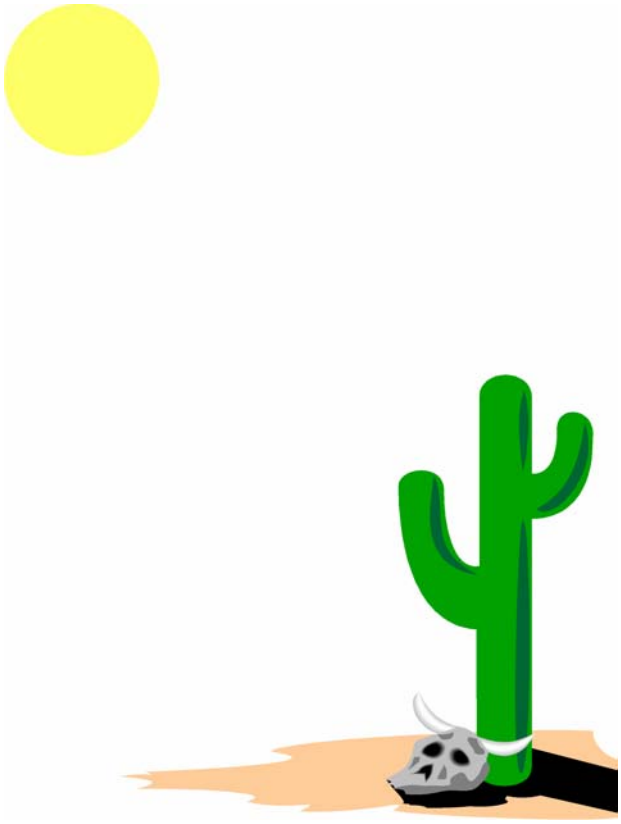
PINAL COUNTY
Capital Assets Used in the Operations of Governmental Funds
Schedule of Changes by Function and Activity
Year Ended June 30, 2003
(Amounts expressed in thousands)

	Balance July 1, 2002	Additions	Deletions	Transfers	Balance June 30, 2003
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)

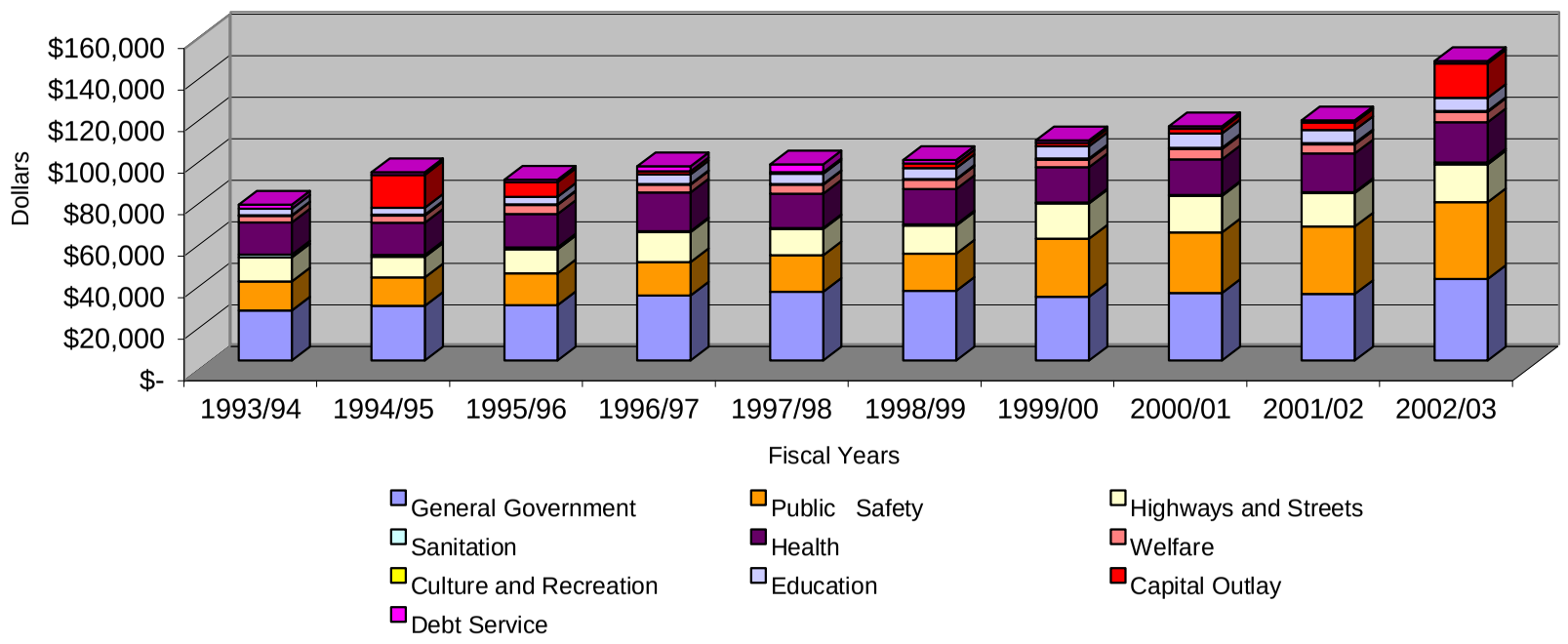
	Balance July 1, 2002	Additions	Deletions	Transfers	Balance June 30, 2003
Adult Day Care	$ 210	$ 2	$ -	$ -	$ 212
Air Quality	382	21	14	-	389
Animal Control	191	30	23	-	198
Health	618	137	44	1	712
Long Term Care AAA Case Mgmt	243	-	-	-	243
Medical Examiner	21	1	-	-	22
Mental Health	33	1	-	-	34
Total Health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



Statistical Section

PINAL COUNTY
General Governmental Expenditures by Function
Last Ten Fiscal Years
(Amounts expressed in thousands)

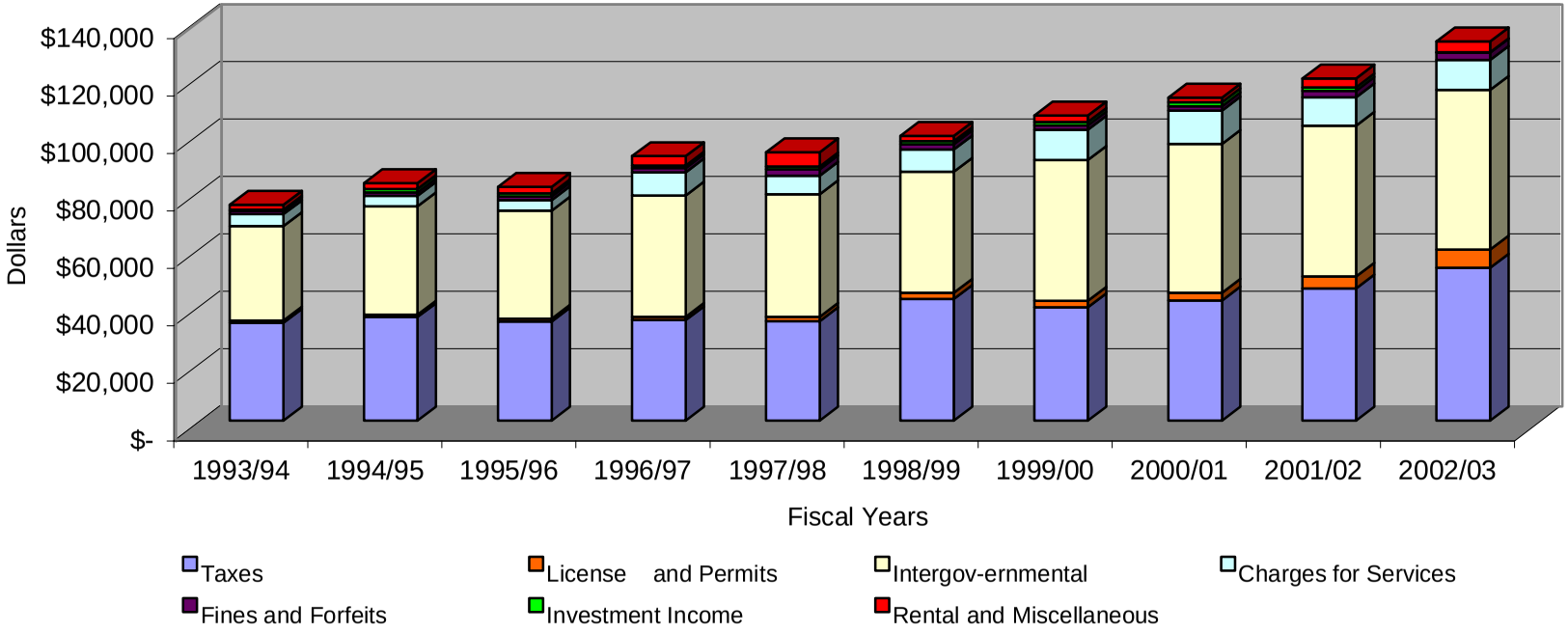
Fiscal Year	General Government	Public Safety	Highways and Streets	Sanitation	Health	Welfare	Culture and Recreation	Education	Capital Outlay	Debt Service	Total
1993/94	$ 24,084	$ 13,962	$ 11,529	$ 1,331	$ 15,607	$ 3,189	$ 276	$ 3,127	$ -	$ 1,955	$ 75,060
1994/95	26,256	13,752	9,880	870	15,540	3,527	359	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
General Governmental Revenues by Source
Last Ten Fiscal Years

(Amounts expressed in thousands)

Fiscal Year	Taxes	License and Permits	Intergov-ernmental	Charges for Services	Fines and Forfeits	Investment Income	Rental and Miscellaneous	Total
1993/94	$ 34,024	$ 758	$ 32,919	$ 4,127	$ 1,088	$ 450	$ 1,761	$ 75,127
1994/95	36,042	817	37,694	3,616	1,233	1,209	2,007	82,618
1995/96	34,491	924	37,598	3,657	1,307	1,082	2,271	81,330
1996/97	34,961	1,148	42,254	8,032	1,465	878	3,292	92,030
1997/98	34,612	1,491	42,646	6,490	2,206	940	4,983	93,368
1998/99	42,315	2,130	42,114	7,740	1,886	1,021	1,917	99,123
1999/00	39,477	2,176	49,081	10,473	1,473	1,244	2,205	106,129
2000/01	41,835	2,648	51,778	11,653	1,472	1,451	1,523	112,360
2001/02	45,983	4,139	52,491	9,889	2,228	1,267	3,060	119,057
2002/03	53,217	6,313	55,536	10,400	2,641	101	3,747	131,955



PINAL COUNTY
Property Tax Levies and Collections
Last Ten Fiscal Years
(Amounts expressed in thousands)

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as Percentage of Total Tax Levy
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	4.3600	9.1076	91.1779	69.9097	3.3600	177.9152
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	4.3107	8.9016	91.3958	65.7856	3.3600	173.7537
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	4.3107	10.8323	94.7112	68.4224	3.3600	181.6366
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	4.3107	13.9991	97.8106	67.6145	2.7300	186.4649
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	4.6002	16.4737	97.7234	79.0232	2.7300	200.5505
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	4.2893	17.5898	100.0168	61.4624	3.2300	186.5883
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	4.6002	17.4014	99.0381	63.1983	3.1871	187.4251
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	4.6002	17.3054	105.8777	64.8957	3.1388	195.8178
2001/02	Primary	4.4532	17.2301	66.7009	-	2.5621	90.9463
	Secondary	0.1470	-	35.8172	67.0045	-	102.9687
	Total	4.6002	17.2301	102.5181	67.0045	2.5621	193.9150
2002/03	Primary	4.4532	17.5872	70.1675	-	3.0185	95.2264
	Secondary	0.1470	-	33.1512	67.2914	-	100.5896
	Total	4.6002	17.5872	103.3187	67.2914	3.0185	195.8160

Source: County tax records

Note: All tax rates are per $100 assessed valuation

PINAL COUNTY
Principal Taxpayers
June 30, 2003
(Amounts expressed in thousands)

Taxpayer	Assessed Value	Percent of Total Value
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	$ 149,242	14.61%
Total Assessed Value	$1,021,719	

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	97,997
Assessed Valuation	$ 1,021,719
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	$ 199,939
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	$ 61,303

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)

Fiscal Year	Population	Assessed Value	Gross Bonded Debt	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
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)

Fiscal Year	Population	Per Capita Income	School Enrollment	Unemployment Rate
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

Source: 1) County building records; 2) Arizona Bankers Association; and 3) County Assessor's Office

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

[1]Estimated 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

Type of Employment	No. of Employees	Percent of Total
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	8,575	21.4%
Total	40,025	100%

Source: Arizona Department of Commerce