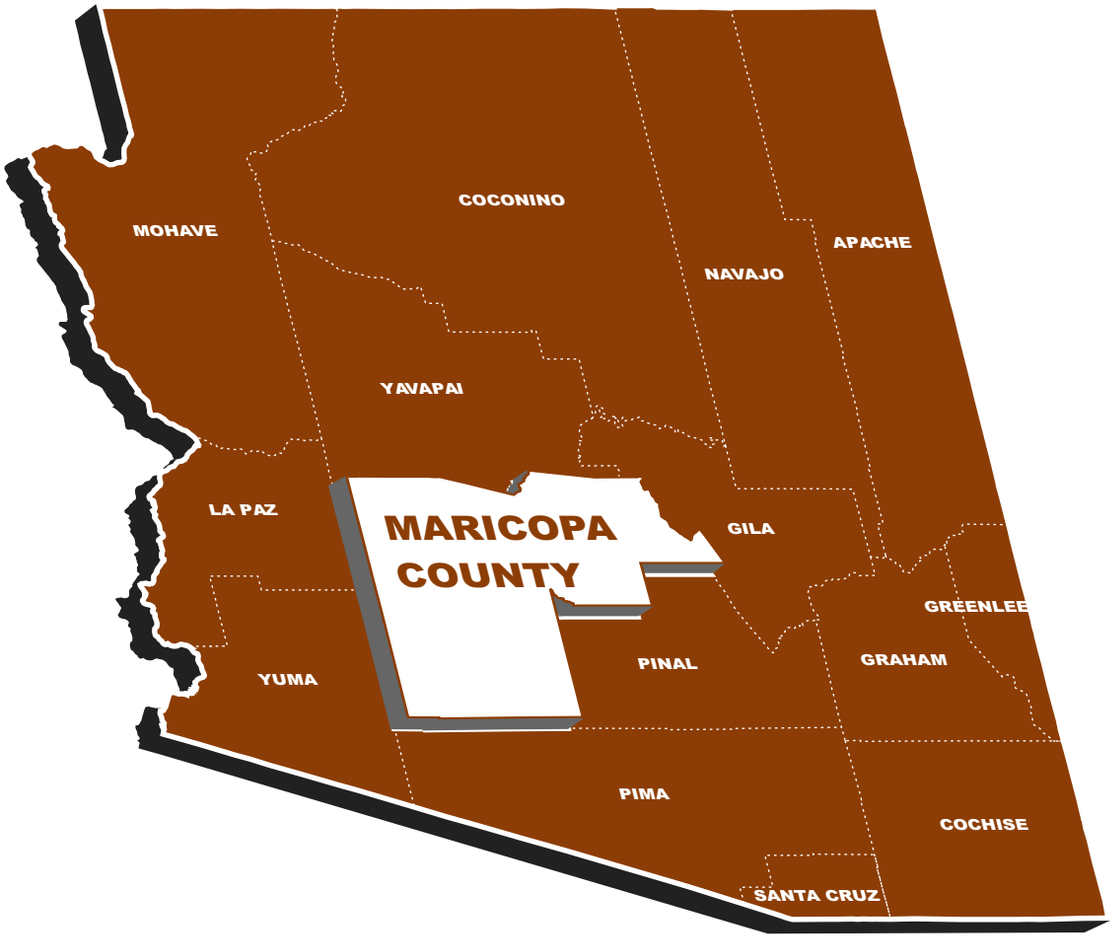
Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2008



Maricopa County, Arizona

www.maricopa.gov

Board of Supervisors

Fulton Brock
District 1

Don Stapley
District 2

Andrew Kunasek
District 3

Max Wilson
District 4

Mary Rose Wilcox
District 5

Comprehensive Annual Financial Report

Maricopa County
Phoenix, Arizona

For the Fiscal Year
July 1, 2007 to June 30, 2008

Prepared By

Department of Finance

Shelby Scharbach, Finance Director

MARICOPA
1871
ARIZONA
COUNTY

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Maricopa County Officials

BOARD OF SUPERVISORS

Fulton Brock, District 1
Don Stapley, District 2
Andrew Kunasek, District 3
Max Wilson, District 4
Mary Rose Garrido Wilcox, District 5

♦♦♦

COUNTY MANAGER

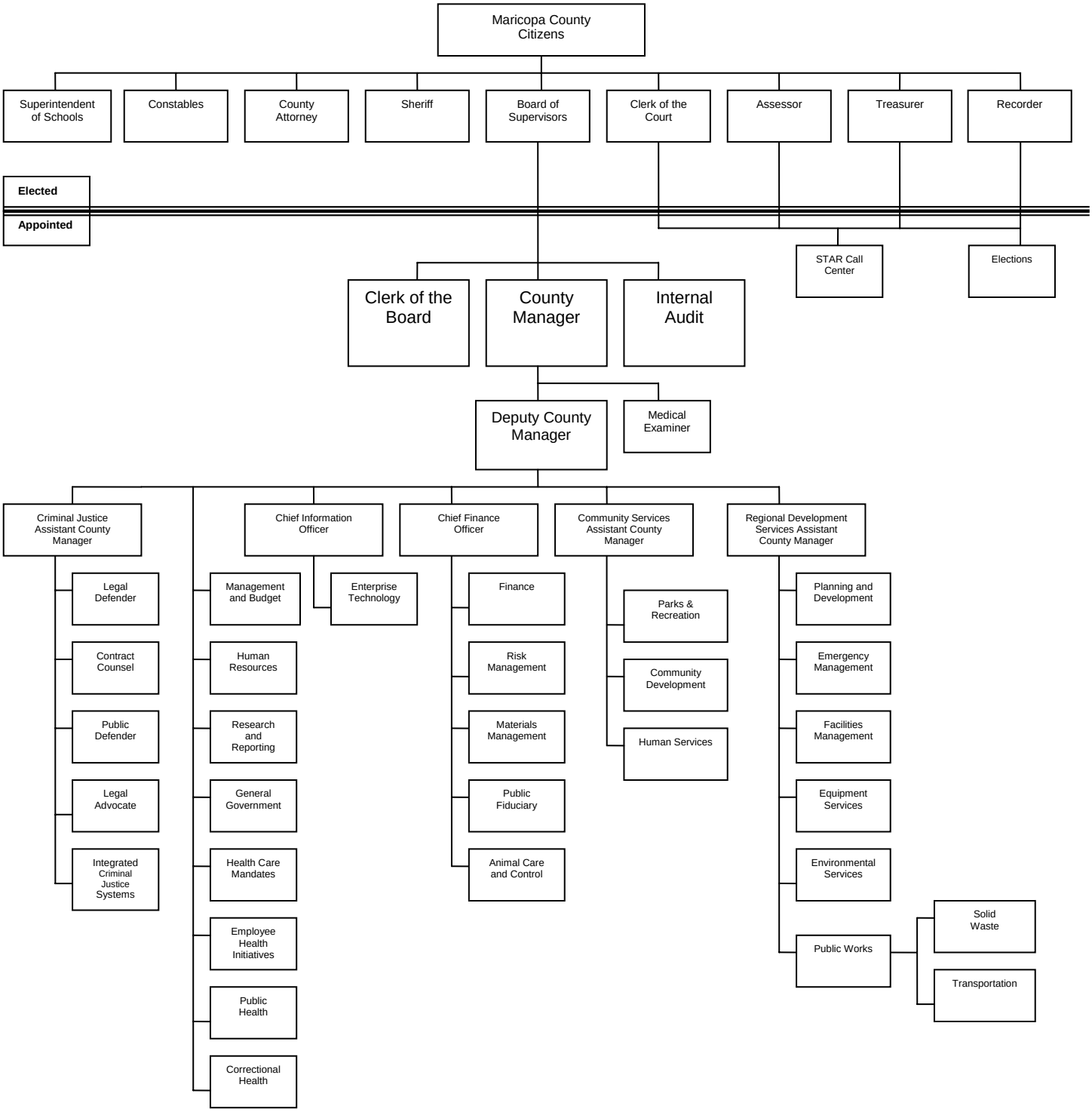
David R. Smith

♦♦♦

Finance Director

Shelby L. Scharbach

Organizational Chart



Maricopa County

County Administrative Office

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Phoenix, AZ 85003-2143
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March 24, 2009

The Honorable Board of Supervisors
Maricopa County
County Administration Building
301 W. Jefferson Street
Phoenix, AZ 85003

Arizona Revised Statute (ARS) §41-1279.21 requires the Office of the Auditor General to conduct financial audits of the accounts and records of County governments. Pursuant to the statute, the Office of the Auditor General audited the Comprehensive Annual Financial Report (CAFR) of Maricopa County in accordance with U.S. generally accepted auditing standards for the year ended June 30, 2008.

This report consists of management's representations concerning the finances of Maricopa County. Consequently, management assumes full responsibility of the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of Maricopa County has established a comprehensive internal control framework that is designed both to protect the government's asset from loss, theft, or misuse and to compile sufficient reliable information for preparation of Maricopa County's financial statements in conformity with U.S. generally accepted accounting principles (GAAP). Because the cost of internal control should not outweigh their benefits, Maricopa County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The goal of the independent audit was to provide reasonable assurance that the financial statements of Maricopa County for the fiscal year ended June 30, 2008, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors expressed an unqualified opinion on the Maricopa County financial statements for the fiscal year ended June 30, 2008. The auditors concluded that the financial statements were considered fairly presented, in all material respects, in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Maricopa County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. This report will be available in Maricopa County's separately issued Single Audit Report to be issued at a future date.

GAAP requires management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The MD&A complements this letter of transmittal and should be read in conjunction with it.

County Profile

Maricopa County was established on February 14, 1871 and is located in the south-central portion of the State of Arizona. According to Arizona Department of Commerce, at July 1, 2008, Maricopa County contained 60.15 percent of the states total population (www.azcommerce.com). The County occupies 9,224 square miles of which 2,128 square miles are incorporated. Phoenix is the capital of Arizona as well as the county seat for Maricopa County.

Maricopa County operates under a five member elected Board of Supervisors who appoints a County Manager. The County Manager is responsible for the general administration and overall operations of the various County departments. The County has several-elected officials including the Assessor, Clerk of the Superior Court, Constables, County Attorney, Recorder, Sheriff, Superintendent of Schools, and the Treasurer.

Maricopa County includes in its financial statements all activities of the County and its component units. Component units are legally separate entities for which the County is considered to be financially accountable. See Note 1 to the Notes to the Financial Statements - Summary of Significant Accounting Policies for additional information.

Maricopa County offers a wide variety of governmental services, including:

- *Justice and Law Enforcement:* Clerk of the Superior Court, County Attorney, Trial Court, Adult Probation, Juvenile Probation, Sheriff's Department, Public Defender and Public Fiduciary

- *Medical Services:* Public Health, Human Services and Medical Examiner

- *Community Resources:* Superintendent of Schools, Library District and Stadium District

- *Public Works:* Flood Control District, Transportation Department and Solid Waste Management

- *County Administration:* Board of Supervisors, County Administrator, Assessor's Office, Clerk of the Board, Elections, Finance, Human Resources, Information Technology, Treasurer's Office and Facilities Management

The annual budget serves as the foundation for Maricopa County's financial planning and control. The County is required by ARS §42-17101 et. seq. to annually prepare and adopt a balanced budget. Arizona law further requires that no expenditure shall be made or liability incurred in excess of the amounts budgeted except as provided by law. Maricopa County's annual budget is available on the Internet at the following address: http://www.maricopa.gov/budget/.

Economic Outlook

Maricopa County has a variety of industries within its boundaries with the majority comprised of high tech, financial, and service industries. Some of the major employers located in the state include Wal-Mart, Banner Health Systems, Wells Fargo & Co. and various local governments (The Book of Lists 2008).

Because of a favorable climate and mild weather conditions, tourism is also a large factor in the strength of the local economy. Major sporting events can be held year around and many people come to the area during the winter months. Maricopa County is the home to teams from major league professional sports, which include the Arizona Cardinals of the National Football League, Phoenix Suns of the National Basketball Association, Arizona Diamondbacks of the Major League Baseball, and the Phoenix Coyotes

of the National Hockey League. Maricopa County also hosts twelve major league baseball teams for the annual spring training Cactus League. Maricopa County is also a host to other major sporting events such as the FBR Open, formerly known as the Phoenix Open, golf tournament, and Phoenix International Raceway, which at this time hosts two major NASCAR events each year. Cities within Maricopa County also host college bowl games such as the Fiesta Bowl and the Insight Bowl.

Due to the economic downturn, Maricopa County faces the challenge of maintaining fiscal stability during a period of unprecedented declines in revenue. The most critical public services must be maintained for the citizens with a significantly lower revenue base. According to the University of Arizona, Eller College of Management, Arizona's economy has been contracting since the third quarter of 2007, a few months before the nation's economy topped out. This was due to Arizona's participation in the housing bubble, which has now affected nearly every sector of the economy. Population growth has slowed, consumer spending has tightened, foreclosures rates are at all time highs, and unemployment rates continue to increase. Maricopa County's unemployment rate increased to 6.3 percent as of December 2008, which remains below both the State of Arizona and the United States unemployment rates of 6.9 percent, and 7.2 percent, respectively (Arizona Workforce January 22, 2009). The weak housing market is expected to continue through 2009.

Financial Policies and Long-Term Financial Planning

Financial Planning – Maricopa County prepares a five-year financial forecast, with the assistance of an economist, which is updated on a quarterly basis for several major funds. The five-year forecast provides a conservative estimate of the County's fiscal condition given realistic economic trends, current County policies, and existing laws. The forecast does not incorporate anticipated policy changes, spending priorities, or proposed new revenue sources.

Maricopa County has a fiscally conservative management philosophy, which has allowed the County to be financially successful. The County began making adjustments to the financial budget in fiscal year 2007 as revenues began to decline. Currently, County leadership has collaborated to balance the budget for fiscal 2009 and continues to work diligently to develop a structurally balanced budget for fiscal 2010. Cost saving measures include hiring freezes, overtime restrictions, capital purchase freeze, and departmental budget reductions up to 20 percent.

Capital Improvement Program – Maricopa County's Capital Improvement Program identifies capital projects to be completed over the next five years. Because these projects typically span more than one fiscal year, the plans are updated annually to track existing projects, identify new projects, and update funding estimates and forecasts. It is the County's policy that new capital projects will be undertaken only if future operating revenues are reasonably estimated to be sufficient to support associated future operating costs.

Due to the economic downturn, the County has cancelled, delayed or downsized projects in order to concentrate efforts on continuing the new Court Tower project. The Court Tower project has a budget of $342.4 million and is scheduled for completion in January 2012. The Court Tower is to be located adjacent to the downtown County Court complex in Phoenix. The 722,529 square foot project includes 32 courts, jury assembly, in-custody holding, and secure judicial parking.

Debt Management – Maricopa County utilizes a modified "pay as you go" financial policy for large capital improvement projects and other infrastructure. The County pays cash for many capital improvements, or utilizes lease reversions or other funding from the General Fund to pay for large dollar projects. The use of "pay as you go" financing has saved the taxpayers $56.7 million in estimated debt service payments and $37.3 million in estimated interest costs though fiscal 2007-2008. In addition, this funding philosophy has allowed the County to avoid assessing a secondary tax levy for debt service that would have cost the average taxpayer approximately $28.66 annually.

Cash Management – Maricopa County maintains deposits and investments in the Treasurer's Pool and outside of the Treasurer's Pool. The Treasurer's Pool invests all idle monies not specifically invested for a fund or program. In addition, the Treasurer determines the fair value of those pooled investments

monthly and at June 30. Deposits and investments held outside of the Treasurer's Investment Pool represent a small portion of the County's total investments.

It is the County's investment policy to: collateralize all deposits by at least 101 percent of the deposits not covered by depository insurance; preserve the principal value and the interest income of an investment; hold investments to maturity, where practical, to avoid any loss on investments resulting from an early sale or retirement of an investment; and require all of the Treasurer's securities be held by the agent or trust department and in the County's name.

Expenditure Limitation – On June 30, 1980, Arizona voters approved general propositions amending the Arizona Constitution to establish expenditure and revenue limitations for local governments. The purpose of the expenditure limitation is to control expenditures and to limit future increases in spending to adjustments for inflation, deflation and population growth of the County. The Constitution also limits the amount of revenues that may be generated from property taxes. A two-percent plus new construction annual increase is the maximum allowed by law unless special voter approval is obtained. This report will be available in Maricopa County's separately issued Expenditure Limitation Report to be issued at a future date.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Maricopa County for its comprehensive annual financial report for the fiscal year ended June 30, 2007. 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. general accepted accounting principles and applicable legal requirements. Previously, Maricopa County received this award for fifteen consecutive years for fiscal years ending 1989 through 2003.

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.

The preparation of this report could not be accomplished without the efficient and dedicated services of the Department of Finance staff, the assistance of administrative personnel in the various departments, and the competent service of the Office of the Auditor General. We appreciate all of those who assisted in and contributed to the preparation of this report. We also wish to express our sincere appreciation to the Board of Supervisors for their support in planning and overseeing the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,

David R. Smith
County Manager

Shelby L. Scharbach
Finance Director

Maricopa County
Citizens Audit Advisory Committee

301 West Jefferson Street
Suite 660
Phoenix, AZ 85003-2143

Ralph W. Lamoreaux, CPA
Jill J. Rissi, MPA
Matthew Breecher, CPA
Ryan T. Brownsberger, CPA
Richard J. Lozar

June 30, 2008

The Honorable Maricopa County Board of Supervisors

The Maricopa County Citizens Audit Advisory Committee has prepared this letter for inclusion in the county's Comprehensive Annual Financial Report (CAFR) according to the committee's charter. Described herein are the committee's composition, responsibilities, and an account of how the responsibilities were discharged.

Composition of the Committee

The membership of the committee shall consist of five voting members and three non-voting members. The voting members shall be board of supervisor appointees from the public and shall serve two-year terms. The non-voting members shall be the county's chief financial officer, the county attorney, the auditor general, or their designees. The chairman of the board of supervisors shall appoint a committee chairman from the voting members. The committee chairman shall serve a one-year term.

Responsibilities of the Committee

The committee's primary function is to assist the board of supervisors in fulfilling its oversight responsibilities. The committee accomplishes this function by reviewing the county's financial information, the established systems of internal controls, and the audit process. The committee also suggests areas requiring audit emphasis. Specific duties of the committee are described in the committee charter.

Accomplishments of the Committee (Fiscal Year 2007-2008)

The Citizens Audit Advisory Committee:

- Reviewed the county's internal audit activities and management's responses thereto.
- Reviewed the county's annual financial statements and issues related to the external audit performed by the Arizona State Auditor General.
- Provided guidance and commentary as needed.
- Enhanced the communication between the internal and external auditors.
- Met five times during the fiscal year, according to charter requirements.

Respectfully,

Matthew E. Breecher

Chairman Matthew Breecher

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Maricopa County
Arizona

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

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

FINANCIAL SECTION

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Basic Financial Statements - Notes

Required Supplementary Information
- **Budgetary Comparison Schedules - General Fund and Major Special Revenue Fund**
- **Note to Budgetary Comparison Schedules**
- **Schedule of Agent Retirement Plans' Funding Progress**
- **Modified Approach for Infrastructure Assets**

Combining and Individual Fund Statements and Schedules
- **Nonmajor Governmental Funds**
- **Internal Service Funds**
- **Agency Fund**

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
Maricopa County, Arizona

We have audited the accompanying financial statements of the governmental activities, aggregate discretely presented component units, each major fund, and aggregate remaining fund information of Maricopa County as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents. 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 three departments and the aggregate discretely presented component units, which represent the following percentages of the assets; liabilities; revenues, additions, and other financing sources, as applicable; and expenses or expenditures, deductions, and other financing uses, as applicable, of the opinion units affected:

Opinion Unit/Department	Assets	Liabilities	Revenues/Additions/ Other Sources	Expenses/ Expenditures/ Deductions/ Other Uses
Government-wide Statements				
Governmental activities:				
Stadium District	7.84%	9.86%	0.64%	1.09%
Risk Management	1.01%	10.24%	0.14%	0.00%
Employee Benefits Trust	1.24%	2.68%	0.28%	0.15%
Aggregate discretely presented component units:				
Housing Authority	99.77%	92.22%	99.05%	99.36%
Sports Commission	0.23%	7.78%	0.95%	0.64%
Fund Statements				
Aggregate remaining fund information:				
Stadium District	0.86%	0.12%	0.15%	0.15%
Risk Management	1.41%	28.74%	0.26%	0.19%
Employee Benefits Trust	1.73%	7.53%	0.81%	0.79%

Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts included for those entities, are based solely on the reports 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. The financial statements of the Maricopa County Sports Commission were not audited by the other auditors in accordance with *Government Auditing Standards*.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, aggregate discretely presented component units, each major fund, and aggregate remaining fund information of Maricopa County as of June 30, 2008, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

As described in Note 1, the County implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement Nos. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*; 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues;* 49, *Accounting and Financial Reporting for Pollution Remediation Obligations,* and 50, *Pension Disclosures (an amendment of GASB Statements No. 25 and No. 27)*, for the year ended June 30, 2008, which represent changes in accounting principles.

The Management's Discussion and Analysis on pages 3 through 14, the Budgetary Comparison Schedules on pages 75 through 78, the Schedule of Agent Retirement Plans' Funding Progress on pages 79 and 80, and the Infrastructure Assets information on page 81 are not required parts of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming our opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund statements and schedules, and statistical section listed in the table of contents are presented for purposes of additional analysis and are not required parts of the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of the other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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 on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters at a future date. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Debbie Davenport
Auditor General

March 24, 2009

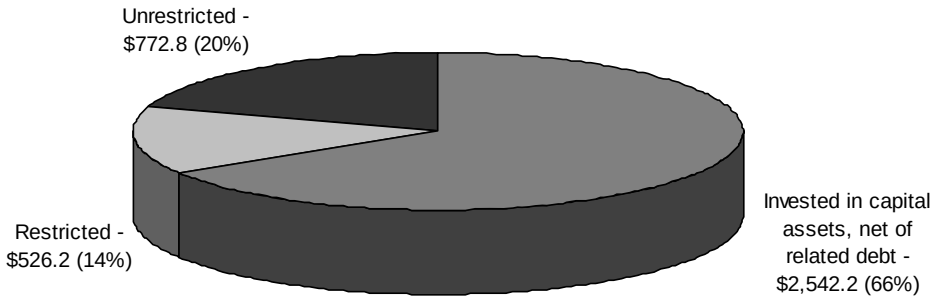
Management's Discussion and Analysis

This discussion and analysis is intended to be an easily readable analysis of Maricopa County's (County) financial activities based on currently known facts, decisions or conditions. This analysis focuses on current year activities and should be read in conjunction with the Transmittal Letter that begins on page vii and with the County's basic financial statements following this section.

Financial Highlights

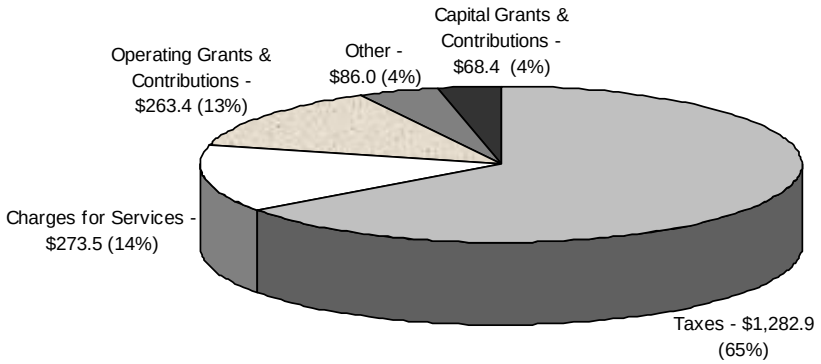
- The total assets of the County exceeded its liabilities at the close of the fiscal year by $3,841.2 million (net assets), an increase of 6.5 percent from the prior year. Of this amount, $772.8 million (unrestricted net assets) may be used to meet the County's ongoing obligations to citizens and creditors.

Composition of Net Assets
(in millions)



- The County's total net assets as reported in the Statement of Activities increased by $234.4 million from the prior year. The County's primary sources of revenue are from taxes, charges for services, and grants and contributions.

Revenue Sources
(in millions)



- The County's governmental funds reported combined fund balances of $1,402.8 million, an increase in fund balance of $122.3 million over the prior fiscal year. Approximately 96.7 percent of the combined fund balances or $1,357.2 million is unreserved and available to meet the County's current and future needs.

- Unreserved fund balance for the General Fund increased by 15.1 percent to $512.1 million; approximately 56.8 percent of total General Fund expenditures. In accordance with Arizona Revised Statutes (A.R.S.), this entire amount is budgeted to be spent in the next fiscal year. A.R.S. §42-17151 requires that total estimated sources of revenue must equal the total estimated expenditures in the budget for the current fiscal year. In addition, A.R.S. §42-17102 stipulates that the estimated expenditures may include an amount for unanticipated contingencies or emergencies.

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. The Combining and Individual Fund Statements and Schedules – Nonmajor Funds begin on page 92.

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

- 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 a portion 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; health, welfare and sanitation; culture and recreation; education; and interest on long-term debt. As of July 1, 2007, the County had no business-type activities. On July 1, 2007, the County's last remaining enterprise fund, the Solid Waste Management Fund, was reclassified to a governmental fund as the fund's operations were no longer predominately funded by user fees and charges. See Note 2 – Reporting Changes and Note 3 – Beginning Balances Restated for additional information.

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 government-wide financial statements to emphasize they are legally separate from the County. The Maricopa County Flood Control District, Maricopa County Library District, Maricopa County Public Finance Corporation, Maricopa County Special Assessment Districts, Maricopa County Stadium District, and the Maricopa County Street Lighting Districts are reported as blended component units. The Housing Authority of Maricopa County and Phoenix Regional Sports Commission are reported as discretely presented component units.

The Government-wide financial statements can be found on pages 19-21 of this report.

Fund Financial Statements 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. Governmental funds include the general, special revenue, debt service, and capital projects funds.

  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 provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

  The County reports four major 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, Detention Operations Fund, County Improvement Debt Fund, and General Fund County Improvements Fund.

  Data from the other governmental funds (nonmajor) 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,* which begin on page 92 of this report.

  The governmental funds financial statements can be found on pages 22-26 of this report.

- ***Proprietary funds*** are used to account for the County's internal service funds. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its equipment services, telecommunications, reprographics, risk management, employee benefits trust, and sheriff warehouse functions. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

  The County's internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds is provided in the form of combining statements, which begin on page 226 of this report.

  The proprietary fund financial statements can be found on pages 28-30 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 funds financial statements can be found on pages 32-33 of this report.

Notes to the 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 37-72 of this report.

Required Supplementary Information is presented concerning the County's General Fund and Detention Operations Fund. A budgetary comparison schedule has been provided for both of these funds to demonstrate compliance with budget and additional information is provided by the Note to Budgetary Comparison Schedules. Also presented is the schedule of funding progress for the County's two agent

retirement plans and infrastructure assets reported using the modified approach. Required supplementary information can be found on pages 75-81 of this report.

Government-wide Financial Analysis

This year is the seventh fiscal year that the County applied Governmental Accounting Standards Board (GASB) Statement No. 34.

Net Assets

Net assets may serve over time as a useful indicator of a government's financial position. The following table reflects the condensed Statement of Net Assets of the County for June 30, 2008, as compared to the prior year.

Net Assets
As of June 30
(in millions)

	Governmental Activities		
	2008	2007*	% Chg P/Y
Current and other assets	$ 1,683.0	$ 1,546.7	8.8%
Capital assets	2,737.2	2,622.8	4.4
Total assets	4,420.2	4,169.5	6.0
Current liabilities	196.0	200.2	(2.1)
Long-term liabilities	383.0	362.5	5.7
Total liabilities	579.0	562.7	2.9
Net assets			
Invested in capital assets, net of related debt	2,542.2	2,478.6	2.6
Restricted	526.2	450.9	16.7
Unrestricted	772.8	677.3	14.1
Total net assets	$ 3,841.2	$ 3,606.8	6.5

* Net assets, current and other assets, current liabilities, and long-term liabilities for fiscal year 2007 were adjusted for various amounts related to the fiscal year 2008 beginning balance restatement. See Note 3 – Beginning Balances Restated for additional information.

** On July 1, 2007, the last remaining business-type activity was reclassified as a governmental activity and the County no longer had business-type activities. Accordingly, a comparative analysis of the business-type activities is not presented. See page 4 and Note 2 – Reporting Changes and Note 3 – Beginning Balances Restated for additional information.

By far, the largest portion - $2.5 billion or 66.2 percent - of the County's net assets reflects the investment in capital assets (e.g., land, buildings and improvements, machinery and equipment, infrastructure and construction in progress), less accumulated depreciation and any related debt used to acquire those assets that is still outstanding. Net assets invested in capital assets increased by $63.6 million due to an increase in net capital assets of $114.4 million, which was offset by an increase in capital related debt, net of unspent proceeds, of $50.9 million. The change in capital related debt, net of proceeds, was mainly due to a decrease in unspent proceeds of $34.1 million. The decrease in unspent proceeds and increase in capital assets can be attributed to the construction related to the justice, recreation, and administrative facilities, for which a total of $64.9 million was expended and included $44.5 million in the County Improvement Fund, $16.6 million in the General Fund County Improvement Fund, and $3.8 million in the Intergovernmental Capital Projects Fund. The increase can also be attributed to the infrastructure capital projects of the Flood Control District and the Transportation Department. These projects are accounted for in the Flood Control Capital Projects Fund and the Transportation Capital Projects Fund, which had capital outlay expenditures of $55.2 and $75.0 million, respectively.

The County uses these capital assets to provide services to its 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.

The second component of the County's total net assets, $526.2 million or approximately 13.7 percent, represents resources that are subject to external restrictions on how they may be used. This component increased by $75.3 million from the prior year.

The final component consists of unrestricted net assets, $772.8 million or 20.1 percent, and may be used to meet the County's ongoing obligations. Unrestricted net assets increased from fiscal year 2007 by $95.5 million.

Both the increases in the restricted and unrestricted net assets can be attributed to revenues exceeding expenses for the fiscal year. Although the economic environment is in a decline, with less revenue collected than the prior year, the County was able to ensure that expenses did not exceed revenues by employing a conservative approach to forecasting and budgeting. As the economy started to decline, the County utilized budget balancing tactics, to help ensure the County's financial position would not be significantly affected.

Changes in Net Assets

As discussed previously, the County's total net assets of $3.8 billion increased by $234.4 million as reported in the Statement of Activities. The following table reflects the condensed Statement of Activities of the County for the fiscal year 2008 compared to the prior year and indicates the changes in net assets for governmental and business-type activities:

Changes in Net Assets
For the Fiscal Years Ended June 30, 2008 and June 30, 2007
(in millions)

	Governmental Activities		Business-type Activities**		Total		% Chg
	2008*	2007	2008*	2007	2008*	2007	P/Y
Revenues:							
Program revenues:							
Charges for services	$ 273.5	$ 185.0	$	$ 2.5	$ 273.5	$ 187.5	45.9%
Operating grants and contributions	263.4	443.6			263.4	443.6	(40.6)
Capital grants and contributions	68.4	47.3			68.4	47.3	44.6
General revenues:							
Taxes	1,282.9	1,272.8			1,282.9	1,272.8	.8
Other	86.0	67.6		0.9	86.0	68.5	25.6
Total Revenues	1,974.2	2,016.3		3.4	1,974.2	2,019.7	(2.3)
Expenses:							
General government	182.9	211.5			182.9	211.5	(13.5)
Public safety	965.9	864.9			965.9	864.9	11.7
Health, welfare and sanitation	383.9	464.3			383.9	464.3	(17.3)
Other***	207.1	191.1			207.1	191.1	8.4
AHCCCS–ALTCS program				.2		.2	(100.0)
AHCCCS–Acute Health Care program				.4		.4	(100.0)
Solid Waste Management				.3		.3	(100.0)
Total Expenses	1,739.8	1,731.8		.9	1,739.8	1,732.7	.4
Excess before transfers	234.4	284.5		2.5	234.4	287.0	(18.3)
Transfers	0.0	6.1		(6.1)	0.0		
Change in net assets	234.4	290.6		(3.6)	234.4	287.0	(18.3)
Net assets – beginning, as restated	3,606.8	3,321.5		2.0	3,606.8	3,323.5	8.5
Net assets (deficit) – ending	$3,841.2	$3,612.1	$	$ (1.6)	$3,841.2	$ 3,610.5	6.4

* Beginning net assets for fiscal year 2008 for governmental activities, business-type activities and in total were adjusted by ($5.3), $1.6, and ($3.7) million, respectively, for various adjustments related to the prior period. See Note 3 – Beginning Balances Restated for additional information.

** On July 1, 2007, the last remaining business-type activity was reclassified as a governmental activity and the County no longer had business-type activities. See page 4 and Note 2 – Reporting Changes for additional information.

*** The functions of highways and streets, culture and recreation, and education along with interest on long-term debt are shown in the condensed statement of activities above as other expenses.

As previously mentioned, the County's net assets increased $234.4 million, which is entirely attributed to the County's governmental activities, as the County no longer has business-type activities. The decrease in revenues and expenses for business-type activities shown above is a result of the reclassification of the final remaining enterprise fund, Solid Waste Management, to a special revenue fund. See Note 2 – Reporting Changes for further information. As the County no longer maintains any business-type activities, no further analysis on business-type activities will be provided.

One of the main differences a reader will see between the governmental funds reported in the fund financial statements and the Statement of Activities is that governmental funds in the fund financial statements report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is reported as a capital asset and the expense of those assets is allocated over their estimated useful lives and reported as depreciation expense. Capital outlay expenditures exceeded depreciation expense in the current period by $153.9 million. This increase is offset by disposals and other miscellaneous capital asset transactions, such as donations, totaling ($39.0) million.

In the government-wide statement of activities, the significant revenues reported included taxes (County-levied, general sales, and vehicle license taxes), charges for services, and operating grants, which represent 65.0, 13.9 and 13.3 percent, respectively, of total governmental activities revenues for fiscal year 2008. Although tax revenues in total increased by $10.1 million from the prior year, all tax revenues, with the exception of property taxes, decreased from the prior year, which is a result of the declining economic environment. The increase in property taxes of $41.2 million in fiscal year 2008 was offset by decreases in sales taxes, other County-levied taxes, and vehicle license taxes of $19.5, $7.4, and $4.2 million, respectively. Fiscal year 2008 property tax revenue continued to increase from the prior year even with current falling housing values as there is a lag period between the actual decline in market value and when that decline is recognized for the assessed valuation used for the property tax rate and levy. The primary assessed valuations applicable to fiscal year 2010 are anticipated to increase due to the continued lag period for home appreciation and new property additions. However, the primary assessed valuations applicable to fiscal year 2011 are anticipated to decrease. Charges for services revenue increased $88.5 million from the prior year as a result of the reclassification of $73.5 million in intergovernmental charges for services from the intergovernmental revenue line-item (i.e., operating grants), to the charges for services revenue line-item; which resulted in a corresponding decrease in operating grants revenue. Thus, this increase does not represent additional charges for services revenue realized by the County or an actual drop in operating grants for the year. Including the reclassification-based decrease discussed above, operating grants and contributions decreased $180.2 million in total from the prior year. The remaining decrease was due to the elimination of disproportionate share revenue, which totaled $84.7 million in fiscal year 2007. See page 10 for additional information. With exception to the elimination of disproportionate share revenue, operating grants and charges for services revenues remained consistent from the previous fiscal year.

Tax and other operating revenues provide the principal support for the functions of the County, which include general government; public safety; highways and streets; health, welfare and sanitation; culture and recreation; and education. Although, total expenses remained consistent with the prior year, increasing only $8.0 million or 1 percent, fluctuations within the functional classifications occurred between fiscal years 2007 and 2008. The most significant fluctuations were in the public safety and health, welfare, and sanitation functions, with net changes of $101.0 and ($80.4) million, respectively. The increase in public safety function expenses is primarily attributable to increases in the General Fund and Detention Operations Fund of $31.7 and $30.1 million, respectively. The increases in both the General and Detention Operations funds were due to market rate salary increases, pay for performance, and additional full-time equivalent staff for the courts and justice related departments. The increase in public safety expenses is also attributed to deletions of Flood Control District infrastructure related assets of $20.7 million, which primarily represented construction projects which were completed and annexed to the appropriate jurisdictions, in which the County incurred a loss. The decrease in health, welfare, and sanitation expenses is due to the elimination of disproportionate share payments, which totaled $84.7 million in fiscal year 2007.

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. Governmental activities are contained in the general, special revenue, debt service, and capital projects funds. 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.

As of June 30, 2008, the governmental funds reported combined fund balances of $1,402.8 million and an increase in fund balance of $122.3 million over the prior fiscal year. Approximately 96.7 percent of the combined fund balances or $1,357.2 million is available to meet the County's current and future needs (unreserved fund balance). The remaining fund balance is reserved for inventories, intergovernmental loans, advances and debt service.

The following funds are the County's major governmental funds:

The General Fund is the County's primary operating fund. At the end of the current fiscal year, unreserved fund balance of the General Fund was $512.1 million, while total fund balance was $533.6 million. This represents an increase in the unreserved fund balance from the prior year of $67.2 million, or 15.1 percent. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to the total fund expenditures. Unreserved fund balance represents 56.7 percent of the total fiscal year 2008 General Fund expenditures, while total fund balance represents 59.1 percent of that same amount. These ratios indicate a strong fund balance position in comparison to expenditures.

The Detention Operations Fund is a special revenue fund that was established under the authority of propositions 400 and 401, which were passed in the General Election of November 3, 1998. These propositions authorized a temporary 1/5 of one-cent sales tax to be used for the construction and operation of adult and juvenile detention facilities. On November 5, 2002, the voters approved the extension of the 1/5 of one-cent sales tax in the General Election to be used for jail facility operations. The extension begins in the month following the expiration of the original tax and may continue for not more than twenty years after the date the tax collection begins.

The Detention Operations Fund accounts for the jail tax revenue along with transfers from the General Fund for maintenance of effort (MOE). The MOE transfer from the General Fund is used to support the jail detention operations. Arizona Revised Statutes require the County to calculate the maintenance of effort transfer on an annual basis. The Detention Operations Fund transfers monies to the Detention Capital Projects Fund for the construction of the jail facilities. At the end of the current fiscal year, total fund balance of the Detention Operations Fund was $155.7 million, of which more than 99 percent is unreserved. This was an increase in total fund balance of $7.5 million, or 5.1 percent, from the prior fiscal year. Although the fund had more expenditures than revenues by $126.2 million, the increase in fund balance can be attributed to net transfers of $133.8 million, which was a net increase of $11.2 million over the prior year. Transfers from the General Fund for maintenance of effort were $165.9 million while transfers to the Detention Capital Projects Fund were $32.1 million. The amount to be transferred to the Detention Capital Projects Fund for any given year is determined through the budget planning process.

The County Improvement Debt Fund is a debt service fund that accounts for the debt service on the Lease Revenue Bonds, Series 2001; the Lease Revenue Refunding Bonds, Series 2003; Lease Revenue Bonds, Series 2007A; Lease Revenue Refunding Bonds, Series 2007B; Lease Trust Certificates, Series 2004; and other long-term obligations. The fund balance is set aside for future debt service on the Lease Revenue Bonds, Series 2001 and Series 2007A, and Lease Revenue Refunding Bonds, Series 2007B, and each year the fund balance will be reduced by the annual debt service payment until the debt is

satisfied. Funding for the Lease Revenue Refunding Bonds, Series 2003, is provided by transfers from the departments who benefited by the refunding bond issue and revenue from the Maricopa County Special Health Care District, a legally separate entity. Funding for the Lease Trust Certificates, Series 2004, is provided by pledged contributions from various donors that are used to repay Maricopa County for long-term financing pertaining to the Human Services Campus improvements. At the end of the current fiscal year, unreserved fund balance of the County Improvement Debt Fund was $15.3 million, while total fund balance was $23.9 million.

The General Fund County Improvements Fund was established to fund current and future capital projects. Fund assets may be used to pay directly for capital projects or may be appropriated by the Board of Supervisors for debt service. None of the funds has been pledged for debt service, and fund assets may be transferred by the Board of Supervisors at any time for any other County purpose. Projects that are currently funded include justice, administrative and parks facilities. At the end of the current fiscal year, fund balance of the General Fund County Improvements Fund was $280.3 million, all of which is unreserved.

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

Revenues Classified by Source
Governmental Funds
(in millions)

	2008		2007		Increase	
Revenues by Source	Amount	Percent of Total	Amount	Percent of Total	Amount	% Chg P/Y
Taxes	$ 672.2	35%	$ 640.4	32%	$ 31.8	5.0%
Intergovernmental	904.6	47	1,105.8	55	(201.2)	(18.2)
Charges for services	153.4	8	87.7	4	65.7	74.9
Other	188.8	10	181.1	9	7.7	4.3
Totals	$ 1,919.0	100%	$ 2,015.0	100%	$ (96.0)	(4.8)

During fiscal year 2008, the County experienced a decrease in governmental revenues from the previous year of $96.0 million, a 4.8 percent decrease. This decrease is mainly attributable to the elimination of disproportionate share revenue, which totaled $84.7 million in fiscal year 2007. Beginning fiscal year 2008, this State of Arizona appropriation is going directly to the Maricopa County Special Health Care District, a legally separate entity, and will no longer be received by the County.

Intergovernmental and taxes revenues comprises 82 percent of total governmental funds revenue. Taxes revenues increased from fiscal year 2007 as a result of additional property tax revenue of $38.5 million, which was a result of an increase in assessed valuations from appreciation and new housing. The intergovernmental revenues decrease is primarily due to the elimination of disproportionate share revenue discussed above and a reporting change moving intergovernmental charges for services from the intergovernmental revenue line-item to the charges for services revenue line-item. This reclassification resulted in a decrease in intergovernmental revenue and an increase in charges for services revenue from fiscal year 2007 of $68.8 million. The decrease in intergovernmental revenue was also attributed to a decrease in the sales tax apportionment, as reported in the General Fund, of $19.5 million, and a decrease in capital project cost-sharing revenue, as reported in the Transportation Capital Projects Fund, of $17.1 million. The decrease of sales tax apportionment can be attributed to the downturn in the County's economy. The decrease in cost-sharing revenue is primarily attributable to a decrease in shared revenue received for two Transportation projects for which the County received $15.0 million less in contributions from the prior year.

The following table presents the amount of all governmental funds expenditures by function compared to prior year amounts.

Expenditures by Function
Governmental Funds
(in millions)

	2008		2007		Increase	
Expenditures by Function	Amount	Percent of Total	Amount	Percent of Total	Amount	% Chg P/Y
General government	$ 173.3	9%	$ 173.1	9%	$ .2	.1%
Public safety	883.0	48	813.3	43	69.7	8.6
Health, welfare and sanitation	378.8	21	461.7	25	(82.9)	(18.0)
Capital outlay	279.0	15	301.4	16	(22.4)	(7.4)
Other	126.7	7	123.3	7	3.4	2.8
Totals	$ 1,840.8	100%	$ 1,872.8	100%	$ (32.0)	(1.7)

Expenditures from governmental fund types for fiscal year 2008 decreased by $32.0 million, a 1.7 percent decrease from the prior year. Although expenditures decreased overall, public safety experienced an increase of $69.7 million from the prior year, of which $61.6 million was attributed to personnel and payroll expenditures. This increase in personnel and payroll expenditures is mainly attributable to market rate salary increases, pay for performance, and additional full-time equivalent staff for the courts and justice related departments. The most significant decreases were in health, welfare, and sanitation and capital outlay with decreases of $82.9 and $22.4 million, respectively. The decrease in health, welfare and sanitation is due to the elimination of disproportionate share expenditures, which were $84.7 million in fiscal year 2007. The decrease in capital outlay expenditures is attributed to decreases in general, transportation, and justice related county improvement capital outlay expenditures as reported in the General Fund County Improvements Fund, Transportation Capital Projects Fund, and Detention Capital Projects Fund, with decreases from the prior fiscal year of $25.7, $10.4, and $9.1 million, respectively. This decrease was offset by an increase in general and justice related projects reported in the County Improvement Fund of $8.7 million.

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget for the General Fund resulted in an increase in revenue of $1.9 million and a decrease in expenditures of $11.9 million. The decrease in budgeted expenditures was primarily a result of the elimination of the contingency expenditure appropriation of $8.1 million for debt funding for the Court Tower Project. A significant unfavorable revenue variance, as compared to the budget, was incurred for intergovernmental revenues of $39.3 million. This variance is primarily due to state shared sales taxes received being less than anticipated due to the decline in the state's economic environment. Significant favorable expenditure variances, as compared to the budget, were incurred in the General Government Department (general government function) of $209.8 million. These savings were a result of spending from the contingency and reserve funds that was less than anticipated. None of the variances between the budget and actual amounts were significant enough to affect the County's ability to provide future services.

Capital Assets and Long-Term Liabilities

Capital Assets

The County's capital assets balance as of June 30, 2008, was $2.7 billion (net of accumulated depreciation). Capital assets include land, buildings and improvements, infrastructure, machinery and equipment, and construction in progress. The County reports infrastructure assets, which consist of the Flood Control District and Transportation Department infrastructure, in the government-wide financial statements in accordance with GASB Statement No. 34. Additional information regarding infrastructure assets can be found in the Notes to the Financial Statements (Note 1 – Summary of Significant Accounting Policies and Note 11 – Capital Assets).

The Flood Control District infrastructure assets consist of drainage systems, dams, flood channels and canals. Flood Control infrastructure is reported using the depreciation approach and the County uses the straight-line method of depreciation on these assets. At June 30, 2008, Flood Control District infrastructure-related assets consisted of land, infrastructure and construction in progress of $262.5, $167.2, and $158.7 million, respectively, net of any related accumulated depreciation.

The Transportation Department infrastructure assets consist of a roadway system and a bridge system. Both systems are reported under the modified approach, which means the County will maintain the assets using an asset management system and will document that the infrastructure assets are being preserved at the established condition level. During fiscal year 2008, the condition level of both systems was within the established condition level. Actual maintenance/preservation costs did not vary significantly from the estimated costs and were $10,853 and $197,030 below the estimated costs for the roadway and bridge system, respectively. See Required Supplementary Information on page 81 for additional information. At June 30, 2008, Transportation Department infrastructure-related assets consisted of land, infrastructure and construction in progress of $141.3, $607.2, and $27.1 million, respectively.

Capital assets for governmental activities are presented below (in millions) to illustrate changes from the prior year:

	Governmental Activities			
	2008	2007*	$ Change	% Change
Land	$ 527.2	$ 503.0	$ 24.2	4.8%
Infrastructure	607.2	580.9	26.3	4.5
Buildings and improvements (net of accumulated depreciation)	1,126.2	1,092.6	33.6	3.1
Machinery and equipment (net of accumulated depreciation)	106.9	86.9	20.0	23.0
Construction in progress	202.6	187.5	15.1	8.1
Infrastructure (net of accumulated depreciation)	167.2	171.8	(4.6)	(2.7)
Totals	$ 2,737.3	$ 2,622.7	114.6	4.4

* The capital asset amounts for fiscal year 2007 were restated for various prior period corrections. See Note 3 – Beginning Balances Restated for additional information.

** The fiscal year 2007 ending business-type activity balances were restated to zero and are not presented above. See page 4 and Note 2 – Reporting Changes and Note 3 – Beginning Balances Restated for additional information.

Capital assets, net of accumulated depreciation, increased by $114.6 million, or 4.4 percent, from the prior year. The most significant impact on the increase in capital assets for the fiscal year ended June 30, 2008, was in the increase in infrastructure related capital assets, which accounted for $73.4 million of the total increase from the prior year. During fiscal year 2008, Transportation Department and Flood Control District infrastructure assets increased $48.5 and $24.9 million, respectively, from the prior year and accounted for increases in land, construction in progress, and non-depreciable infrastructure of $16.5, $30.5, and $26.4 million, respectively. In addition, during fiscal year 2008, several large construction projects were completed and capitalized, which offset the increases in construction in progress from infrastructure noted above and accounted for the increase in buildings and improvements. In fiscal year 2008, the Durango Animal Care Control Facility, Southeast Justice Court Facility, and Security Building Improvements projects were completed and capitalized for $14.7, $7.8, and $19.3 million respectively. Lastly, machinery and equipment increased significantly during the fiscal year, with a total increase from the prior year of $20.0 million or 23.0 percent. This increase is primarily due to the information technology infrastructure upgrade project, which accounted for an increase in machinery and equipment of $14.0 million.

Long-Term Liabilities

Maricopa County has the following bond ratings:

Debt Instrument & Rating Agency	Rating	Date Awarded
General Obligation Bonds (implied or issuer credit rating)		
Fitch Ratings	AAA	April 2007
Standard & Poor's	AAA	August 2007
Moody's Investor Services	Aa1	April 2007
Lease Revenue Bonds		
Fitch Ratings	AA+	April 2007
Standard & Poor's	AA+	April 2007
Moody's Investor Services	Aa2	April 2007
Certificates of Participation		
Fitch Ratings	AA+	April 2007
Moody's Investor Services	Aa3	April 2007

At June 30, 2008, the County had total long-term liabilities (noncurrent liabilities due within one year and more than one year) outstanding of $383.0 million, which represents a $12.1 million increase from the prior year balance of $370.9 million. The majority of the $12.1 million increase is attributable to the issuance of the Stadium District loan payable of $10.1 million, the issuance of capital leases of $30.0 million, and debt service payments made during fiscal year 2008 for lease revenue bonds ($7.6 million), lease trust certificates ($2.2 million), Stadium District revenue bonds ($3 million), and capital leases ($12.9 million). The largest components of long-term liabilities at June 30, 2008, consisted of lease revenue bonds - $173.7 million, Stadium District revenue bonds - $44.3 million, capital leases - $50.1 million, and reported claims and incurred but not reported claims - $68.6 million.

Lease revenue bonds applicable to governmental activities are paid from the County Improvement Debt Fund (debt service fund) that was funded in prior years by transfers from the General Fund and is predominately unrestricted. At June 30, 2008, the fund balance in the County Improvement Debt Fund to pay future liabilities was $23.9 million. Proceeds from the bonds are currently being used for capital projects.

Stadium District revenue bonds are special obligations of the District. The bonds are payable solely from pledged revenues, consisting of car rental surcharges levied and collected by the Stadium District pursuant to A.R.S. §48-4234. On June 5, 2002, the Stadium District issued revenue refunding bonds in the amount of $58,225,000 (par value) of which $44,270,000 remains outstanding.

Capital leases applicable to governmental activities of $50.1 million have been entered into for various lease-purchase agreements, which are noncancelable. This is an increase of $17.1 million from the prior year primarily related to the purchase of communications equipment, computer equipment, constable radios, network infrastructure technology equipment, and officer radio and taser units.

Reported and incurred but not reported claims applicable to governmental activities of $68.6 million are reported in the Risk Management and Employee Benefits Trust funds (internal service funds). This is an increase of $8.7 million from the prior year primarily related to actuarial estimates for the County's self-insured portion of future claims for general litigation related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and certain health benefits that are paid through the operations of the funds. Additional information regarding long-term liabilities can be found in the Notes to Financial Statements (Note 13 – Long-Term Liabilities and Note 17 – Risk Management).

Economic Factors and Next Year's Budget and Rates

- Arizona's economy is projected to experience more employment losses in 2009 due to a loss in business and consumer confidence. The loss in confidence is primarily driven by higher food and energy prices, stagnant incomes, and the effects of the finance and housing crisis. Recovery is not expected until late 2009 and early 2010, according to Arizona Workforce (www.workforce.az.gov).
- The population in Maricopa County continues to grow, even though Arizona economy has faltered. The Arizona Department of Commerce reports that Maricopa County's population increased by 2.1 percent from fiscal year 2007 to 2008 (www.azcommerce.com). The unemployment rate in Maricopa County, according to Arizona Workforce, in December 2008 was 6.3 percent, which remains below both the state average of 6.9 percent and national average of 7.2 percent (www.workforce.az.gov).
- As reported by the Arizona Department of Commerce, Maricopa County's population increased 29.2 percent from July 1, 2000 to July 1, 2008, which is higher than the United States overall population increase of 7.8 percent for the same time period. (www.azcommerce.com).

As part of the annual budget planning process, the County's Office of Management and Budget developed a financial forecast to assist in both short and long range financial planning. This forecast provides a conservative estimate of the County's fiscal condition through the next five years given a realistic economic forecast, current County policies and existing laws. The forecast was instrumental in the determination of the fiscal year 2009 budget and tax rate, which was based on the following assumptions:

- Declining growth in property tax assessed values due to the slowdown in the housing market is fully reflected in the property tax base. Maricopa County's primary (general operating) property tax levy is limited to 2% annual increases on existing property, plus taxes on new properties.
- No growth or even decline in State Shared Sales Tax, Vehicle License Tax, and Jail Excise Tax revenues. These revenue experienced unprecedented increases during the 2004-2006 housing "bubble", and serious problems in the local housing market have depressed consumer spending. Revenues are not expected to grow until at least fiscal year 2009-2010, and then only at a modest rate.
- Sizable increases in mandated payments to the State of Arizona for health care, in particular the ALTCS program. However, the State of Arizona faces a huge budget deficit, and could likely shift its costs to counties through higher AHCCCS and ALTCS contributions. This factor remains an unpredictable threat to Maricopa County's fiscal stability, but cannot be factored into the forecast.
- Lower increases in employee salaries, but continued increases in costs for health benefits and retirement contributions.

At the end of the fiscal year, unreserved fund balance for the General Fund was $512.1 million, or 56.7 percent of total General Fund expenditures. Unreserved fund balance increased by 15.1 percent from the prior year. This is due to actual revenues in excess of actual expenditures. In accordance with Arizona Revised Statutes (A.R.S.), the entire amount will be budgeted in the next fiscal year. A.R.S. §42-17151 requires that total estimated sources of revenue must equal the total estimated expenditures in the budget for the current fiscal year. The estimated expenditures may include an amount for unanticipated contingencies or emergencies, per A.R.S. §42-17102.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have any questions about this report or need additional financial information, please contact Maricopa County Department of Finance, 301 W. Jefferson, Suite 960, Phoenix, AZ 85003, or at www.maricopa.gov.

Basic Financial Statements

Maricopa County
Definitions of Government-wide Financial Statements and Listing of Major Funds

Government-wide Financial Statements

The **Statement of Net Assets** presents information on all of Maricopa County's assets and liabilities, with the difference between the two reported as net assets.

The **Statement of Activities** presents information showing how the government's 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.

Major Funds

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.

Special Revenue Funds

Detention Operations Fund – was established under the authority of propositions 400 and 401, which were passed in the General Election of November 3, 1998. These propositions authorized a temporary 1/5 of one-cent sales tax to be used for the construction and operation of adult and juvenile detention facilities. On November 5, 2002, the voters approved the extension of the 1/5 of one-cent sales tax in the General Election to be used for jail facility operations. The extension begins in the month following the expiration of the original tax and may continue for not more than twenty years after the date the tax collection begins. The Detention Operations Fund accounts for the receipt of tax revenue, jail operations expenditures, and transfers to the Detention Capital Projects Fund for construction of the adult and juvenile detention facilities.

Debt Service Funds

County Improvement Debt Fund – accounts for the debt service on the Lease Revenue Bonds, Series 2001; the Lease Revenue Refunding Bonds, Series 2003; Lease Revenue Bonds, Series 2007A; Lease Revenue Refunding Bonds, Series 2007B; Lease Trust Certificates, Series 2004; and other long-term obligations. Funding is provided by transfers from the General Fund, revenue from the Maricopa County Special Health Care District, a separate legal entity, and pledged contributions from various donors for the Human Services Campus.

Capital Projects Funds

General Fund County Improvements Fund – was established to fund current and future capital projects. Fund assets may be used to pay directly for capital projects or may be appropriated by the Board of Supervisors for debt service. None of the funds has been pledged for debt service, and fund assets may be transferred by the Board of Supervisors at any time for any other County purpose.

Maricopa County
Statement of Net Assets
June 30, 2008

	PRIMARY GOVERNMENT	COMPONENT UNITS		
	Governmental Activities	Housing Authority	Sports Commission	Total
ASSETS				
Cash in bank and on hand	$ 4,523,837	$ 4,047,487	$ 8,298	$ 4,055,785
Cash and investments held by County Treasurer	1,357,737,011			
Receivables (net of allowances for uncollectibles)	31,678,608	5,371,860	40,000	5,411,860
Due from other governmental units	168,243,813			
Inventories	12,542,393	39,594		39,594
Prepaids	1,597,962	37,824	13,500	51,324
Deferred costs	4,830,193			
Miscellaneous	3,423,542			
Intergovernmental loans	20,950,382			
Cash and investments held by trustee – restricted	77,444,016			
Capital assets:				
Land	527,203,186	4,367,043		4,367,043
Buildings and improvements	1,425,765,334	41,080,440		41,080,440
Machinery and equipment	264,564,127	630,246	13,675	643,921
Infrastructure – nondepreciable	607,208,177			
Infrastructure – depreciable	230,077,875			
Construction in progress	202,661,754			
Less: accumulated depreciation	(520,228,141)	(26,839,026)	(10,616)	(26,849,642)
Total assets	4,420,224,069	28,735,468	64,857	28,800,325
LIABILITIES				
Accounts payable	88,043,912	115,243	32,295	147,538
Accrued liabilities	14,662,446		800	800
Employee compensation payable	61,682,833	127,084		127,084
Interest payable	4,267,558			
Unearned revenue	26,632,087		25,000	25,000
Due to other governmental units	16,000			
Deposits held for other parties	752,320	139,378		139,378
Noncurrent liabilities:				
Due within one year	77,728,471			
Due in more than one year	305,244,774	306,785		306,785
Total liabilities	579,030,401	688,490	58,095	746,585
NET ASSETS				
Invested in capital assets, net of related debt	2,542,165,396	19,238,703	3,059	19,241,762
Restricted for:				
General government	6,428,451			
Public safety	346,378,371			
Highways and streets	66,314,646			
Health, welfare and sanitation	46,793,218	2,160,206		2,160,206
Culture and recreation	38,233,384			
Education	2,746,921			
Debt service	19,325,292			
Unrestricted	772,807,989	6,648,069	3,703	6,651,772
Total net assets	$ 3,841,193,668	$ 28,046,978	$ 6,762	$ 28,053,740

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

Maricopa County
Statement of Activities
For the Fiscal Year Ended June 30, 2008

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/Programs				
Primary government:				
Governmental activities:				
General government	$ 182,868,340	$ 30,942,935	$ 5,044,277	$ 1,060,189
Public safety	965,934,762	160,282,028	50,661,835	264,976
Highways and streets	143,367,655	19,009,650	103,320,170	67,060,931
Health, welfare and sanitation	383,885,390	48,326,397	93,840,738	
Culture and recreation	38,751,304	14,216,206	270,346	
Education	14,687,029	687,074	10,290,746	
Interest on long-term debt	10,347,354			
Total governmental activities	1,739,841,834	273,464,290	263,428,112	68,386,096
Total primary government	$ 1,739,841,834	$ 273,464,290	$ 263,428,112	$ 68,386,096
Component units:				
Housing Authority	$ 18,944,971	$ 1,673,188	$ 15,557,934	$ 615,963
Sports Commission	122,013	138,709	33,700	
Total component units	$ 19,066,984	$ 1,811,897	$ 15,591,634	$ 615,963
General revenues:				
Taxes:				
Property taxes, levied for general purposes				
Property taxes, levied for Flood Control District				
Property taxes, levied for Library District				
Share of state sales taxes				
Sales tax – Jail construction and operation				
Surcharge tax – Stadium District				
Share of state vehicle license tax				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Miscellaneous				
Total general revenues				
Change in net assets				
Net assets (deficit) beginning, as restated				
Net assets, ending				

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

Primary Government	Net (Expense) Revenue and Changes in Net Assets		
	Component Units		
Governmental Activities	Housing Authority	Sports Commission	Total
$ (145,820,939)			
(754,725,923)			
46,023,096			
(241,718,255)			
(24,264,752)			
(3,709,209)			
(10,347,354)			
(1,134,563,336)			
(1,134,563,336)			
	$ (1,097,886)	$	$ (1,097,886)
		50,396	50,396
	(1,097,886)	50,396	(1,047,490)
449,499,249			
69,462,089			
19,473,450			
460,958,772			
138,063,948			
6,132,465			
139,312,595			
1,814,394			
72,729,140	83,358		83,358
11,474,763			
1,368,920,865	83,358		83,358
234,357,529	(1,014,528)	50,396	(964,132)
3,606,836,139	29,061,506	(43,634)	29,017,872
$ 3,841,193,668	$ 28,046,978	$ 6,762	$ 28,053,740

Maricopa County
Balance Sheet
Governmental Funds
June 30, 2008

	General	Detention Operations	County Improvement Debt
ASSETS			
Cash in bank and on hand	$ 102,220	$ 350	$
Cash and investments held by County Treasurer	453,061,190	136,372,562	9,125,728
Receivables	17,850,199	1,369,288	2,844,266
Due from other funds	9,845,220		5,785,964
Due from other governmental units	81,224,970	27,058,104	17,649,262
Inventories	5,906,380	172,586	
Miscellaneous	419,550		
Intergovernmental loans	20,950,382		
Advances to other funds	36,500		
Cash and investments held by trustee - restricted			22,919,717
Total assets	$ 589,396,611	$ 164,972,890	$ 58,324,937
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 33,060,340	$ 8,649,328	$
Employee compensation payable	1,660,018	664,458	
Accrued liabilities	563,260	4,219	
Due to other funds	7,185,964		
Due to other governmental units			
Interest payable			4,037,857
Bonds payable			10,215,000
Special assessment debt with governmental commitment			
Advances from other funds			
Deferred revenue	13,336,189		20,139,262
Deposits held for other parties			
Total liabilities	55,805,771	9,318,005	34,392,119
Fund balances:			
Reserved for:			
Inventories	5,906,380	172,586	
Intergovernmental loans	15,535,019		
Advances	24,334		
Debt service			8,666,860
Unreserved, reported in:			
General fund	512,125,107		
Special revenue funds		155,482,299	
Capital projects funds			
Debt service funds			15,265,958
Total fund balances	533,590,840	155,654,885	23,932,818
Total liabilities and fund balances	$ 589,396,611	$ 164,972,890	$ 58,324,937

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.

Some receivables are not available to pay for current period expenditures and therefore, are deferred in the funds.

Internal service funds are used by management to charge the costs of equipment services, telecommunications, reprographics, risk management, employee benefits, and the sheriff warehouse to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.

Some long-term liabilities and compensated absences are not due and payable shortly after June 30, 2008, and therefore, are not reported in the funds.

Net assets of governmental activities

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

General Fund County Improvements	Other Governmental Funds	Total Governmental Funds
$	$ 3,679,976	$ 3,782,546
274,173,116	380,664,152	1,253,396,748
1,646,347	5,195,036	28,905,136
5,583,962	37,152	21,252,298
	42,311,477	168,243,813
	4,646,982	10,725,948
	3,003,992	3,423,542
		20,950,382
		36,500
	54,524,299	77,444,016
$ 281,403,425	$ 494,063,066	$ 1,588,160,929
$ 1,146,105	$ 40,225,278	$ 83,081,051
	634,984	2,959,460
	10,835,474	11,402,953
	13,346,466	20,532,430
	16,000	16,000
	3,068	4,040,925
		10,215,000
	14,741	14,741
	36,500	36,500
	18,821,637	52,297,088
	752,320	752,320
1,146,105	84,686,468	185,348,468
	4,646,982	10,725,948
		15,535,019
		24,334
	10,658,432	19,325,292
		512,125,107
	184,070,824	339,553,123
280,257,320	210,000,360	490,257,680
		15,265,958
280,257,320	409,376,598	1,402,812,461
$ 281,403,425	$ 494,063,066	
		2,732,886,304
		25,665,001
		37,225,415
		(357,395,513)
		$ 3,841,193,668

Maricopa County
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2008

	General	Detention Operations	County Improvement Debt
REVENUES			
Taxes	$ 439,935,636	$ 138,063,948	$
Licenses and permits	1,668,162		
Intergovernmental	614,211,710	2,926,154	
Charges for services	42,715,476	33,046,800	3,054,932
Fines and forfeits	16,901,592		
Special assessments			
Miscellaneous	32,662,940	9,943,523	2,201,193
Total revenues	1,148,095,516	183,980,425	5,256,125
EXPENDITURES			
Current:			
General government	166,959,115		
Public safety	445,647,434	299,734,816	
Highways and streets			
Health, welfare and sanitation	239,742,424		
Culture and recreation	1,760,539		
Education	2,272,724		
Debt service:			
Principal			12,620,765
Interest			8,972,450
Other expenditures			4,000
Capital outlay	45,755,691	10,440,577	
Total expenditures	902,137,927	310,175,393	21,597,215
Excess (deficiency) of revenues over expenditures	245,957,589	(126,194,968)	(16,341,090)
OTHER FINANCING SOURCES (USES)			
Transfers in	3,028,190	165,933,494	16,978,811
Transfers out	(217,206,425)	(32,112,796)	(3,524,014)
Capital lease agreements	29,953,944		
Loan proceeds			
Total other financing sources (uses)	(184,224,291)	133,820,698	13,454,797
Net change in fund balances	61,733,298	7,625,730	(2,886,293)
Fund balances at beginning of year, as restated	471,467,578	148,118,101	26,819,111
Increase (decrease) in reserve for inventories	389,964	(88,946)	
Fund balances at end of year	$ 533,590,840	$ 155,654,885	$ 23,932,818

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

General Fund County Improvements	Other Governmental Funds	Total Governmental Funds
$	$ 94,237,962	$ 672,237,546
	38,765,897	40,434,059
	287,450,837	904,588,701
	74,614,115	153,431,323
	15,159,580	32,061,172
	5,284,808	5,284,808
14,877,728	51,307,234	110,992,618
14,877,728	566,820,433	1,919,030,227
	6,326,604	173,285,719
	137,581,847	882,964,097
	54,885,932	54,885,932
	139,020,656	378,763,080
	28,425,542	30,186,081
	12,404,750	14,677,474
	2,986,711	15,607,476
	2,468,956	11,441,406
	1,250	5,250
16,583,611	206,213,261	278,993,140
16,583,611	590,315,509	1,840,809,655
(1,705,883)	(23,495,076)	78,220,572
46,365,097	157,311,954	389,617,546
(6,775,900)	(126,998,411)	(386,617,546)
		29,953,944
	10,106,857	10,106,857
39,589,197	40,420,400	43,060,801
37,883,314	16,925,324	121,281,373
242,374,006	391,781,474	1,280,560,270
	669,800	970,818
$ 280,257,320	$ 409,376,598	$ 1,402,812,461

Maricopa County
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2008

Net change in fund balances – total governmental funds (page 25)	$	121,281,373
Amounts reported for governmental activities in the Statement of Activities pages 20 – 21 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. This is the amount by which capital outlays exceeded depreciation in the current period.		153,850,859
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.		(39,025,754)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		1,488,924
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		(11,198,361)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.		(6,259,950)
Internal service funds are used by management to charge the costs of equipment services, telecommunications, reprographics, risk management, employee benefits, and the sheriff warehouse to individual funds. The net revenue of internal service funds is reported with governmental activities.		14,220,438
Change in net assets of governmental activities (page 21)	$	234,357,529

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

Maricopa County
Statement of Net Assets
Proprietary Funds
June 30, 2008

	Governmental Activities – Internal Service Funds
ASSETS	
Current assets:	
Cash in bank and on hand	$ 741,291
Cash and investments held by County Treasurer	104,340,263
Receivables:	
Accounts	2,155,995
Accrued Interest	617,477
Inventories	1,816,445
Prepaids	1,597,962
Total current assets	111,269,433
Noncurrent assets:	
Capital assets:	
Buildings and improvements	323,649
Machinery and equipment	10,588,897
Less accumulated depreciation	(6,546,538)
Total noncurrent assets	4,366,008
Total assets	115,635,441
LIABILITIES	
Current liabilities:	
Accounts payable	4,962,861
Employee compensation payable	849,059
Accrued liabilities	3,259,493
Due to other funds	719,868
Liability for reported and incurred but not reported claims (current portion)	35,115,226
Total current liabilities	44,906,507
Noncurrent liabilities:	
Liability for reported and incurred but not reported claims	33,503,519
Total noncurrent liabilities	33,503,519
Total liabilities	78,410,026
NET ASSETS	
Invested in capital assets, net of related debt	4,366,008
Unrestricted	32,859,407
Total net assets	$ 37,225,415

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

Maricopa County
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2008

	Governmental Activities – Internal Service Funds
OPERATING REVENUES	
Charges for services	$ 202,104,155
Miscellaneous	700,915
Total operating revenues	202,805,070
OPERATING EXPENSES	
Personal services	11,224,007
Supplies	17,932,675
Other services	11,678,412
Legal	7,734,415
Insurance	128,116,338
Leases and rentals	1,075,637
Repairs and maintenance	3,393,662
Travel and transportation	36,799
Utilities	7,685,554
Depreciation	1,014,028
Total operating expenses	189,891,527
Operating income	12,913,543
NONOPERATING REVENUES (EXPENSES)	
Investment income	4,675,893
Interest expense	(17,846)
Loss on disposal of capital assets	(21,818)
Total nonoperating revenues	4,636,229
Income before contributions and transfers	17,549,772
Capital contributions	354,029
Transfers out	(3,683,363)
Change in net assets	14,220,438
Total net assets – beginning	23,004,977
Total net assets – ending	$ 37,225,415

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

Maricopa County
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2008

	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Charges for services	$ 201,084,811
Other receipts	700,915
Payments for goods and services	(171,132,245)
Payments for personal services	(11,303,844)
Net cash provided by operating activities	19,349,637
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Cash transfers to other funds	(2,280,132)
Interest payments	(17,410)
Loan payments to General Fund	(560,314)
Net cash used for noncapital financing activities	(2,857,856)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of capital assets	(1,063,543)
Capital lease payments	(54,501)
Interest payments on long-term debt	(436)
Net cash used for capital and related financing activities	(1,118,480)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest and dividends	4,575,647
Net cash provided by investing activities	4,575,647
Net increase in cash and cash equivalents	19,948,948
Cash and cash equivalents, July 1, 2007	85,132,606
Cash and cash equivalents, June 30, 2008	$ 105,081,554
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Operating income	$ 12,913,543
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation expense	1,014,028
Liability for reported and incurred but not reported claims – noncurrent	(2,509,463)
Changes in assets [(increase)/decrease] and liabilities [increase/(decrease)]:	
Accounts receivable	(1,019,344)
Inventories	(212,378)
Prepaids	257,556
Accounts payable	(4,899,554)
Employee compensation payable	(79,837)
Accrued liabilities	2,692,965
Liability for reported and incurred but not reported claims - current	11,192,121
Net cash provided by operating activities	$ 19,349,637
SCHEDULE OF NONCASH INVESTING, CAPITAL AND NONCAPITAL FINANCING ACTIVITIES:	
Accumulated depreciation from disposed capital assets	$ 586,437
Machinery and equipment disposed	(608,255)
Loss on disposal of capital assets	21,818
Capital contributions	(354,029)
Capital assets transferred from governmental activities	403,189
Capital assets transferred to governmental activities	(683,363)
Transfer out capital assets to governmental activities	683,363
Accumulated depreciation transferred from governmental activities	(49,160)

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

Maricopa County
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2008

	Investment Trust Fund	Agency Fund
Assets		
Cash in bank and on hand	$	$ 43,159,467
Cash and investments held by County Treasurer	2,504,580,023	
Accrued interest receivable	14,570,894	
Total assets	2,519,150,917	$ 43,159,467
Liabilities		
Deposits held for other parties		$ 43,159,467
Total liabilities		$ 43,159,467
Net Assets		
Held in trust for investment participants	$ 2,519,150,917	

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

Maricopa County
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2008

	Investment Trust Fund
Additions:	
Contributions from participants	$ 14,388,496,096
Investment income:	
Interest income	87,691,872
Net increase in fair value of investments	15,073,507
Net investment earnings	102,765,379
Total additions	14,491,261,475
Deductions:	
Distributions to participants	14,538,403,352
Total deductions	14,538,403,352
Change in net assets	(47,141,877)
Net assets – beginning	2,566,292,794
Net assets – ending	$ 2,519,150,917

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

Basic Financial Statements - Notes

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NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Maricopa County conform to U.S. generally accepted accounting principles applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB).

For the year ended June 30, 2008, the County implemented the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues,* GASB Statement No. 50, *Pension Disclosure (an amendment of GASB Statements No. 25 and No. 27),* and early implemented GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations.* GASB Statements No. 45, 48, and 50 require disclosure in the notes to financial statements, and had no effect on reported amounts of revenues, expenses or net assets.

GASB Statement No. 45 requires systematic measurement and recognition of other postemployment benefits' (OPEB) cost over employees' years of service and provides information about actuarial accrued liabilities associated with OPEB. Although the County does not offer OPEB and has no OPEB liabilities to recognize, the County does participate in pension plans offering OPEB. As a result, GASB No. 45 requires the County to provide additional disclosure in the notes and required supplementary information. See Note 19 – Pensions and Other Postemployment Benefits and Required Supplementary Information – Schedule of Agent Retirement Plans' Funding Progress. GASB Statement No. 48 requires that the County disclose pledged future revenue that is committed to collateralize or secure debt. See Note 13 – Long-term Liabilities. GASB Statement No. 50 amends GASB Statements Nos. 25 and 27 to require governmental employers to present certain additional pension disclosures in the notes and additional required supplementary information. See Note 19 – Pensions and Other Postemployment Benefits and Required Supplementary Information – Schedule of Agent Retirement Plans' Funding Progress. GASB Statement No. 49 requires the County to disclose current or potential detrimental effects of existing pollution remediation activities. See Note 18 – Pollution Remediation Obligations.

A. Reporting Entity

Maricopa County is a general purpose local government governed by a separately elected board of five 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 government-wide financial statements to emphasize they are legally separate from the County. Each blended and discretely presented component unit discussed below has a June 30 year-end.

The reporting entity is comprised of the primary government, Maricopa County Flood Control District, Maricopa County Library District, Maricopa County Public Finance Corporation, Maricopa County Special Assessment Districts, Maricopa County Stadium District, Maricopa County Street Lighting Districts, Housing Authority of Maricopa County, and Phoenix Regional Sports Commission.

The blended component units are as follows:

Maricopa County Flood Control District

The Maricopa County Flood Control District is a legally separate, tax-levying entity pursuant to A.R.S. §48-3602 that provides flood control facilities and regulates floodplains and drainage to prevent flooding of property in Maricopa County. As the Maricopa County Board of Supervisors serves as the Board of Directors of the Flood Control District, it is able to significantly influence the programs,

projects, activities, or level of services provided by the District; therefore, the District is considered a blended component unit of the County.

Maricopa County Library District

The Maricopa County Library District is a legally separate, tax-levying entity pursuant to A.R.S. §48-3901 that provides and maintains library services for the residents of Maricopa County. As the Maricopa County Board of Supervisors serves as the Board of Directors of the Library District, it is able to significantly influence the programs, projects, activities, or level of services provided by the District; therefore, the District is considered a blended component unit of the County.

Maricopa County Public Finance Corporation

Maricopa County Public Finance Corporation is a nonprofit corporation created by the Maricopa County Board of Supervisors that exists primarily to assist the County in the acquisition, construction, and improvement of County facilities, including real property and personal property. The Board of Directors of the Public Finance Corporation is subject to the approval of the County Board of Supervisors and the corporation exists primarily for the benefit of the County; therefore, the Corporation is considered a blended component unit of the County. The Corporation has issued certificates of participation, lease revenue bonds, and lease trust certificates that evidence undivided proportionate interests in rent payments to be made under the lease agreements, with an option to purchase, between Maricopa County and the Corporation. Since this debt is in substance the County's obligation, these liabilities and resulting assets are reported on the County's financial statements.

Maricopa County Special Assessment Districts

The Special Assessment Districts are legally separate entities that provide improvements to various properties within the County. As the Maricopa County Board of Supervisors serves as the Board of Directors of the Maricopa County Special Assessment Districts, it is able to significantly influence the activities or level of services provided by the Districts; therefore, the Districts are considered a blended component unit of the County.

Maricopa County Stadium District

The Maricopa County Stadium District is a legally separate entity pursuant to A.R.S. §48-4202 that provides regional leadership and fiscal resources to assure the presence of Major League Baseball in Maricopa County. As the Maricopa County Board of Supervisors serves as the Board of Directors of the Stadium District, it is able to significantly influence the programs, projects, activities, or level of services provided by the District; therefore, the District is considered a blended component unit of the County.

Complete financial statements for the Maricopa County Stadium District may be obtained at the entity's administrative office listed below:

Maricopa County Stadium District
401 East Jefferson
Phoenix, Arizona 85004
www.maricopa.gov/stadiumdistrict

Maricopa County Street Lighting Districts

The Street Lighting Districts are legally separate entities that provide street lighting in areas of the County that are not under local city jurisdictions. As the Maricopa County Board of Supervisors serves as the Board of Directors of the Maricopa County Street Lighting Districts, the Districts are considered a blended component unit of the County.

The discretely presented component units are as follows:

Housing Authority of Maricopa County

The Housing Authority is a legally separate entity pursuant to A.R.S. §36-1404 that provides efficient and affordable rental housing to low-income households of Maricopa County. Each member of the Maricopa County Board of Supervisors appoints one member to the Board of Commissioners while the sixth member shall be based on the recommendation of the County Administrative Officer and the seventh member shall be appointed by a majority vote of the Maricopa County Board of Supervisors. The County does not have the ability to impose its will on the Housing Authority. The Housing Authority is a discretely presented component unit, as the Maricopa County Board of Supervisors may dissolve the Authority at any time at the sole discretion of the County and, therefore, a financial benefit or burden exists.

Housing Authority of Maricopa County
2024 North Seventh Street, Suite 201
Phoenix, Arizona 85006
www.maricopahousing.org

Phoenix Regional Sports Commission

The Phoenix Regional Sports Commission (Sports Commission) is a legally separate entity pursuant to A.R.S. §11-701. The Sports Commission provides the citizens of Maricopa County with a variety of sporting experiences by assisting in the promotion and acquisition of events, teams, and youth programs. The Sports Commission's governing board consists of fifteen members, of whom the Maricopa County Board of Supervisors appoints five members, a state university president appoints one member, and the remaining nine members are appointed by the seven most populous cities' mayors within the County. The County does not have the ability to impose its will on the Sports Commission. The Sports Commission is a discretely presented component unit, as the Maricopa County Board of Supervisors may dissolve the Sports Commission at any time at the sole discretion of the County and, therefore, a financial benefit or burden exists.

Complete financial statements for the Phoenix Regional Sports Commission may be obtained at the entity's administrative office listed below:

Phoenix Regional Sports Commission
400 East Van Buren, Suite 600
Phoenix, Arizona 85004
www.phxsports.org

Related Organization

The Industrial Development Authority of Maricopa County (Authority) is a legally separate entity that was created to assist in the financing of commercial and industrial enterprises; safe, sanitary, and affordable housing; and healthcare facilities. The Authority fulfills its function through the issuance of tax exempt or taxable revenue bonds. The County Board of Supervisors appoints the Authority's Board of Directors. The Authority's operations are completely separate from the County and the County is not financially accountable for the Authority. Therefore, the financial activities of the Authority have not been included in the accompanying financial statements.

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 financial 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 and between the County and its discretely presented component units. 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. The County has no business-type activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental 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 allocates 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, unrestricted grant revenues, and all County levied taxes or taxes not levied by the County that are not restricted to a specific program, 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 doing so would distort the direct costs and program revenues reported by the departments concerned.

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. The County has no enterprise funds.

Proprietary fund revenues and expenses are classified as either operating or nonoperating. Operating revenues and expenses generally result from transactions associated with the fund's principal activity. Accordingly, revenues, such as user charges, in which each party receives and gives up essentially equal values, are reported as operating revenues. Nonoperating revenues, such as investment income, result from transactions in which the parties do not exchange equal values. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. Other expenses, such as interest expense, are considered to be nonoperating expenses.

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 Detention Operations Fund – was established under the authority of propositions 400 and 401, which were passed in the General Election of November 3, 1998. These propositions authorized a temporary 1/5 of one-cent sales tax to be used for the construction and operation of adult and juvenile detention facilities. On November 5, 2002, the voters approved the extension of the 1/5 of one-cent sales tax in the General Election. The extension begins in the month following the expiration of the original tax and may continue for not more than twenty years after the date the tax collection begins. The Detention Operations Fund accounts for the jail tax revenue and transfers from the General Fund

for maintenance of effort and jail operations expenditures. The Detention Operations Fund transfers monies to the Detention Capital Projects Fund for the construction of the jail facilities. The amount to be transferred to the Detention Capital Projects Fund for any given year is determined through the budget planning process.

The County Improvement Debt Fund – accounts for the debt service on the Lease Revenue Bonds, Series 2001; the Lease Revenue Refunding Bonds, Series 2003; Lease Revenue Bonds, Series 2007A; Lease Revenue Refunding Bonds, Series 2007B; Lease Trust Certificates, Series 2004; and other long-term obligations. Funding is provided by transfers from the General Fund; intergovernmental revenue from the Maricopa County Special Health Care District, a separate legal entity; and pledged contributions from various donors for the Human Services Campus.

The General Fund County Improvements Fund – was established to fund current and future capital projects. Fund assets may be used to pay directly for capital projects or may be appropriated by the Board of Supervisors for debt service. None of the funds has been pledged for debt service, and fund assets may be transferred by the Board of Supervisors at any time for any other County purpose.

The County also reports the following fund types:

The internal service funds – account for automotive maintenance and service, telecommunications services, printing and duplicating services, insurance services, self-insured employee benefits, and warehouse services provided to County departments or to other governments on a cost reimbursement basis.

The investment trust fund – accounts for pooled assets held and invested by the County Treasurer on behalf of other governmental entities.

The agency fund – accounts for assets held by the County as an agent for other governments and individuals.

C. Basis of Accounting

The government-wide, proprietary fund, and fiduciary fund financial statements are presented using the economic resources measurement focus, with exception of the agency fund, and the accrual basis of accounting. The agency fund is custodial in nature and does not have a measurement focus. 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 imposed by the provider 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 they become both 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. The County's major revenue sources that are susceptible to accrual are property taxes, intergovernmental, charges for services, and investment earnings. 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. Loan proceeds 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 internal service funds and the discretely presented component units 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. The County and its discretely presented component units have chosen the option to not follow FASB Statements and Interpretations issued after November 30, 1989.

D. Cash and Investments

For purposes of its statements of cash flows, the County considers only those highly liquid investments with a maturity of three 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 one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

E. Inventories

The County accounts for its inventories in the governmental funds using the purchase method. 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 weighted-average cost.

Inventories of the proprietary funds' financial statements are recorded as assets when purchased and expensed when consumed. The amount shown on the statement of net assets for the internal service funds is valued at cost using the moving average method.

F. Property Tax Calendar

The County levies real property taxes and commercial personal 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 mobile home 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, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the government-wide statements and the proprietary funds. Capital assets are defined as assets with an initial, individual cost of more than $5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant, and equipment of the primary government and the discretely presented component units are depreciated using the straight-line method over the following estimated useful lives:

	Estimated Useful Life (In Years)	
Type of Assets	Primary Government	Discretely Presented Component Units
Buildings and improvements	20 - 50	20 - 30
Infrastructure	25 - 50	N/A
Autos and trucks	3 - 10	7
Other equipment	3 - 20	5 - 7

All infrastructure assets are reported on the government-wide financial statements. Infrastructure maintained by the County Department of Transportation consists of roadways, bridges and related assets. These assets are not depreciated as they are reported using the modified approach. Under the modified approach, the County's roadway and bridge systems are being preserved at a specified condition level established by the County. For information on the modified approach, see Required Supplementary Information – Modified Approach for Infrastructure Assets. The Flood Control District accounts for the County's remaining infrastructure assets consisting of drainage systems, dams, flood channels and canals.

For the Department of Transportation's infrastructure assets owned prior to fiscal year 2002, the County estimated their historical cost. The fair market value for right-of-way assets was estimated based on current regional land acquisitions and deflated by the trended growth rate, as determined by the County assessed valuation from the State of Arizona Department of Revenue Abstract of the Assessment Roll for vacant land, agriculture and government property not including legally exempt land. The fair market value for roadway system assets was estimated based on current construction costs and deflated using the Price Trends for Federal-Aid Highway Construction, published by the U.S. Department of Transportation, Federal Highway Administration, Office of Program Administration and Office of Infrastructure.

Flood Control District infrastructure assets are accounted for using the straight-line depreciation method with a useful life between 25 and 50 years. For infrastructure assets owned prior to fiscal year 2002, the County used internal records, maintained by the department, to estimate Flood Control's historical cost for these assets.

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 240 hours of vacation leave, but any vacation hours in excess of the maximum amount that are unused at calendar year-end convert to sick leave. Upon termination of employment, all unused 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, upon retirement, County employees with accumulated sick leave in excess of 1,000 hours are entitled to a $10,000 nontaxable investment in a Post Employment Health Plan established pursuant to Internal Revenue Code §501(c)(9). The obligations vested at June 30, 2008, under this policy are accrued as a liability.

Compensated absences are substantially paid within one year from fiscal year-end and, therefore, are reported as a current liability on the government-wide financial statements.

NOTE 2 – REPORTING CHANGES

Beginning in fiscal year 2008, the Solid Waste Management Fund will be reported as a special revenue fund. In the prior year, the Solid Waste Management Fund was reported as a major enterprise fund. The County's last remaining landfill ceased accepting waste during fiscal year 2007 and the associated landfill fees will no longer be collected. However, the County continues to operate transfer stations, which are partially supported by user charges. Thus, the operations of the Solid Waste Management Fund are no longer predominately supported by user fees and charges. This fund is a nonmajor governmental fund.

NOTE 3 – BEGINNING BALANCES RESTATED

In fiscal year 2007, the Solid Waste Management Fund was reported as an enterprise fund. However, as the last remaining landfill stopped accepting waste in May 2007, the fund's operations are no longer predominately funded by user fees and charges. Beginning July 1, 2007, the County is reporting the Solid Waste Management Fund as a governmental fund. As a result, on July 1, 2007, Maricopa County restated beginning net assets of governmental and business-type activities and beginning fund balance of the governmental fund financial statements.

On July 1, 2007, the County restated the Accommodation Schools Fund beginning fund balance for a prior period correction of $298,348 for grant revenues that were accrued in error.

On July 1, 2007, the County restated the County Attorney RICO Fund beginning fund balance for a prior period correction of $136,903 pertaining to a post-closing journal entry recorded in error.

On July 1, 2007, the County restated governmental activities capital assets balances by $19,507,896 for corrections of prior periods resulting from capital assets that were owned by the County but unrecorded. This restatement was comprised of adjustments to buildings and improvements, machinery and equipment, and land of $8,368,532, $11,137,871, and $1,493, respectively.

On July 1, 2007, the County restated governmental activities capital asset balances by ($31,177,177) for corrections of prior periods of Flood Control and Transportation infrastructure related assets. These corrections were a result of assets that should have been deleted in prior periods of ($20,029,607), assets that were recorded in error of ($21,089,098), and assets that were owned by the County but unrecorded of $9,941,528. This restatement was comprised of adjustments to land, construction in progress, and infrastructure of ($5,803,770), ($17,321,467), and ($8,051,940), respectively.

On July 1, 2007, the County restated beginning net assets of governmental activities by $8,420,525 due to early implementation of GASB Statement No. 49, which reduced beginning claims and judgments liabilities.

Beginning net assets and beginning fund balances were adjusted for the above, as follows:

	Governmental Activities	Business-type Activities	Total Governmental Funds
Net assets/fund balance reported as of June 30, 2007	$ 3,612,138,511	$ (1,618,365)	$1,267,422,066
Add/(Delete): Solid Waste Management Fund			
Current assets	13,671,935	(13,671,935)	13,671,935
Non-current assets	1,939,253	(1,939,253)	
Current liabilities	(98,480)	98,480	(98,480)
Non-current liabilities	(17,131,073)	17,131,073	
Delete: Accommodation Schools grant revenue	(298,348)		(298,348)
Delete: County Attorney RICO Fund prior-year revenue	(136,903)		(136,903)
Add: General government capital assets corrections	19,507,896		
Delete: Infrastructure asset corrections	(31,177,177)		
Add: Claims and judgments restatement	8,420,525		
Net assets/fund balance as of July 1, 2007, as restated	$ 3,606,836,139	$	$1,280,560,270

In addition, the beginning net assets of the discretely presented component units were adjusted for Housing Authority capital assets which were recorded in error.

	Discretely Presented Component Units
Net assets reported as of June 30, 2007	$ 29,577,940
Delete: Housing Authority capital assets	(560,068)
Net assets as of July 1, 2007, as restated	$ 29,017,872

NOTE 4 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The Governmental Funds Balance Sheet includes the reconciliation between fund balances – total governmental funds and net assets – Governmental Activities as reported in the government-wide Statement of Net Assets. The details of this reconciliation follow:

Fund balances – total governmental funds	$ 1,402,812,461
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	
Land	527,203,186
Buildings and improvements	1,425,441,685
Machinery and equipment	253,975,230
Infrastructure	837,286,052
Construction in progress	202,661,754
Accumulated depreciation	(513,681,603)
Net governmental funds capital assets at June 30, 2008	2,732,886,304
Some receivables are not available to pay for current period expenditures and therefore, are deferred in the funds.	
Deferred revenue for property taxes receivable at June 30, 2008	15,535,783
Deferred revenue for grant revenues receivable at June 30, 2008	7,639,218
Deferred revenue for contributions receivable at June 30, 2008	2,490,000
	25,665,001
Internal service funds are used by management to charge the costs of equipment services, telecommunications, reprographics, risk management, employee benefits, and the sheriff warehouse to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.	37,225,415
Some long-term liabilities and compensated absences are not due and payable shortly after June 30, 2008, and therefore, are not reported in the funds.	
Noncurrent lease revenue bonds due in more than one year at June 30, 2008	(163,900,000)
Lease trust certificates payable at June 30, 2008	(4,612,000)
Certificates of participation due in more than one year at June 30, 2008	(3,850,000)
Stadium District revenue bonds payable at June 30, 2008	(44,270,000)
Stadium District loan payable at June 30, 2008	(10,864,916)
Special assessment debt with governmental commitment payable at June 30, 2008	(67,778)
Deferred issuance cost at June 30, 2008	4,830,193
Bond premium payable at June 30, 2008	(6,332,348)
Governmental funds capital leases payable at June 30, 2008	(50,093,644)
Claims and judgments at June 30, 2008	(5,811,870)
Governmental funds compensated absences payable at June 30, 2008	(57,874,314)
Liability for closure and postclosure costs at June 30, 2008	(14,322,203)
Accrued interest payable at June 30, 2008	(226,633)
	(357,395,513)
Net assets of governmental activities	$ 3,841,193,668

The governmental fund reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances is a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide Statement of Activities. The details of this reconciliation follow:

Net change in fund balances – total governmental funds	$	121,281,373
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. This is the amount by which capital outlays exceeded depreciation in the current period.		
Governmental funds capital outlay		212,116,034
Government-wide depreciation expense for the year ended June 30, 2008		(59,279,203)
Add: Internal service funds depreciation expense for the year ended June 30, 2008		1,014,028
		153,850,859
The net effect of various miscellaneous transactions involving capital assets is to decrease net assets.		
Net value of disposed capital assets for the year ended June 30, 2008		(86,243,945)
Adjustment for the net value of assets capitalized in the current year but acquired in prior years		1,839,268
Donations of capital assets		45,378,923
		(39,025,754)
Collection of revenues in the governmental funds exceeded revenues reported in the Statement of Activities.		
Collections of deferred revenues plus current-year grant revenues exceeding amounts reported as earned for the year ended June 30, 2008		(794,814)
Property taxes earned during the year ended June 30, 2008		3,296,423
Collections of deferred contributions revenues exceeding amounts reported as earned for the year ended June 30, 2008		(1,012,685)
		1,488,924
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Principal payments on bonds		12,977,047
Principal payments on lease trust certificates		2,200,000
Proceeds from capital leases		(29,953,944)
Net decrease in bond premium		905,486
Principal payments on certificates of participation		445,000
Principal payments on capital leases		13,050,696
Net decrease in deferred issuance costs		(707,115)
Proceeds from Stadium District loans payable		(10,106,857)
Accrued interest payable on long-term debt		(8,674)
		(11,198,361)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.		
Net increase in employee compensation payable		(7,955,820)
Increase in reserve for inventories		970,818
Net decrease in claims and judgments		651,245
Net decrease in liability for closure and postclosure costs		73,807
		(6,259,950)
Internal service funds are used by management to charge the costs of equipment services, telecommunications, reprographics, risk management, employee benefits, and the sheriff warehouse to individual funds. The net revenue of internal service funds is reported with governmental activities.		14,220,438
Change in net assets of governmental activities	$	234,357,529

NOTE 5 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

At June 30, 2008, the following funds reported deficits in fund balances or net assets.

FUND	DEFICIT
Governmental Funds:	
Adult Probation Grants	$ 54,092
Air Quality Grants	433,038
Clerk of Court Grants	61,643
County Attorney Grants	108,205
Emergency Management	195,971
Human Services Grants	3,991,262
Juvenile Probation Grants	260,651
Parks and Recreation Grants	23,781
Public Defender Grants	1,280
School Grants	92,302
Sheriff Grants	773,140
Sheriff RICO	740
Trial Court Grants	10,970
Proprietary Funds:	
Risk Management	$ 14,429,228

The deficits in fund balances for Adult Probation Grants, Air Quality Grants, Clerk of Court Grants, County Attorney Grants, Emergency Management, Human Services Grants, Juvenile Probation Grants, Parks and Recreation Grants, Public Defender Grants, School Grants, Sheriff Grants, and Trial Court Grants Funds were attributed to the deferring of certain grant revenues. The County accrues grant revenue received within 60 days after year-end, as it is available and measurable. Revenues received after 60 days are considered not available and are therefore deferred.

Risk Management Fund's funding plan calls for the fiscal year ending cash balance to equal the next year's estimated claims and claims related expenses. As of June 30, 2008, the total net assets deficit was $14,429,228. This is primarily due to the Risk Management Fund not being funded for noncurrent accrued claim liabilities.

The remaining fund balance deficit for the Sheriff RICO Fund resulted from operations during the year and is expected to be corrected through normal operations in fiscal year 2009.

NOTE 6 – DEPOSITS AND INVESTMENTS

Arizona Revised Statutes (A.R.S.) authorize the County to invest public monies in the State Treasurer's investment pool; obligations issued or guaranteed by the United States or any of the senior debt of its agencies, sponsored agencies, corporations, sponsored corporations, or instrumentalities; specified state and local government bonds; interest earning investments such as savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; and specified commercial paper, bonds, debentures, and notes issued by corporations organized and doing business in the United States. In addition, the County Treasurer may invest trust funds in fixed income securities of corporations doing business in the United States or District of Columbia.

Credit risk
Statutes have the following requirements for credit risk:

1. Commercial paper must be rated P1 by Moody's investors service or A1 or better by Standard and Poor's rating service.
2. Corporate bonds, debentures, and notes must be rated A or better by Moody's investors service or Standard and Poor's rating service.
3. Fixed income securities must carry one of the two highest ratings by Moody's investors service and Standard and Poor's rating service. If only one of the above-mentioned services rates the security, it must carry the highest rating of that service.

Custodial credit risk
Statutes require collateral for demand deposits, certificates of deposit, and repurchase agreements at 101 percent of all deposits not covered by federal depository insurance.

Concentration of credit risk
Statutes do not include any requirements for concentration of credit risk.

Interest rate risk
Statutes require that public monies invested in securities and deposits have a maximum maturity of 5 years and that public operating fund monies invested in securities and deposits have a maximum maturity of 3 years. However, the Stadium District is allowed by a separate statute to invest monies, not held for operations, in eligible investments with a maturity of greater than 5 years. Investments in repurchase agreements must have a maximum maturity of 180 days.

Foreign currency risk
Statutes do not allow foreign investments.

Deposits - At June 30, 2008, the carrying amount of the County's deposits was $64,554,272, and the bank balance was $68,443,444. It is the County's investment policy to collateralize all deposits by at least 101 percent of the deposits not covered by depository insurance. At a minimum, the collateral is to be held by the pledging financial institution or its agent, but does not have to be held in the County's name.

At June 30, 2008, $11,242,384 of the County's bank balance was exposed to custodial credit risk as follows:

Uninsured with collateral held by the pledging financial institution	$ 11,242,384

Investments – The County's investments at June 30, 2008, were as follows:

Investment Type	Amount
U.S. Treasury securities	$ 8,257,830
U.S. agency securities	3,845,211,027
Mutual funds with trustee	45,366,252
Guaranteed investment contracts	16,953,789
Other investments	11,034,689
	$ 3,926,823,587

Credit risk – It is the County's investment policy to preserve the principal value and the interest income of an investment. The County can invest in obligations issued or guaranteed by the United States or any of the senior debt of its agencies, sponsored agencies, corporations, or instrumentalities. The County can also invest in commercial paper and corporate bonds with ratings that meet the statutory requirements specified above. At June 30, 2008, credit risk for the County's investments was as follows:

Investment Type	Rating	Rating Agency	Amount
U. S. agency securities	Aaa	Moody's	$ 2,558,040,127
U. S. agency securities	P1	Moody's	1,266,545,500
U. S. agency securities	Unrated	Not applicable	20,625,400
Mutual funds with trustee	Aaa	Moody's	45,366,252
Guaranteed investment contracts	Unrated	Not applicable	16,953,789
			$ 3,907,531,068

The $20,625,400 of unrated U.S. agency securities are discount notes issued by the Federal Agricultural Mortgage Corporation (FAMC). As specified in the FAMC Offering Circular, these discount notes were not, and are not expected to be, rated by any credit rating agency. The $11,034,689 of other investments are related to the Public Fiduciary, which invests in equities, mutual funds, U.S. Treasury securities, and other types of investments as directed by court order. Due to the difficulty of obtaining the information and as these investment amounts are determined to be immaterial, Maricopa County will not follow the credit risk disclosure requirements specified by GASB Statement No. 40 – Deposit and Investment Risk Disclosures.

Custodial credit risk – For an investment, custodial credit risk is the risk that, in the event of the counterparty's failure, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. It is the County's investment policy that all of the Treasurer's securities be held by the agent or trust department and in the County's name. However, the County does maintain investments in outside accounts that are uninsured and not registered in the County's name. At June 30, 2008, the County had $45,366,252 in mutual funds held by the trustee that were uninsured and not registered in the County's name. These investments are managed by the trustee in accordance with the trust agreement. The $11,034,689 of other investments are related to the Public Fiduciary, which invests in equities, mutual funds, U.S. Treasury securities, and other types of investments as directed by court order. Due to the difficulty of obtaining the information and as these investment amounts are determined to be immaterial, Maricopa County will not follow the custodial credit risk disclosure requirements specified by GASB Statement No. 40 – Deposit and Investment Risk Disclosures.

Concentration of credit risk – It is the County's investment policy to preserve the principal value of its investments. However, due to the limited investments allowed under statutes and the desire to preserve the principal value, the County's investments may have a concentration of credit risk of more than 5 percent of total investments in one issuer. Five percent or more of the County's investments at June 30, 2008 were in the Federal Home Loan Bank, the Federal Home Loan Mortgage Corporation, the Federal National Mortgage Association, and the Federal Farm Credit Bank. These investments were 46.9 percent, 30.7 percent, 13.6 percent, and 5.9 percent, respectively, of the County's total investments.

Interest rate risk – It is the County's investment policy to hold investments to maturity, where practical, and avoid any loss on investments resulting from an early sale or retirement of an investment.

Additionally, securities should be invested for a shorter duration, where applicable. At June 30, 2008, the County had the following investments in debt securities.

		Investment Maturities		
Investment Type	Amount	Less than 1 Year	1 – 5 Years	More than 10 Years
U.S. Treasury securities	$ 8,257,830	$ 8,257,830	$	$
U.S. agency securities	3,845,211,027	1,393,514,744	2,451,696,283	
Mutual funds with trustee	45,366,252	45,366,252		
Guaranteed investment contracts	16,953,789		8,122,500	8,831,289
	$ 3,915,788,898	$ 1,447,138,826	$ 2,459,818,783	$ 8,831,289

The $8,831,289 of guaranteed investment contracts relate to the Stadium District which is allowed by statute to invest monies, not held for operations, for longer periods of time.

The $11,034,689 of other investments are related to the Public Fiduciary, which invests in equities, mutual funds, U.S. Treasury securities, and other types of investments, as directed by court order. Due to the difficulty of obtaining the information and as these investment amounts are determined to be immaterial, Maricopa County will not follow the interest rate risk disclosure requirements specified by GASB Statement No. 40 – Deposit and Investment Risk Disclosures.

Foreign currency risk – The County does not have a formal investment policy with respect to foreign currency risk because State statutes do not allow foreign investments.

A reconciliation of cash, deposits, and investments to amounts shown on the Statements of Net Assets follows:

Cash, deposits and investments:	
Cash on hand	$ 122,280
Amount of deposits	64,554,272
Amount of investments	3,926,823,587
Total	$ 3,991,500,139

	Governmental Activities	Investment Trust Fund	Agency Fund	Component Units	Total
Statement of Net Assets:					
Cash in bank and on hand	$ 4,523,837	$	$43,159,467	$ 4,055,785	$ 51,739,089
Cash and investments held by County Treasurer	1,357,737,011	2,504,580,023			3,862,317,034
Cash and investments held by trustee	77,444,016				77,444,016
Total	$1,439,704,864	$ 2,504,580,023	$43,159,467	$ 4,055,785	$ 3,991,500,139

NOTE 7 – 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's 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 monthly and 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.

The Treasurer allocates interest earnings to each of the pool's participants. However, for the County's monies in the pool the Board of Supervisors authorized $7,411,582 of interest earned in certain other funds to be transferred to the General Fund.

Substantially, all deposits and investments of the County's primary government are included in the County Treasurer's investment pool, except for $47,452,765 of deposits, $8,257,830 of investments in U.S. Treasury securities, $45,366,252 of mutual funds with trustee, $16,953,789 of guaranteed investment contracts, and $11,034,689 of other investments. Therefore, the deposit and investment risks of the Treasurer's investment pool are substantially the same as the County's deposit and investment risks. See Note 6 – Deposits and Investments for disclosure of the County's deposit and investment risks.

Details of each major investment classification follow:

Investment Type	Principal	Interest Rates	Maturities	Reported Amount
U. S. agency securities	$3,854,366,978	1.8 – 5.6%	7/08 – 6/11	$3,845,211,027

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

Statement of net assets		
Assets	$	3,885,662,007
Liabilities		-
Net assets	$	3,885,662,007
Net assets held in trust for:		
Internal participants	$	1,366,511,090
External participants		2,519,150,917
Total net assets held in trust	$	3,885,662,007
Statement of changes in net assets		
Total additions	$	24,395,813,918
Total deductions		24,243,729,979
Net increase (decrease)		152,083,939
Net assets held in trust:		
July 1, 2007		3,733,578,068
June 30, 2008	$	3,885,662,007

NOTE 8 – RECEIVABLES

Receivables as of year-end for the County's individual major funds and nonmajor funds in the aggregate are shown as follows. Taxes receivable does not have an allowance for uncollectible taxes, as the amount is considered immaterial. All other receivables are considered collectible. Pledged receivables represent amounts pledged from donors for the Human Services Campus.

	Governmental Funds					
	General Fund	Detention Operations Fund	County Improvement Debt Fund	General Fund County Improvements	Other Governmental Funds	Total
Receivables:						
Taxes	$ 14,630,672	$	$	$	$ 3,092,264	$ 17,722,936
Accrued interest	3,219,527	1,369,288	45,366	1,646,347	2,037,573	8,318,101
Special assessments					65,199	65,199
Pledged			2,798,900			2,798,900
Total receivables	$ 17,850,199	$ 1,369,288	$ 2,844,266	$ 1,646,347	$ 5,195,036	$ 28,905,136

Discretely presented component units:

Receivables as of year-end for the discretely presented component units including the applicable allowances for uncollectible accounts, are shown as follows:

	Housing Authority	Sports Commission
Receivables		
Intergovernmental	$ 155,121	$
Accounts	16,193	40,000
Other	145,890	
Notes receivable	5,065,000	
Gross receivables	5,382,204	40,000
Less: allowance for uncollectibles	(10,344)	
Net total receivables	$ 5,371,860	$ 40,000

NOTE 9 – DUE FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governmental units at June 30, 2008, of $168,243,813, as reported on the Governmental Funds balance sheet, include $74,369,456, $6,903,612, and $16,257,789 in state-shared revenues for sales taxes, vehicle license taxes, and highway user taxes, respectively; $22,141,879, $1,134,361, and $917,861 in jail tax, waste tire surcharge, and rental car surcharge, respectively, collected by the State but not received by the County; $19,834,834 in various Federal and State grants; $5,252,283 due from other governments for prisoner detention and police services; $3,734,379 due from cities and towns for Flood Control District, Library District, and Transportation Department intergovernmental agreements; and $48,097 of miscellaneous receivables from State and local governments.

In addition, the County reported $17,649,262 for debt service reimbursements due from the Maricopa County Special Health Care District, a separate legal entity. The amount is reported in the County Improvement Debt Fund and is deferred, as it is not considered measurable and available to finance expenditures of the current period. As a result of the transition of the Medical Center to the District on January 1, 2005, the Medical Center transferred long-term debt obligations (lease revenue bonds, certificates of participation and installment purchase agreements) to the County. The Maricopa County Special Health Care District will pay the debt obligations per the terms of an Intergovernmental Agreement which coincide with the future principal and interest payments to July 1, 2015.

NOTE 10 – INTERGOVERNMENTAL LOANS

At June 30, 2008, the County reported intergovernmental loans of $20,950,382. This amount consists of three separate intergovernmental loans to the Maricopa County Special Health Care District, a separate legal entity.

On July 1, 2005, the County provided a $15,433,000 ten-year loan to the Maricopa County Special Health Care District. The terms of the loan, as outlined in the Assistance Package Intergovernmental Agreement dated June 8, 2005, include the first five years interest free, with interest payable for the second five-year period at the rate earned by the County Treasurer over that period. The balance of the loan is due August 1, 2015.

On September 30, 2005, the County provided a $5,347,350 loan to the Maricopa County Special Health Care District for AHCCCS equity requirements per the terms of the Assistance Package Intergovernmental Agreement dated June 8, 2005, and will be paid in full by October 1, 2008.

The County also reported a $170,032 intergovernmental loan to the Maricopa County Special Health Care District for monies owed from the District to the General Fund for early extinguishment of certain debt in advance of maturity. The loan is paid semi-annually until July 1, 2010, at which time the loan will be paid in full.

NOTE 11 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2008 was as follows:

	Balance July 1, 2007, as restated	Increase	Decrease	Balance June 30, 2008
Governmental activities:				
Nondepreciable assets:				
Land	$ 502,996,454	$ 52,942,316	$ 28,735,584	$ 527,203,186
Construction in progress	187,538,104	128,175,726	113,052,076	202,661,754
Infrastructure	580,869,273	37,271,727	10,932,823	607,208,177
Total capital assets not being depreciated	1,271,403,831	218,389,769	152,720,483	1,337,073,117
Depreciable assets:				
Buildings and improvements	1,366,344,148	66,380,727	6,959,541	1,425,765,334
Machinery and equipment	233,377,103	48,870,394	17,683,370	264,564,127
Infrastructure	230,077,875			230,077,875
Total	1,829,799,126	115,251,121	24,642,911	1,920,407,336
Less accumulated depreciation for:				
Buildings and improvements	273,711,713	28,018,378	2,167,152	299,562,939
Machinery and equipment	146,469,602	26,626,713	15,361,747	157,734,568
Infrastructure	58,292,798	4,637,836		62,930,634
Total	478,474,113	59,282,927	17,528,899	520,228,141
Total capital assets being depreciated, net	1,351,325,013	55,968,194	7,114,012	1,400,179,195
Governmental activities capital assets, net	$ 2,622,728,844	$ 274,357,963	$ 159,834,495	$ 2,737,252,312
Discretely presented component units:				
Nondepreciable assets:				
Land	$ 4,830,082	$	$ 463,039	$ 4,367,043
Construction in progress	1,017,243		1,017,243	
Total capital assets not being depreciated	5,847,325		1,480,282	4,367,043
Depreciable assets:				
Buildings and improvements	40,224,138	856,302		41,080,440
Machinery and equipment	739,642	46,658	142,379	643,921
Less accumulated depreciation	25,965,472	1,395,378	511,208	26,849,642
Total	14,998,308	(492,418)	(368,829)	14,874,719
Discretely presented component units capital assets, net	$ 20,845,633	$ (492,418)	$ 1,111,453	$ 19,241,762

The County pledged certain governmental activities land and buildings as collateral for various lease revenue bonds. See Note 13 – Long-term Liabilities for additional information regarding outstanding bonds at June 30, 2008.

On July 1, 2007, the County reclassified the Solid Waste Management Fund as a special revenue fund, resulting in the elimination of business-type activities. Due to this reporting change, the County restated governmental activities capital assets balances to include Solid Waste Management Fund capital assets. In addition, the County restated governmental activities beginning capital asset balances for corrections of prior period errors. See Note 3 – Beginning Balances Restated for additional information.

In addition, on July 1, 2007, the Housing Authority, a discretely presented component unit, restated beginning capital asset balances for corrections of prior periods. See Note 3 – Beginning Balances Restated for additional information.

Depreciation expense was charged to functions/programs as follows:

Government activities:		
General government	$	11,300,098
Public safety		31,563,762
Highways and streets		3,705,920
Health, welfare and sanitation		3,234,717
Culture and recreation		8,440,679
Education		19,999
Internal service funds		1,014,028
Total governmental activities depreciation expense	$	59,279,203
Discretely presented component units		
Housing Authority	$	1,393,659
Sports Commission		1,719
Total discretely presented component units depreciation expense	$	1,395,378

The depreciation expense charged to governmental activities is less than accumulated depreciation increases because of assets that were reclassified from building improvements to equipment. This resulted in an increase in machinery and equipment accumulated depreciation of $3,724 for the transferred assets, but does not constitute current year depreciation expense.

NOTE 12 – CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

At June 30, 2008, Maricopa County had the following major contractual commitments related to various capital projects. Commitments have been grouped into four major categories: Transportation Construction Projects, Flood Control Construction Projects, Construction and Maintenance of Adult and Juvenile Detention Facilities, and Construction of Various County Facilities.

Transportation Construction Projects

At June 30, 2008, the Maricopa County Transportation Department had contractual commitments of $32,547,925 for construction of various highway projects. The related estimated cost of completion based on the project budgets was $399,453,492, of which not all projects may be completed. Funding for these expenditures will be provided from Highway User Fuel Tax, the primary source of revenue for the Transportation Department. These projects are accounted for in the Transportation Capital Projects Fund (nonmajor governmental fund).

Flood Control Construction Projects

At June 30, 2008, the Maricopa County Flood Control District had contractual commitments of $15,081,060 for the construction of various flood control projects. The related estimated cost of completion based on the project budgets was $266,860,473, of which not all projects may be completed. Funding for these expenditures will be provided from the Flood Control District's tax levy of property within Maricopa County, the primary source of revenue for the Flood Control District. These projects are accounted for in the Flood Control Capital Projects Fund (nonmajor governmental fund).

Construction and Maintenance of Adult and Juvenile Detention Facilities

At June 30, 2008, Maricopa County had contractual commitments of $143,970 related to major capital projects. The related estimated cost of completion based on the project budgets was $19,921,754, of which not all projects may be completed. Funding for these expenditures will be provided by the 1/5 of one-cent jail sales tax originally approved by voters in the November 3, 1998 general election and extended in the November 2, 2002 general election. These projects are accounted for in the Detention Capital Projects Fund (nonmajor governmental fund).

Construction of Various County Facilities

At June 30, 2008, Maricopa County had contractual commitments of $25,141,662 related to major capital projects financed primarily by the Lease Revenue Bonds, Series 2007A. The related estimated cost of completion based on the project budgets was $341,568,050, of which not all projects may be completed. These projects are accounted for in the County Improvement Fund (nonmajor governmental fund). The County had additional contractual commitments of $2,283,455 relating to major capital projects accounted for in the Intergovernmental Capital Projects Fund (nonmajor governmental fund) and the General Fund County Improvements Fund (major governmental fund) and funded predominantly through transfers from the General Fund. The related estimated cost of completion based on the project budgets was $11,039,083, of which not all projects may be completed.

NOTE 13 – LONG-TERM LIABILITIES

The following schedule details the County's long-term liability and obligation activity for the year ended June 30, 2008.

	Balance July 1, 2007, as restated	Additions	Reductions	Balance June 30, 2008	Due Within One Year
Governmental activities:					
Bonds, loans, and other payables:					
Lease revenue bonds	$ 181,275,000	$	$ 7,605,000	$ 173,670,000	$ 9,770,000
Lease trust certificates	6,812,000		2,200,000	4,612,000	1,617,000
Certificates of participation	4,715,000		420,000	4,295,000	445,000
Stadium District revenue bonds	47,230,000		2,960,000	44,270,000	3,105,000
Stadium District loans	978,394	10,106,857	220,335	10,864,916	399,577
Special assessment debt with governmental commitment	103,077		20,558	82,519	24,929
Capital leases	33,039,132	29,953,944	12,899,432	50,093,644	20,296,449
Installment purchase agreements	205,765		205,765		
	274,358,368	40,060,801	26,531,090	287,888,079	35,657,955
Plus: bond premium	7,237,834		905,486	6,332,348	
Total bonds, loans, and other payables	281,596,202	40,060,801	27,436,576	294,220,427	35,657,955
Other liabilities:					
Claims and judgments	6,463,115	1,425,755	2,077,000	5,811,870	2,059,474
Reported and incurred but not reported claims	59,936,087	109,393,936	100,711,278	68,618,745	35,115,226
Liability for closure and postclosure costs	14,396,010	583,311	657,118	14,322,203	4,895,816
Total other liabilities	80,795,212	111,403,002	103,445,396	88,752,818	42,070,516
Governmental activities long-term liabilities	$ 362,391,414	$151,463,803	$130,881,972	$ 382,973,245	$ 77,728,471

On July 1, 2007, the County reclassified the Solid Waste Management Fund as a special revenue fund, resulting in the elimination of business-type activities. Due to this reporting change, lease revenue bonds and closure and postclosure care costs long-term liabilities were restated. In addition, on July 1, 2007, the County early implemented GASB Statement No. 49. As a result, $2,660,040 of closure and postclosure care costs was reclassified to claims and judgments and the beginning balance for claims and judgments was restated by ($8,420,525). See Note 3 – Beginning Balances Restated for additional information.

Bonds, loans, and other payables were as follows at June 30, 2008:

Lease Revenue Bonds

On June 1, 2001, the Maricopa County Public Finance Corporation issued $124,855,000 of Lease Revenue Bonds to pay for the acquisition of, construction of, and equipment for the Public Service Building, Forensic Science Center, Superior Court Customer Service Center, parking garages, and related projects. Under the terms of the bond indentures, the Corporation received the proceeds to

construct and purchase these assets and the County will make lease payments to extinguish the debt. Lease payments will equal the aggregate amount of principal and interest due at that date. Upon the final lease payment, the title to the assets will transfer to the County. The County's obligation to make lease payments will be subject to and dependent upon annual appropriations being made by the County. Bonds maturing after July 1, 2012, are subject to optional redemption in increments of $5,000 on July 1, 2011, or any date thereafter, at par plus accrued interest to the date fixed for redemption. In the event of nonappropriation, the bonds would be subject to special redemption at par plus accrued interest to the redemption date.

On December 3, 2003, the Maricopa County Public Finance Corporation issued $16,880,000 of Lease Revenue Refunding Bonds for the current refunding of various certificates of participation (Series 2000, 1996, 1994, and 1993), capital leases, and an installment purchase contract, which were legally defeased as of June 1, 2004. The County will be obligated to make lease payments to extinguish the refunding debt when due until all lease payments under the lease have been paid. The County's obligation to make lease payments will be subject to and dependent upon annual appropriations being made by the County. The bonds are not subject to optional redemption prior to maturity; however, in the event of nonappropriation, the bonds would terminate and be subject to special mandatory redemption at par plus accrued interest, without premium.

On August 9, 2005, the Maricopa County Public Finance Corporation defeased a portion of the Lease Revenue Bonds, Series 2001, in the amount of $10,605,000. The County contributed the cash to advance refund the bonds, which mature on July 1, 2006 through July 1, 2015. Bonds maturing on or after July 1, 2012, are callable on July 1, 2011, and are redeemable at par plus accrued interest. The outstanding principal balance of $10,605,000 will be paid by investments held in an irrevocable trust with a fair value of $11,254,428. Accordingly, the trust account assets and liability for these defeased bonds are not included in the County's financial statements. This portion of the lease revenue bonds was initially entered into by the Medical Center, which was transitioned to the Maricopa County Special Health Care District, a separate legal entity, on January 1, 2005. As a result of the transition, the Medical Center transferred this obligation to the County and the District reimburses the County for the principal and interest associated with this debt in accordance with the intergovernmental agreement between the County and the District. Although the County defeased this portion of the bonds, the District is still obligated to reimburse the County for the applicable principal and interest pursuant to the intergovernmental agreement. See Note 9 – Due From Other Governmental Units for additional information.

On May 23, 2007, the Maricopa County Public Finance Corporation issued $108,100,000 of Lease Revenue Bonds to pay for the acquisition, construction, and renovation of the Durango Animal Care and Control Facility and various court facilities. Under the terms of the bond indentures, the Corporation received the proceeds to construct and purchase these assets and the County will make lease payments to extinguish the debt. Lease payments will equal the aggregate amount of principal and interest due at that date. Upon the final lease payment, the title to the assets will transfer to the County. The County's obligation to make lease payments will be subject to and dependent upon annual appropriations being made by the County. Bonds maturing after July 1, 2017, are subject to optional redemption in increments of $5,000 on July 1, 2016, or any date thereafter, at par plus accrued interest to the date fixed for redemption. In the event of nonappropriation, the bonds would be subject to special redemption at par plus accrued interest to the redemption date.

Refunded and Refinanced Obligations - On May 23, 2007, the Maricopa County Public Finance Corporation issued Lease Revenue Refunding Bonds, Series 2007B, for $32,840,000 (par value) with interest rates ranging from 4% to 5% and maturing from July 1, 2012 to July 1, 2015. The net bond proceeds were $34,414,011 which included a reoffering premium of $973,843, County contributions of $860,000, and cost of issuance of $259,831. The net proceeds were used to advance refund the Lease Revenue Bonds, Series 2001, of $32,215,000, with interest rates ranging from 4.75% to 5.5%, maturing from July 1, 2012 through July 1, 2015, and callable at par plus accrued interest on July 1, 2011.

The following Lease Revenue Bonds were outstanding as of June 30, 2008:

DESCRIPTION	AMOUNT OF ISSUE	INTEREST RATES	MATURITY DATES	OUTSTANDING AT JUNE 30, 2008
2001 Lease Revenue Bonds	$ 124,855,000	4.55 – 5.47%	7-1-08/12	$ 27,280,000
2003 Lease Revenue Refunding Bonds	16,880,000	3.00 – 3.38%	7-1-08/12	5,450,000
2007A Lease Revenue Bonds	108,100,000	3.50 – 5.00%	7-1-08/31	108,100,000
2007B Lease Revenue Refunding Bonds	32,840,000	4.00 – 5.00%	7-1-12/15	32,840,000
Total	$ 282,675,000			$ 173,670,000

Annual debt service requirements to maturity for the County's Lease Revenue Bonds are as follows:

	Governmental Activities		
Year Ending June 30	Principal	Interest	Total
2009	$ 9,770,000	$ 7,626,469	$ 17,396,469
2010	10,615,000	7,148,079	17,763,079
2011	11,145,000	6,630,595	17,775,595
2012	10,585,000	6,103,790	16,688,790
2013	11,205,000	5,602,040	16,807,040
2014-18	43,190,000	20,842,350	64,032,350
2019-23	22,140,000	14,412,055	36,552,055
2024-28	27,875,000	8,521,963	36,396,963
2029-32	27,145,000	1,985,088	29,130,088
Total	$173,670,000	$ 78,872,429	$ 252,542,429

The County defeased lease revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for these defeased bonds are not included in the County's financial statements. At June 30, 2008, $32,215,000 of bonds outstanding are considered defeased as summarized below.

Refunded and Refinanced Obligations		
Issue	Outstanding Principal	Call Date
Series 2001 Lease Revenue Bonds	$ 32,215,000	July 1, 2011

Lease Trust Certificates

On August 1, 2004, the County and the Maricopa County Public Finance Corporation entered into a lease purchase agreement in which the land, conveyed to the Maricopa County Public Finance Corporation by the County, and financed improvements related to the Human Services Project will be leased to the County. On August 27, 2004, the Maricopa County Public Finance Corporation authorized the issuance of Lease Trust Certificates representing proportionate interests in semiannual lease payments for an amount not to exceed $15,000,000 to provide financing for the construction of improvements for a Human Services Campus public health clinic. The lease purchase agreement contains a purchase option at the end of the lease term similar to a capital lease, does not constitute indebtedness of the County under the Constitutional debt limit, and does not require voter approval. The County is responsible for the principal and interest payments for the amount of the certificates issued under the lease purchase agreement.

The certificates, having a fixed rate of 4.165% and maturing on July 1, 2010, were issued on an as needed basis. As of June 30, 2008, the County had drawn all $15,000,000 from the Lease Trust Certificates. The lease purchase agreement provides that the debt service requirements on the amount of outstanding Lease Trust Certificates be re-amortized for any additional debt issued up to the authorized amount.

As of June 30, 2008, the outstanding Lease Trust Certificates and annual debt service requirements to maturity are as follows:

Year Ending June 30	Governmental Activities Principal	Governmental Activities Interest
2009	$ 1,617,000	$ 158,412
2010	1,700,000	89,337
2011	1,295,000	26,968
Total	$ 4,612,000	$ 274,717

Certificates of Participation

Certificates of Participation represent proportionate interests in semiannual lease payments. The County's obligation to make lease payments is subject to annual appropriations being made by the County for that purpose. On November 1, 2000, Maricopa County Public Finance Corporation issued $6,975,000 of Certificates of Participation to pay for the acquisition of and improvements to the Desert Vista Hospital and medical office facilities. These certificates of participation were initially entered into by the Medical Center, which was transitioned to the Maricopa County Special Health Care District, a separate legal entity, on January 1, 2005. As a result of the transition, the Medical Center transferred this obligation to the County and the District reimburses the County for the principal and interest associated with this debt in accordance with the intergovernmental agreement between the County and the District. See Note 9 – Due From Other Governmental Units for additional information.

The following Certificates of Participation were outstanding at June 30, 2008:

DESCRIPTION	AMOUNT OF ISSUE	INTEREST RATES	MATURITY DATES	OUTSTANDING AT JUNE 30, 2008
2000 Certificates of Participation	$ 6,975,000	4.90 – 5.50%	7-1-08/15	$ 4,295,000

Annual debt service requirements to maturity for certificates of participation are as follows:

Year Ending June 30	Governmental Activities Principal	Governmental Activities Interest
2009	$ 445,000	$ 212,170
2010	465,000	189,759
2011	490,000	166,000
2012	520,000	140,490
2013	545,000	113,060
2014 – 16	1,830,000	153,335
Total	$ 4,295,000	$ 974,814

Stadium District Revenue Bonds

Stadium District Revenue Bonds are special obligations of the District. The bonds are payable solely from pledged revenues, consisting of car rental surcharges levied and collected by the Stadium District pursuant to A.R.S. §48-4234. Under the statute, the Stadium District may set the surcharge at $2.50 on each lease or rental of a motor vehicle licensed for hire, for less than one year, and designed to carry fewer than 15 passengers, regardless of whether such vehicle is licensed in the State of Arizona. The Stadium District Board of Directors initially levied a surcharge at a rate of $1.50 beginning in January 1992 and increased the surcharge to $2.50, the maximum amount permitted by statute, in January 1993. The District has pledged a portion of future car rental surcharge revenue to repay the $58,225,000 in revenue refunding bonds, which were issued in June 2002 to prepay and redeem certain obligations and fund debt service reserves. The bonds do not constitute a debt or a pledge of the faith or credit of Maricopa County, the State of Arizona, or any other political subdivision. The payment of the bonds is enforceable solely out of the pledged revenues and no owner shall have any right to compel any exercise

of taxing power of the District, except for surcharges. The bonds maturing after June 1, 2013, are subject to optional redemption in increments of $5,000 at par plus accrued interest. Total principal and interest remaining to be paid on the bonds is $59,623,252, payable through June 2019. Principal and interest paid for the current year and total car rental surcharge revenues were $5,423,594 and $6,671,848, respectively.

The Stadium District had the following revenue bonds outstanding at June 30, 2008:

DESCRIPTION	AMOUNT OF ISSUE	INTEREST RATES	MATURITY DATES	OUTSTANDING AT JUNE 30, 2008
2002 Revenue Refunding Bonds	$ 58,225,000	4.00 — 5.375%	6-1-09/19	$ 44,270,000

Annual debt service requirements to maturity for Stadium District bonds are as follows:

	Governmental Activities	
Year Ending June 30	Principal	Interest
2009	$ 3,105,000	$ 2,314,344
2010	3,260,000	2,159,094
2011	3,390,000	2,028,694
2012	3,570,000	1,850,719
2013	3,760,000	1,663,294
2014 – 18	22,040,000	5,060,563
2019	5,145,000	276,544
TOTAL	$ 44,270,000	$ 15,353,252

Stadium District Loans Payable

On July 25, 2006, the Stadium District entered into a cost-sharing agreement with the Arizona Diamondbacks (Team) for capital improvements at Chase Field. Under the terms of the agreement, the Team provided $679,295 of the funding for the enhancement; and the agreement states that the Stadium District will pay the Team back over the next two years, ending December 2008.

On January 23, 2007, the Stadium District entered into a cost-sharing agreement with the Team for the renovations at Chase Field. Under the terms of the agreement, the Team provided $537,723 of the funding for the renovations; and the agreement states that the Stadium District will pay the Team back over the next four years, ending December 2010.

On September 10, 2007, the Stadium District entered into a cost-sharing agreement with the Team for the purchase of a video board and related equipment. Under the terms of the agreement, the Team provided $8,273,928 of the funding for the purchase; and the agreement states that the Stadium District will pay the Team back over ten years, beginning December 2009 and ending in December 2018.

On October 12, 2007, the Stadium District entered into a cost-sharing agreement with the Team for phase II of the suite renovations at Chase Field. Under the terms of the agreement, the Team provided $1,832,928 of the funding for the renovations; and the agreement states that the Stadium District will pay the Team back over ten years, beginning December 2011 and ending in December 2020.

Annual debt service requirements to maturity for Stadium District loans payable are as follows:

	Governmental Activities
Year Ending June 30	Principal
2009	$ 399,577
2010	1,179,241
2011	1,179,241
2012	1,200,000
2013	1,200,000
2014-18	5,273,928
2019-21	432,929
Total	$ 10,864,916

Special Assessment Debt With Governmental Commitment

Special assessment bonds are payable from assessments collected from property owners benefited by the respective improvements. The special assessment districts pledged these assessments to repay the par issuance amount of $724,594 in special assessment bonds. The proceeds were used to finance construction projects in these districts. Total principal and interest remaining to be paid on these bonds is $100,223, payable through July 2017. While there is no legal obligation for the County to further secure the special assessment bonds of the districts below, the County has made a moral commitment to take steps necessary to prevent default. Principal and interest paid for the current year and total special assessment charges revenue were $33,323 and $56,579, respectively.

Special assessment bonds currently outstanding for governmental activities are as follows:

DESCRIPTION	AMOUNT OF ISSUE	INTEREST RATES	MATURITY DATES	OUTSTANDING AT JUNE 30, 2008
Queen Creek Water	$ 301,960	4.875%	7-1-08/17	$ 29,988
Central Avenue	301,905	9.000%	1-1-09	17,149
Marquerite Drive	60,670	9.000%	7-1-08/11	8,565
7th Street North	60,059	8.000%	1-1-09/14	26,817
Total	$ 724,594			$ 82,519

Annual debt service requirements to maturity for special assessment debt with governmental commitment are as follows:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2009	$ 31,260	$ 5,312
2010	4,746	3,396
2011	8,416	3,092
2012	11,628	2,349
2013	8,416	1,607
2014 – 18	18,053	1,948
Total	$ 82,519	$ 17,704

Capital Leases

The County has entered into various lease-purchase agreements, which are noncancellable, for the acquisitions of the following equipment:

	Governmental Activities
Computer Systems and Equipment	$ 28,359,093
Communications Equipment	999,864
Voting Equipment	6,197,732
Total Capital Assets	35,556,689
Accumulated Depreciation	(7,001,689)
Net Value of Leased Capital Assets	$ 28,555,000

These lease-purchase agreements require the County to pay all maintenance costs. At the time of the final principal and interest payments, title to the leased equipment transfers to the County. These leases are contingent on budgetary appropriations each fiscal year. The assets are capitalized at total principal cost.

The following schedule details debt service requirements to maturity for the County's capital leases payable at June 30, 2008.

Year Ending June 30	Governmental Activities
2009	$ 20,296,449
2010	18,032,240
2011	12,329,824
2012	1,431,467
2013	337,848
Total minimum lease payments	52,427,828
Amount representing interest	(2,334,184)
Present value of net minimum lease payments	$ 50,093,644

The present value of net minimum lease payments at June 30, 2008, of $50,093,644 exceeds the total capital assets of $28,555,000 because a significant portion of the assets acquired through capital leases are for computer related equipment that is below the County's capitalization threshold.

Funding Source for Governmental Activities Liabilities

Governmental Funds Liabilities	Funding Source
Lease revenue bonds	County Improvement Debt Fund
Lease trust certificates	County Improvement Debt Fund
Certificates of participation	County Improvement Debt Fund
Stadium District revenue bonds	Stadium District Debt Service Fund (nonmajor debt service fund)
Stadium District loans payable	Ballpark Operations Fund (nonmajor special revenue fund)
Special assessment debt with governmental commitment	Special Assessment Fund (nonmajor debt service fund)
Capital leases	General Fund, Detention Operations Fund, nonmajor special revenue fund
Claims and judgments	General Fund, Solid Waste Management Fund (nonmajor special revenue fund) and Risk Management Fund (internal service fund)
Reported and incurred but not reported claims	Risk Management Fund and Employee Benefits Trust Fund (internal service funds)
Municipal landfill closure and postclosure costs	Solid Waste Management Fund (nonmajor special revenue fund)

Legal Debt Margin

County indebtedness pertaining to general obligation bonds may not exceed six percent of the value of the County's taxable property ascertained by the last assessment. However, with voter approval, the County may become indebted for an amount not to exceed fifteen percent of such taxable property. At June 30, 2008, the allowable six and fifteen percent limits were $2,972,074,430 and $7,430,186,074, respectively. The County had no outstanding general obligation debt at June 30, 2008, and was therefore within the legal debt margin.

Conduit Debt Obligations

Maricopa County issues revenue bonds on behalf of private sector entities to provide financial assistance for projects deemed to be of public interest. Neither the principal, accrued interest nor premium, if any, shall ever constitute an indebtedness of the County or State of Arizona or any political subdivision, nor shall it be a liability or a charge against the general credit or taxing powers. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2008, there were three revenue bond issues outstanding, with an aggregate principal amount payable of $199,495,000.

Arbitrage Compliance

The County is in compliance with all Federal arbitrage regulations for tax-exempt debt securities. As of June 30, 2008, the County had no arbitrage liability.

NOTE 14 – MUNICIPAL LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

The County has five landfills which are subject to closure and postclosure care requirements. State and federal laws and regulations require the County to place a final cover on all its landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the sites for 30 years after closure. Although one landfill is exempt from these regulations, the County is performing postclosure monitoring of this site and has included the estimated costs in the closure and postclosure liability.

On May 31, 2007, the County's last remaining landfill ceased accepting waste and the County is in the process of capping the landfill. The closure costs associated with this landfill are included in the landfill closure and postclosure care liability at June 30, 2008. In addition, during fiscal year 2008, the County updated estimates of the amount required to pay for closure, cleanup, remedial actions and monitoring at the County's five landfill sites, in accordance with U.S. generally accepted accounting principles. The County estimated these costs to be approximately $14,322,203.

The County's estimate for closure and postclosure care requirements for the five landfills are subject to change due to inflation, changes in technology, changes in regulations, or results of investigational studies. All associated closure and postclosure costs will be paid from the Solid Waste Management Fund. These amounts are based on what it would cost to perform all closure and postclosure care and remedial investigation costs in fiscal year 2008.

According to State and Federal laws and regulations, the County must comply with the local government financial test requirements that assure the County can meet the costs of landfill closure, postclosure, and corrective action when needed. The County is in compliance with these requirements.

NOTE 15 – MUNICIPAL REVOLVING LINE OF CREDIT AND IRREVOCABLE STANDBY LETTER OF CREDIT

On July 1, 2006, the County entered into a $35,000,000 municipal revolving line of credit with an interest rate of 65% of the bank's prime rate which has a maturity date of June 30, 2009. Outstanding principal and interest is due on June 30 of each year. During fiscal year 2008, the County had not borrowed against the line of credit.

On July 1, 2007, the County entered into a $5,870,994 irrevocable standby letter of credit issued to the Industrial Commission of Arizona for unfunded workers' compensation claims. The irrevocable standby letter of credit matured on July 1, 2008. The letter of credit was reserved against the municipal revolving line of credit. During fiscal year 2008, the letter of credit had not been drawn upon. The irrevocable standby letter of credit was renewed to July 1, 2009, for $4,177,256.

NOTE 16 – OPERATING LEASES

The County's operating leases are for office equipment, land, and buildings. Rental expenses under the terms of these operating leases for governmental activities were $15,959,597 for the year ended June 30, 2008. These operating leases have remaining lease terms from one to eleven years. Also, they provide renewal options and are contingent on budgetary appropriations each fiscal year. The future minimum rental payments required under these operating leases as of June 30, 2008, are as follows:

Year Ending June 30	Governmental Activities
2009	$ 9,766,600
2010	8,340,811
2011	6,117,225
2012	2,824,560
2013	1,611,754
2014-18	5,275,635
2019-20	240,512
Total minimum payments required	$ 34,177,097

NOTE 17 – RISK MANAGEMENT

Self-Insurance

The Risk Management Fund (internal service fund) accounts for the financing of the insured risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters.

The County carries commercial insurance for general and automobile liability in excess of $5,000,000 per occurrence (limit $30 million), medical malpractice liability in excess of $5,000,000 per occurrence (limit $25 million), and workers' compensation benefits in excess of $2,000,000 per occurrence (limit $25 million). Settled claims have not exceeded this commercial coverage since the inception of these insurance policies.

Liabilities for unpaid claims are estimates determined by an independent actuary using the following actuarial methods: reported loss development, paid loss development, Bornhuetter-Ferguson reported loss and paid loss, frequency times severity, expected loss, incremental paid workers' compensation, paid allocated loss adjustment expense to paid loss development – automobile liability, and tail liability for medical malpractice. Accrued actuarial liabilities are based on a discounted 55 percent confidence level assuming a 4.00 percent annual rate of return on investments. Accrued actuarial liabilities at June 30, 2008, for each insurable area follow:

General liability	$ 32,356,132
Automobile liability	1,528,702
Malpractice	12,875,708
Workers' compensation	10,643,934
Property reserve	409,359
Auto physical damage	258,259
Total	$ 58,072,094

Changes in the unpaid claims liability reported in the Risk Management Fund follow:

Year	Balance July 1	Current-Year Claims And Changes In Estimates	Claims Payments	Balance June 30
2005-06	$ 50,490,551	$ 17,605,701	$ (12,179,859)	$ 55,916,393
2006-07	55,916,393	16,330,438	(14,516,812)	57,730,019
2007-08	57,730,019	13,460,325	(13,118,250)	58,072,094

The Employee Benefits Trust Fund (internal service fund) accounts for the financing of the insured risk of loss for certain health benefits (pharmacy, medical, dental, short-term disability, and medical incentives) to eligible employees and their dependents.

The liability for pharmacy, medical, dental, short-term disability, vision, behavioral health and Health Select claims is based on fiscal year 2008 actuarial reports. Certain portions of the pharmacy liability are based on the unused portion of the member's pharmacy accounts as administered by another provider. Accrued actuarial liabilities at June 30, 2008, for each insurable area follow:

Pharmacy	$ 1,545,000
Medical	7,957,000
Dental	247,000
Short-term disability	357,000
Vision	100,000
Behavioral health	259,000
Health Select	81,651
Total	$ 10,546,651

Changes in the unpaid claims liabilities reported in the Employee Benefits Trust Fund follow:

Year	Balance July 1	Current-Year Claims And Changes In Estimates	Claims Payments	Other Payments	Balance June 30
2005-06	$ 4,080,935	$ 25,846,873	$ (27,155,823)	$	$ 2,771,985
2006-07	2,771,985	16,022,997	(16,588,914)		2,206,068
2007-08	2,206,068	95,933,611	(87,449,314)	(143,714)	10,546,651

Other Claims

The County has exposure to the following claims areas carrying no commercial insurance:

Indigent Health Care Litigation - At June 30, 2008, there were approximately two dozen hospitals and health care professionals seeking reimbursement from the County for health care medical services pertaining to indigent health care. This represents approximately 52,785 claims with a full-billed charge of approximately $252 million. This amount is subject to a statutory discount that averages more than 50%. It is not practical to determine the anticipated outcome of the litigation and to estimate the potential losses due to the fact that the Court has not yet provided a ruling to clarify the current statutory provisions that would provide the parties with the ability to adjudicate the claims. In addition, less than ten percent of the claims have actually been reviewed for legitimacy due to the large number of claims filed and the refusal of the hospital plaintiffs to provide requested support for verification of submitted claims. To date, $64 million in claims with individual hospitals were settled for less than $3 million; however, the method of determining the settlement amount can vary between hospitals as each hospital has a different set of requirements for calculating and agreeing on a settlement. The Superior Court of Maricopa County appointed a Special Master to facilitate the dispute process. As of April 2008, the Special Master recommended decisions and the presiding judge accepted the recommendations that resulted in three judgments against Maricopa County in the combined amount of $42,015,532, including interest and statutory penalties. Maricopa County is appealing these decisions to the Arizona Court of Appeals. In the opinion of outside legal counsel, it is impossible to reasonably estimate the amount of the loss because of overlapping defenses and imprecise state statute standards that apply; therefore, no accrual for potential liability can be reasonably determined.

NOTE 18 – POLLUTION REMEDIATION OBLIGATIONS

Maricopa County has estimated and reported a pollution remediation obligation in the government-wide financial statements for the current or potential detrimental effects of existing pollution. At June 30, 2008, the County reported $5,811,870 in claims and judgments, which is comprised of the following pollution remediation obligations.

Asbestos – The National Emission Standards for Hazardous Air Pollutants, 40 CFR §61.145, requires the County to inspect buildings for the existence of asbestos prior to the commencement of any demolition or renovation work. As of June 30, 2008, the County had several facilities under consideration for demolition or renovation. The County has reported an estimated pollution remediation liability of $104,475 for these projects, which is an estimate provided by a professional environmental consultant. The estimate accounts for pre-cleanup activities, including site assessments to identify hazardous exposure to materials and characterizes and quantifies the potential risk posed by the sites.

Cave Creek Landfill – The County has entered into a Consent Decree with the Arizona Department of Environmental Quality (ADEQ) to evaluate the Cave Creek Landfill as a source of groundwater contamination. On September 25, 2008, a Remedial Action Plan for the Cave Creek Landfill was submitted to ADEQ for review and approval. As of June 30, 2008, the County has reported a pollution remediation liability of $1,144,745, which is an engineering estimate provided by a professional environmental consultant. The estimate consists of mandated testing costs, completion of the remedial action plan, public meetings, and the recommended remediation at the landfill.

Hassayampa Landfill – On July 22, 1987 the Hassayampa Landfill was added to the Superfund National Priorities List by the United States Environmental Protection Agency (EPA), pursuant to the Comprehensive Environmental Response, Compensation, and Liability Act of 1980 (CERCLA), 42 U.S.C. §9605(8), due to suspected groundwater contamination. On February 19, 1988, nine of the major potentially responsible parties (PRP) for the site entered into a Consent Order with the EPA to conduct the Remedial Investigation and Feasibility Study. On August 6, 1992 a Record of Decision was signed and detailed the EPA's selected cleanup remedy, which resulted in the formation of the Hassayampa Steering Committee (HSC). The HSC, an unincorporated association, consists of 11 PRP's that entered into a Unilateral Administrative Order with the EPA on March 30, 1993 to conduct additional investigation activities and to begin remedial design and action activities on the groundwater treatment system and soil cap. In September 1997, a Preliminary Close-Out Report was completed and the EPA certification of the completion of construction of the remedial action was issued in April 1998. The groundwater extraction and treatment system and soil vapor extraction and treatment system will continue to be run by the PRP's until the groundwater and soil meet cleanup levels.

The HSC hires consultants that recommend site actions, meet with regulators, and develop cost estimates for remediation of the Hassayampa Landfill. The County is responsible for 27.78% of the HSC's cost remediation. As of June 30, 2008, the County has reported a pollution remediation liability of $2,569,650, based on the cost estimates provided by the consultants.

Shooting Ranges – The County operated three shooting ranges which were closed in fiscal years 2005 and 2007. The Resource Conservation and Recovery Act §7003, requires entities to abate conditions that may present an imminent and substantial endangerment to health or the environment, such as expended lead located in and around closed shooting ranges. As of June 30, 2008, the County has reported a pollution remediation liability of $1,168,000, based on the cost estimates provided by a professional environmental consultant. The estimate accounted for asbestos abatement, well water sampling, site characterization, work and quality assurance plan, lead remediation, over-site, and site closure for the three shooting ranges.

Stormwater – Under the Clean Water Act, the National Pollutant Discharge Eliminations System Stormwater Program, 40 CFR §122, requires the implementation of controls designed to prevent harmful pollutants from being washed by stormwater runoff into bodies of water. As of June 30, 2008, the County identified two County sites that experienced stormwater runoff concerns. The County has reported an estimated pollution remediation liability of $825,000 for these sites which is an estimate provided by a professional environmental consultant. The estimate accounts for pre-cleanup activities, including an engineering study which recommended a method for collecting and containing stormwater runoff.

The County pollution remediation liability is subject to change due to changes in the cost of goods and services, changes in remediation technology, or changes in laws and regulations governing the remediation effort. The County has no estimated recoveries at this time.

NOTE 19 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Plan Descriptions

The County contributes to the four plans described below. Benefits are established by state statute and the plans generally provide retirement, long-term disability, and health insurance premium benefits, including death and survivor benefits. The retirement benefits are generally paid at a percentage, based on years of service, of the retirees' average compensation. Long-term disability benefits vary by circumstance, but generally pay a percentage of the employee's monthly compensation. Health insurance premium benefits are generally paid as a fixed dollar amount per month towards the retiree's healthcare insurance premiums, in amounts based on whether the benefit is for the retiree or for the retiree and his or her dependents.

The Arizona State Retirement System (ASRS) administers a cost-sharing, multiple-employer defined benefit pension plan; a cost-sharing, multiple-employer defined benefit health insurance premium plan; and a cost-sharing, multiple-employer defined benefit long-term disability plan that covers employees of the State of Arizona and employees of participating political subdivisions and school districts. 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) (Maricopa County Sheriff and Maricopa County Attorney Investigators) administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium plan that covers public safety personnel who are regularly assigned hazardous duty as employees of the State of Arizona or participating 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) (Maricopa County Corrections Officers and Administrative Office of the Courts Probation Officers (AOC Probation)) administers an agent multiple-employer defined benefit pension plan and an agent multiple-employer defined benefit health insurance premium plan that covers certain employees of the State of Arizona's Department of Corrections and Department of 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.

The Elected Officials Retirement Plan (EORP) administers a cost-sharing, multiple-employer defined benefit pension plan and a cost-sharing, multiple-employer defined benefit health insurance premium plan that covers State of Arizona and county elected officials and judges, and elected officials of participating cities. The EORP is governed by The Fund Manager of PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 3. Because the health insurance premium plan benefit of the EORP is not established as a formal trust, the EORP is reported in accordance with GASB Statement No. 45 as an agent multiple-employer defined benefit plan. Accordingly, the disclosures that follow reflect the EORP as if it were an agent multiple-employer defined benefit plan.

Financial Reports

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

ASRS
3300 N. Central Avenue
P.O. Box 33910
Phoenix, AZ 85067-3910
(602) 240-2000 or (800) 621-3778
www.azasrs.gov

PSPRS, CORP, EORP
3010 E. Camelback Road, Suite 200
Phoenix, AZ 85016-4416
(602) 255-5575
www.psprs.com

Funding Policy

The Arizona State Legislature establishes and may amend active plan members' and the County's contribution rates for the ASRS, PSPRS, CORP, and EORP.

Cost-Sharing Plans - For the year ended June 30, 2008, active ASRS members were required by statute to contribute at the actuarially determined rate of 9.6 percent (9.1 percent for retirement and 0.5 percent for long-term disability) of the members' annual covered payroll and the County was required by statute to contribute at the actuarially determined rate of 9.6 percent (8.05 percent for retirement, 1.05 percent for health insurance premium, and 0.5 percent for long-term disability) of the members' annual covered payroll.

The County's contributions for the current and 2 preceding years, all of which were equal to the required contributions, were as follows:

Year ended June 30	Retirement Fund	Health Benefit Supplement Fund	Long-Term Disability Fund
2008	$ 38,279,334	$ 4,992,957	$ 2,377,738
2007	36,025,772	5,010,107	2,385,117
2006	25,010,448	4,898,060	2,165,454

Agent Plans - For the year ended June 30, 2008, active PSPRS (Maricopa County Sheriff) members were required by statute to contribute 7.65 percent of the members' annual covered payroll, and the County was required to contribute 18.20 percent, the aggregate of which is the actuarially required amount. The health insurance premium portion of the contribution rate was actuarially set at 1.57 percent of covered payroll. Active PSPRS (Maricopa County Attorney Investigators) members were required by statute to contribute 7.65 percent of the members' annual covered payroll, and the County was required to contribute 24.88 percent, the aggregate of which is the actuarially required amount. The health insurance premium portion of the contribution rate was actuarially set at 1.81 percent of covered payroll. Active CORP (Maricopa County Corrections Officers) members were required by statute to contribute 7.96 percent of the members' annual covered payroll, and the County was required to contribute 6.14 percent, the aggregate of which is the actuarially required amount. The health insurance premium portion of the contribution rate was actuarially se at 0.75 percent of covered payroll. Active CORP (AOC Probation) members were required by statute to contribute 8.41 percent of the members' annual covered payroll, and the County was required to contribute 9.25 percent, the aggregate of which is the actuarially required amount. The health insurance premium portion of the contribution rate was set at 0.24 percent of covered payroll. Active EORP members were required by statute to contribute 7.00 percent of the members' annual covered payroll; and the County was required to remit a designated portion of certain court fees plus additional contributions at the actuarially determined rate of 12.84 percent of the members' annual covered payroll. The health insurance premium portion of the contribution rate for normal cost was actuarially set at 1.05 percent of covered payroll.

Actuarial methods and assumptions – Except for the contribution requirements for probation officers participating in the CORP (AOC Probation) plan, which were established by state statute, the contribution requirements for the year ended June 30, 2008, were established by the June 30, 2006, actuarial valuations, and those actuarial valuations were based on the following actuarial methods and assumptions.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plans and the annual required contributions are subject to continual revision as actual results are compared to past expectations and new estimates are made. The required schedule of funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of the plans' assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits are based on 1) the plans as understood by the County and plans' members and include the types of benefits in force at the valuation date, and 2) the pattern of sharing benefit costs between the County and plans' members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The significant actuarial methods and assumptions used are the same for all plans and related benefits (unless noted), and the actuarial methods and assumptions used to establish the fiscal year 2008 contribution requirements, are as follows:

Actuarial valuation date	June 30, 2006
Actuarial cost method	Projected unit credit
Amortization method	Level percent closed for unfunded accrued liability, open for excess
Remaining amortization period	30 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	Smoothed market value
Actuarial assumptions:	
Investments rate of return	8.50%
Projected salary increases	5.50%-8.50% for PSPRS and CORP, 5.00% for EORP
Inflation rate	5.00%

Annual Pension Cost/OPEB Cost - The County's pension/OPEB cost for the agent plans for the year ended June 30, 2008, and related information follows.

	PSPRS		CORP		EORP
	(Sheriff)	(Investigators)	(Corrections)	(AOC Probation)	
Pension:					
Annual pension/OPEB cost	$ 8,113,925	$ 212,452	$ 4,964,182	$ 5,412,947	$ 4,971,190
Contributions made	$ 8,113,925	$ 212,452	$ 4,964,182	$ 5,412,947	$ 4,971,190
Health Insurance:					
Annual pension/OPEB cost	$ 752,864	$ 16,036	$ 675,289	$ 144,185	$ 180,890
Contributions made	$ 752,864	$ 16,036	$ 675,289	$ 144,185	$ 180,890

Trend Information – Annual pension cost information for the current and two preceding years for each of the agent plans follows. Annual OPEB cost information for the current year (i.e., transition year) is as follows. Information about preceding years will be added over the next two years. Data for the CORP (AOC Probation) plan is only provided for the fiscal year ended June 30, 2008, as this plan did not commence until July 1, 2007.

	Contributions Required and Contributions Made		
Plan	Annual Pension/OPEB Cost (APC)	Percentage of APC Contributed	Net Pension/OPEB Obligation
Year Ended June 30, 2008			
Pension:			
PSPRS (Sheriff)	$ 8,113,925	100.0%	$ 0
PSPRS (Investigators)	212,452	100.0%	0
CORP (Corrections)	4,964,182	100.0%	0
CORP (AOC Probation)	5,412,947	100.0%	0
EORP	4,971,190	100.0%	0
Health Insurance:			
PSPRS (Sheriff)	$ 752,864	100.0%	$ 0
PSPRS (Investigators)	16,036	100.0%	0
CORP (Corrections)	675,289	100.0%	0
CORP (AOC Probation)	144,185	100.0%	0
EORP	180,890	100.0%	0
Year Ended June 30, 2007			
Pension & Health Insurance:			
PSPRS (Sheriff)	$ 6,635,820	100.0%	$ 0
PSPRS (Investigators)	171,511	100.0%	0
CORP (Corrections)	4,012,929	100.0%	0
EORP	4,472,388	100.0%	0
Year Ended June 30, 2006			
Pension & Health Insurance:			
PSPRS (Sheriff)	$ 5,147,189	100.0%	$ 0
PSPRS (Investigators)	105,581	100.0%	0
CORP (Corrections)	3,823,853	100.0%	0
EORP	4,464,054	100.0%	0

Funded Status - The funded status of the plans as of the most recent valuation date, June 30, 2008, along with the actuarial assumptions and methods used in those valuations follow. All participating jurisdictions of the CORP (AOC Probation) plan are grouped under one local board and only one actuarial report is completed for the entire group. As a result, data regarding the actuarial accrued liabilities, actuarial value of assets, and funded status of the plan is not available solely for Maricopa County. Thus, the information provided below for CORP (AOC Probation) represents data for the entire plan group and includes all participating jurisdictions. The EORP, by statute, is a cost-sharing plan. However, because of its statutory construction, in accordance with GASB Statement No. 43, paragraphs 5 and 41, the EORP is reported for such purposes as an agent multiple-employer plan. The Fund Manager obtains an actuarial valuation for the EORP on its statutory basis as a cost-sharing plan and, therefore, actuarial information for the County, as a participating government, is not available.

	PSPRS				CORP			
	Sheriff		Investigators		Corrections		AOC Probation	
	Pension	Health Insurance	Pension	Health Insurance	Pension	Health Insurance	Pension	Health Insurance
Actuarial accrued liability (a)	$263,739,385	$ 7,614,844	$7,013,174	$ 166,787	$176,087,740	$ 5,997,251	$178,915,393	$ 2,136,516
Actuarial value of assets (b)	$176,283,622	$ 0	$4,457,601	$ 0	$144,634,516	$ 0	$205,281,974	$ 0
Unfunded actuarial accrued liability (funding excess) (a)–(b)	$ 87,455,763	$ 7,614,844	$2,555,573	$ 166,787	$ 31,453,224	$ 5,997,251	$ (26,366,581)	$ 2,136,516
Funded ratio (b)/(a)	66.8%	0.0%	63.6%	0.0%	82.1%	0.0%	114.7%	0.0%
Covered payroll (c)	$ 47,953,146	$47,953,146	$ 885,955	$ 885,955	$ 90,038,577	$90,038,577	$110,623,732	$110,623,732
Unfunded actuarial accrued liability as a % of covered payroll ([(a)–(b)]/(c))	182.4%	15.9%	288.5%	18.8%	34.9%	6.7%	0.0%	1.9%

The actuarial methods and assumptions used are the same for all plans and related benefits, and for the most recent valuation date, are as follows:

Actuarial valuation date	June 30, 2008
Actuarial cost method	Projected unit credit
Amortization method	Level percent closed for unfunded actuarial accrued liability, open for excess
Remaining amortization period	28 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	Smoothed market value
Actuarial assumptions:	
Investment rate of return	8.50%
Projected salary increases	5.50%-8.50% for PSPRS and CORP, 5.00% for EORP
Inflation rate	5.00%

NOTE 20 – INTERFUND BALANCES AND ACTIVITY

Interfund receivables and payables – interfund balances at June 30, 2008, were as follows:

	Payable to				
Payable from	General Fund	County Improvement Debt Fund	General Fund County Improvements Fund	Nonmajor Governmental Funds	Total Due To
General Fund	$	$ 5,785,964	$ 1,400,000	$	$ 7,185,964
Nonmajor Governmental Funds	9,125,352		4,183,962	37,152	13,346,466
Internal Service Funds	719,868				719,868
Total Due From	$ 9,845,220	$ 5,785,964	$ 5,583,962	$ 37,152	$ 21,252,298

All interfund receivables and payables represent cash deficits that were the result of timing differences from grant revenues received in the subsequent year and cash transfers that had not occurred at June 30, 2008.

Interfund transfers – interfund transfers for the year ended June 30, 2008, were as follows:

	Transfers In					
Transfers Out	General Fund	Detention Operations Fund	County Improvement Debt Fund	General Fund County Improvements Fund	Nonmajor Governmental Funds	Total Transfers Out
General Fund	$	$ 165,933,494	$ 9,054,836	$ 42,181,135	$ 36,960	$ 217,206,425
Detention Operations Fund					32,112,796	32,112,796
County Improvement Debt Fund					3,524,014	3,524,014
General Fund County Improvements Fund			6,775,900			6,775,900
Nonmajor Governmental Funds	28,190		1,148,075	4,183,962	121,638,184	126,998,411
Internal Service Funds	3,000,000					3,000,000
Total Transfers In	$ 3,028,190	$ 165,933,494	$ 16,978,811	$ 46,365,097	$ 157,311,954	$ 389,617,546

Transfers of capital assets:	
Internal Service Funds transfer of capital assets from governmental activities	354,029
Internal Service Funds transfer of capital assets to governmental activities	683,363
	$ 390,654,938

In the fund financial statements, total transfers in of $389,617,546 are less than transfers out of $390,654,938 because of transfers of capital assets between the proprietary and governmental funds. During the year, existing capital assets with book values of $683,363 were transferred from the internal service funds to governmental activities, and existing capital assets with book values of $354,029 were transferred from governmental activities capital assets to internal service funds. The internal service funds reported transfers in or out for the net carrying value of the assets; however, there were no offsetting transfers in reported as these capital assets were transferred to or from governmental activities in the government-wide financial statements.

All interfund transfers are budgeted and are used to move revenues from the fund that collects them to the fund that expends them.

The interfund receivables, payables, and transfers by fund are as follows:

Funds	Due From Other Funds	Due To Other Funds	Transfers In	Transfers Out
MAJOR FUNDS				
General Fund	$ 9,845,220	$ 7,185,964	$ 3,028,190	$ 217,206,425
Special Revenue Funds				
Detention Operations			165,933,494	32,112,796
Debt Service Funds				
County Improvement Debt	5,785,964		16,978,811	3,524,014
Capital Projects Funds				
General Fund County Improvements	5,583,962		46,365,097	6,775,900
NONMAJOR FUNDS				
Special Revenue Funds				
Air Quality Grants		424,179		
Animal Control Field Operations				107,230
Animal Control License/Shelter				1,040,845
Ballpark Operations	37,152			23,254
Cactus League Operations			1,439,279	
CDBG Housing Trust		236,909		
Clerk of the Court EDMS		114,480		
Clerk of the Court Grants		138,706		
Correctional Health Grants		16,409		
Emergency Management		78,341		
Environmental Services Environmental Health		5,719		
Events Center				24,050
Flood Control				58,357,554
Human Services Grants		5,801,826		
Lake Pleasant Recreation Services				452,275
Parks Donation				836,104
Parks Enhancement			49,120	864,366

Funds	Due From Other Funds	Due To Other Funds	Transfers In	Transfers Out
Parks Souvenir				49,120
Planning and Development Fees			28,260	
Public Health Fees			30,420	
Public Health		1,603,516		
Sheriff Grants		545,973		
Solid Waste Management				17,225
Transportation Operations				59,603,147
Transportation Grants		159,294		
Debt Service Fund				
Stadium District Debt Service				1,439,279
Capital Projects Funds				
County Improvement			3,524,014	
Detention Capital Projects			32,112,796	
Flood Control Capital Projects			58,357,554	
Intergovernmental Capital Projects		4,183,962	2,152,745	4,183,962
Long Term Project Reserve		37,152	23,254	
Transportation Capital Projects			59,594,512	
Internal Service Funds				
Employee Benefits Trust			14,247	3,000,000
Sheriff Warehouse		719,868		
Telecommunications			339,782	683,363
Total	$ 21,252,298	$ 21,252,298	$ 389,971,575	$ 390,300,909
Transfer of capital assets to/from Governmental activities:				
Telecommunications			683,363	339,782
Employee Benefits Trust				14,247
			$ 390,654,938	$ 390,654,938

NOTE 21 – SUBSEQUENT EVENTS

On July 1, 2008, the County contributed cash of $4,612,000 to refund Lease Trust Certificates which mature July 1, 2008 through July 1, 2010, at par plus accrued interest.

On September 2, 2008, Maricopa County no longer had conduit debt obligations. The County had issued revenue bonds on behalf of an Arizona nonprofit corporation who provided health care services. Subsequently, the nonprofit corporation was acquired by another Arizona nonprofit corporation and tax-exempt organization. As a result of the acquisition, substantially all of the assets were transferred to the purchasing corporation and all outstanding debt obligations of the acquired corporation were paid in full.

Required Supplementary Information

Maricopa County
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget - Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 439,835,021	$ 439,835,021	$ 439,935,636	$ 100,615
Licenses and permits	2,156,000	2,156,063	1,668,162	(487,901)
Intergovernmental	653,120,074	653,470,572	614,211,710	(39,258,862)
Charges for services	43,715,008	45,222,688	44,747,571	(475,117)
Fines and forfeits	16,433,137	16,433,137	16,901,592	468,455
Miscellaneous	14,883,415	14,883,498	32,662,940	17,779,442
Total revenues	1,170,142,655	1,172,000,979	1,150,127,611	(21,873,368)
EXPENDITURES				
Current:				
General government	405,607,072	383,431,891	175,829,627	207,602,264
Public safety	443,129,993	451,063,536	445,647,434	5,416,102
Health, welfare and sanitation	255,441,834	255,478,647	239,742,424	15,736,223
Culture and recreation	1,750,129	1,741,691	1,760,539	(18,848)
Education	2,461,627	2,449,728	2,272,724	177,004
Capital outlay	19,369,208	21,719,295	15,801,747	5,917,548
Total expenditures	1,127,759,863	1,115,884,788	881,054,495	234,830,293
Excess of revenues over expenditures	42,382,792	56,116,191	269,073,116	212,956,925
OTHER FINANCING SOURCES (USES)				
Transfers in	6,838,417	9,866,607	9,866,607	
Transfers out	(213,836,003)	(217,189,228)	(217,206,425)	(17,197)
Total other financing uses	(206,997,586)	(207,322,621)	(207,339,818)	(17,197)
Net change in fund balances	(164,614,794)	(151,206,430)	61,733,298	212,939,728
Fund balance – beginning of period	164,614,794	164,614,794	471,467,578	306,852,784
Increase in reserve for inventory of supplies			389,964	389,964
Fund balance – ending of period	$	$ 13,408,364	$ 533,590,840	$ 520,182,476

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

Maricopa County
Required Supplementary Information
Budgetary Comparison Schedule by Department
General Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original	Final	Amounts	Positive (Negative)
GENERAL GOVERNMENT				
County Assessor	$ 25,446,423	$ 25,477,383	$ 24,292,820	$ 1,184,563
Board of Supervisors	2,799,057	2,728,876	2,473,507	255,369
County Call Center	1,759,134	1,763,208	1,701,404	61,804
County Managers Office	2,342,668	2,300,030	2,132,338	167,692
Elections	12,157,522	13,495,604	13,303,814	191,790
Enterprise Technology	10,052,098	10,592,666	10,550,567	42,099
Facilities Management	14,078,935	14,177,995	13,811,481	366,514
Finance	4,048,897	4,091,497	3,936,343	155,154
Internal Audit	1,949,548	1,994,398	1,845,055	149,343
Management & Budget	3,137,792	3,087,661	2,665,653	422,008
Materials Management	2,071,136	2,123,861	2,039,817	84,044
Recorder	2,638,611	2,626,351	2,326,093	300,258
Research and Reporting	378,755	494,441	373,004	121,437
Treasurer	5,111,957	5,172,199	5,021,146	151,053
Workforce Management and Development	1,228,147	1,247,994	1,227,390	20,604
General Government	336,118,013	313,719,345	103,969,134	209,750,211
Total General Government	$ 425,318,693	$ 405,093,509	$ 191,669,566	$ 213,423,943
PUBLIC SAFETY				
Adult Probation	$ 65,774,128	$ 66,151,242	$ 65,669,537	$ 481,705
Clerk of Superior Court	34,177,630	34,052,040	32,973,930	1,078,110
Constables	2,424,814	2,434,957	2,304,326	130,631
Correctional Health	3,570,368	3,736,942	3,731,736	5,206
County Attorney	70,629,513	72,397,991	71,972,603	425,388
Emergency Management	268,636	268,636	268,217	419
Justice System Planning	846,536	846,536	663,109	183,427
Juvenile Probation	21,235,324	21,525,397	21,466,027	59,370
Legal Defender	9,495,990	9,343,511	9,333,511	10,000
Medical Examiner	8,040,279	8,066,889	7,762,948	303,941
Office Contract Counsel	17,930,726	23,182,350	23,162,350	20,000
Office of Legal Advocate	8,402,717	8,183,421	8,174,953	8,468
Public Defender	39,878,668	40,506,784	40,466,784	40,000
Public Fiduciary	2,762,148	2,813,379	2,705,443	107,936
Sheriff	71,067,426	71,595,786	69,492,832	2,102,954
Trial Courts	86,217,528	85,950,203	85,437,185	513,018
Total Public Safety	$ 442,722,431	$ 451,056,064	$ 445,585,491	$ 5,470,573
HEALTH, WELFARE AND SANITATION				
Animal Control Services	$ 361,432	$ 360,115	$ 360,115	$
Environmental Services	7,063,645	7,059,208	4,388,510	2,670,698
Human Services	2,702,378	2,702,378	2,702,378	
Public Health	12,833,580	12,876,147	11,133,929	1,742,218
General Government	232,523,448	232,523,448	221,181,243	11,342,205
Total Health, Welfare and Sanitation	$ 255,484,483	$ 255,521,296	$ 239,766,175	$ 15,755,121
CULTURE AND RECREATION				
Parks and Recreation	$ 1,772,629	$ 1,764,191	$ 1,760,539	$ 3,652
EDUCATION				
Superintendent of Schools	$ 2,461,627	$ 2,449,728	$ 2,272,724	$ 177,004
Total General Fund Expenditures	$ 1,127,759,863	$ 1,115,884,788	$ 881,054,495	$ 234,830,293

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

Maricopa County
Required Supplementary Information
Budgetary Comparison Schedule
Detention Operations Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Taxes	$ 149,823,673	$ 149,823,673	$ 138,063,948	$ (11,759,725)
Intergovernmental		1,946,762	2,926,154	979,392
Charges for services	26,601,747	26,601,747	33,046,800	6,445,053
Miscellaneous	3,000,000	3,000,000	9,943,523	6,943,523
Total revenues	179,425,420	181,372,182	183,980,425	2,608,243
EXPENDITURES				
Current:				
Public safety	362,762,307	364,741,593	299,734,816	65,006,777
Capital outlay	17,632,217	16,633,381	10,440,577	6,192,804
Total expenditures	380,394,524	381,374,974	310,175,393	71,199,581
Deficiency of revenues under expenditures	(200,969,104)	(200,002,792)	(126,194,968)	73,807,824
OTHER FINANCING SOURCES (USES)				
Transfers in	165,933,494	165,933,494	165,933,494	
Transfers out	(32,112,796)	(32,112,796)	(32,112,796)	
Total other financing sources	133,820,698	133,820,698	133,820,698	
Net change in fund balances	(67,148,406)	(66,182,094)	7,625,730	73,807,824
Fund balance – beginning	70,551,542	70,551,542	148,118,101	77,566,559
Decrease in reserve for inventory of supplies			(88,946)	(88,946)
Fund balance– ending	$ 3,403,136	$ 4,369,448	$ 155,654,885	$ 151,285,437

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

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

Budgeting and Budgetary Control

Arizona Revised Statutes (A.R.S.) requires 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.

Essentially, the County prepares its budget on the same modified accrual basis of accounting used to record actual revenues and expenditures.

The County has adopted budgets in accordance with the A.R.S. requirements for the General, Special Revenue, Debt Service, and Capital Projects Funds, with the exception of the following funds: Accommodation Schools, Street Lighting District, Special Assessment, and the Special Improvement Districts funds. In accordance with GASB Statement No. 34, budgetary comparison schedules should be presented in the required supplementary information for only the General Fund and for each major Special Revenue Fund. Formal budget integration is not employed for the Proprietary Funds because effective budgetary control is alternatively achieved through capability of cost recovery. Budgeted amounts are reported as originally adopted and as amended by authorization from the Board of Supervisors. All budget adjustments with the exception of the Judicial Branch, which includes Adult Probation, Justice Courts, Juvenile Probation and Superior Court, require authorization from the Board of Supervisors. The Judicial Branch appropriations can be moved between the Judicial Branch departments by fund, as requested and approved by the Presiding Judge, without further Board approval. Budgeted appropriations include expenditures and transfers out. Expenditures and transfers out may not legally exceed appropriations at the department level. With the exception of the General Fund, each fund includes only one department.

The County budget is prepared on a basis consistent with generally accepted accounting principles, except for recording the present value of net minimum capital lease payments as an other financing sources in the General Fund. In addition, General Fund indirect costs recovery was a budgeted activity, but this activity was eliminated on the Statement of Revenues, Expenditures, and Changes in Fund Balances.

The following schedule reconciles the excess of revenues over expenditures from the Statement of Revenues, Expenditures, and Changes in Fund Balances to the budgetary comparison schedules.

	General Fund
Excess of revenues over expenditures from the Statement of Revenues, Expenditures, and Changes in Fund Balances	$ 245,957,589
Net indirect cost adjustment – revenue /expenditures	(6,838,417)
Present value of net minimum capital lease payments	29,953,944
Excess of revenues over expenditures from the budgetary comparison schedule	$ 269,073,116

Maricopa County
Required Supplementary Information
Schedule of Agent Retirement Plans' Funding Progress
June 30, 2008

Public Safety Personnel Retirement System

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability	(3) Funding (Liability) Excess (1)-(2)	(4) Funded Ratio (1)/(2)	(5) Annual Covered Payroll	(6) Unfunded Liability as a Percentage of Covered Payroll (3)/(5)
Sheriff						
Pension						
6/30/2008	$ 176,283,622	$ 263,739,385	$ (87,455,763)	66.8%	$ 47,953,146	(182.4%)
Health Insurance						
6/30/2008	0	7,614,844	(7,614,844)	0.0%	47,953,146	(15.9%)
Pension and Health Insurance						
6/30/2007	168,446,242	261,206,181	(92,759,939)	64.5%	43,990,310	(210.9%)
6/30/2006	176,574,022	234,335,788	(57,761,766)	75.4%	36,482,164	(158.3%)
Investigators						
Pension						
6/30/2008	4,457,601	7,013,174	(2,555,573)	63.6%	885,955	(288.5%)
Health Insurance						
6/30/2008	0	166,787	(166,787)	0.0%	885,955	(18.8%)
Pension and Health Insurance						
6/30/2007	4,319,200	7,083,978	(2,764,778)	61.0%	697,382	(396.5%)
6/30/2006	4,712,273	6,686,500	(1,974,227)	70.5%	735,348	(268.5%)

Corrections Officer Retirement Plan

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability	(3) Funding (Liability) Excess (1)-(2)	(4) Funded Ratio (1)/(2)	(5) Annual Covered Payroll	(6) Unfunded Liability as a Percentage of Covered Payroll (3)/(5)
Correction Officers						
Pension						
6/30/2008	$ 144,634,516	$ 176,087,740	$ (31,453,224)	82.1%	$ 90,038,577	(34.9%)
Health Insurance						
6/30/2008	0	5,997,251	(5,997,251)	0.0%	90,038,577	(6.7%)
Pension and Health Insurance						
6/30/2007	132,318,505	165,763,785	(33,445,280)	79.8%	85,695,836	(39.0%)
6/30/2006	126,514,529	143,415,991	(16,901,462)	88.2%	76,431,091	(22.1%)
AOC Probation Officers						
Pension						
6/30/2008	205,281,974	178,915,393	26,366,581	114.7%	110,623,732	0.0%
Health Insurance						
6/30/2008	0	2,136,516	(2,136,516)	0.0%	110,623,732	(1.9%)

NOTE 1 – ACTUARIAL INFORMATION AVAILABLE

For valuation years prior to 2008, which was prior to the implementation of GASB Statement Nos. 43 and 45, the actuarial measurements were made in the aggregate as to pension and health insurance benefits. In future years when GASB Statement Nos. 43 and 45 measurements are made and reported, the pension and health insurance benefits information will be disaggregated and reported separately.

For the CORP (AOC Probation) plan, all participating jurisdictions are grouped under one local board and only one actuarial report is completed for the entire group. As a result, the information provided for CORP (AOC Probation) represents data for the entire plan group as data regarding the actuarial accrued liabilities, actuarial value of assets, and funded status of the plan is not available solely for Maricopa County. In addition, as this plan did not commence until July 1, 2007, data is only provided for the fiscal year ended June 30, 2008.

The EORP, by statute, is a cost-sharing plan. However, because of its statutory construction, in accordance with GASB Statement No. 43, paragraphs 5 and 41, the EORP is reported for such purposes as an agent multiple-employer plan. The Fund Manager obtains an actuarial valuation for the EORP on its statutory basis as a cost-sharing plan and, therefore, actuarial information for the County, as a participating government, is not available.

Maricopa County
Required Supplementary Information
Modified Approach for Infrastructure Assets
For the Fiscal Year Ended June 30, 2008

Condition Rating of Maricopa County
Roadway System

Percentage of Lane Miles in Very Good or Excellent Condition (71-100)

	FY 2008	FY 2007	FY 2006	FY 2005	FY 2004
Roadway System	84%	82%	83%	85%	90%

Percentage of Lane Miles in Substandard Condition < 55

	FY 2008	FY 2007	FY 2006	FY 2005	FY 2004
Roadway System	2%	2%	3%	3%	3%

Comparison of Estimated to Actual Maintenance/Preservation

	FY 2008	FY 2007	FY 2006	FY 2005	FY 2004
Estimated	$ 7,443,000	$ 11,313,748	$ 7,503,436	$ 6,810,821	$ 6,257,799
Actual	$ 7,432,147	$ 11,996,193	$ 7,562,303	$ 5,026,451	$ 4,082,026

The condition of road pavement is measured using the Maricopa County Department of Transportation (MCDOT) Road Management System (RMS), which is based on weighted averages of nine distress factors of the pavement surface. The RMS used a measurement scale to evaluate the Pavement Condition Rating (PCR) ranging from zero for a failed pavement to 100 for a pavement in perfect condition. The PCR index is used to classify roads in very good or excellent condition (71-100), good condition (55-70), and substandard condition (less than 55). It is the County's policy to maintain at least 75% of the roadways at a very good or excellent condition level. No more than 5% should be in a substandard condition. Pavement condition assessments are determined annually for all arterial roads and approximately one-half of the local roads are inspected annually.

Condition Rating of Maricopa County
Bridge System

Percentage of Bridges with a Sufficiency Rating >= 70

	FY 2008	FY 2007	FY 2006	FY 2005	FY 2004
Bridge System	99%	98%	98%	99%	99%

Percentage of Bridges with a Sufficiency Rating < 50

	FY 2008	FY 2007	FY 2006	FY 2005	FY 2004
Bridge System	0%	0%	0%	0%	0%

Comparison of Estimated to Actual Maintenance/Preservation

	FY 2008	FY 2007	FY 2006	FY 2005	FY 2004
Estimated	$ 200,000	$ 230,000	$ 241,724	$ 251,571	$ 230,000
Actual	$ 2,970	$ 15,965	$ 86,822	$ 999,505	$ 21,076

The condition of the County's bridges is determined using the MCDOT bridge inspection program that follows federal mandates and regulations. The bridge sufficiency rating, which is a weighted average of an assessment of the ability of individual components to meet necessary performance requirements, uses a numerical condition scale ranging from 0 to 100. It is the County's policy that 90% of bridges will have a rating of >=70 and no more than 3% of bridges will have a rating of <50. All bridges are inspected every two years (approximately one-half of the bridges are inspected annually).

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Combining and Individual Fund Statements and Schedules Nonmajor Governmental Funds

Special Revenue Funds

Accommodation Schools — (Fund 509) Accounts for the maintenance and operations of the accommodation schools.

Adult Probation Fees — (Fund 201) Collects the fees assessed to persons placed on probation in the Superior Court per A.R.S. §13-901. Monies collected are used to supplement County General Fund appropriations for the compensation costs of probation officers who provide pre-sentence investigations (A.R.S. §12-267).

Adult Probation Grants — (Fund 211) Revenues consist of grant funds that are used for domestic violence, women's treatment programs, gang prevention and criminal justice records improvement.

Air Quality Fees — (Fund 504) Air Quality works to protect the environment and public health through control, preservation, and improvement of the County's air quality. Permit revenue is the funding source.

Air Quality Grants — (Fund 503) Air Quality Grants was set up to account for all grant activity administered by the Air Quality Department.

Animal Control Field Operations — (Fund 574) Accounts for the Animal Control field services that are an optional County service from Animal Control pound activities, which are required by Arizona State Statute.

Animal Control Grants — (Fund 573) Animal Control Grants was set up to account for all grant activity administered by Animal Control.

Animal Control License/Shelter — (Fund 572) Animal Control reduces the incidences of animal inflicted injuries and reduces the risk of exposure to rabies through enforcement of dog licensing laws, leash laws, capture and impoundment of stray dogs, public education, adoption or humane disposal of excess animals. Licenses and fees are the primary funding source.

Ballpark Operations — (Fund 253) Accounts for all revenues and expenditures related to Chase Field.

Cactus League Operations — (Fund 250) Provides regional leadership and financial resources to assure the presence of Major League baseball in Maricopa County. Operations are funded by a rental vehicle surcharge.

CDBG Housing Trust — (Fund 217) Accounts for the grant funds that are utilized to expand the supply of low income housing through the rehabilitation and reconstruction of single family occupancy homes.

Check Enforcement Program — (Fund 266) Accounts for fees that are collected pursuant to A.R.S. §13-1809 and §13-1810, any investigation and prosecution costs and any monies that are obtained as a result of a forfeiture and that are recovered for the county through enforcement of A.R.S. section §13-1802, §13-1807, §13-2002 or §13-2310, whether by final judgment, settlement or otherwise. The monies in the fund shall be used for the investigation, prosecution and deferred prosecution of theft, forgery and fraud.

Child Support Enhancement — (Fund 270) Accounts for funds received from a federal incentive award that is utilized for the enhancement of child support collections through efficient operation of the IV-D program.

Children's Issues Education — (Fund 281) Accounts for the funds that are utilized for educational programs regarding the impact that divorce, the restructuring of families and judicial involvement have on children pursuant to A.R.S. §25-354. Revenues that are received from the Clerk's educational program fees supplement any state or county appropriations.

Clerk of Court Fill the Gap — (Fund 218) This fund was set up as indicated by A.R.S. §41-2421F and accounts for monies distributed under A.R.S. §41-2421. Funds are to be used to supplement, not supplant, funding at the level provided in fiscal year 1998 by the counties for the processing of criminal cases in the Superior Court, including the Office of the Clerk of the Superior Court, and Justice Courts.

Clerk of the Court EDMS — (Fund 274) The Clerk of Court EDMS Fund was established to account for Electronic Document Management System (EDMS) Fees, which are collected as authorized by Board Agenda C16020028, ADM1005 and State Attorney General's Opinion 195-18 (R94-63).

Clerk of the Court Grants — (Fund 216) Accounts for the grant funds that are utilized for the improvement of court automation systems, child support enforcement and the processing of criminal history dispositions.

Conciliation Court Fees — (Fund 257) Accounts for monies collected under A.R.S. §25-311 related to the dissolution of marriages. The funds collected are used by the Domestic Violence Shelter fund and the Child Abuse Prevention and Treatment fund.

Correctional Health Grants — (Fund 292) The Arizona Department of Health Services was awarded a grant by the Department for Health and Human Services, Centers for Disease Control and Prevention, to generate surveillance data for the Center for Disease Control and supplement the syphilis screening activities at the Madison Street Jail.

County Attorney Fill the Gap — (Fund 221) County Attorney Fill the Gap was set up as indicated by A.R.S. §41-2421F and accounts for monies distributed under A.R.S. §41-2421. Funds are to be used to supplement, not supplant, funding at the level provided in fiscal year 1998 by the counties for the processing of criminal cases by county attorneys.

County Attorney Grants — (Fund 219) Accounts for funds that are utilized for the investigation and prosecution of child abuse and domestic violence cases and the enhancement of anti-gang enforcement efforts to deter, investigate, prosecute or adjudicate gang offenders. Victim assistance is provided to include transportation, payment of emergency expenses, education programs and training to children's advocates.

County Attorney RICO — (Fund 213) Accounts for the funds provided by the sale of confiscated property pursuant to A.R.S. §13-2314.03. Operated by the County Attorney, RICO consists of all the activity of the Anti-Racketeering Program.

County School Indirect Cost — (Fund 795) Established to collect Title VI-B monies received from the Arizona Department of Education.

Court Document Retrieval — (Fund 205) Accounts for the collection of an additional filing or appearance fee, not to exceed five dollars, to be used to defray the cost of converting the Clerk of Superior Court's document storage and retrieval system to micrographics or computer automation as established by A.R.S. §12-284.03.

Criminal Justice Enhancement — (Fund 267) Accounts for monies that are allocated to the county attorneys from the Arizona State Criminal Justice Enhancement fund (A.R.S. §41-2401). The funds are to be used for the purpose of enhancing prosecutorial efforts.

Del Webb Special Revenue — (Fund 235) Accounts for the revenue received from the Del Webb Anthem community that is restricted to expenditure for development services and recreational services supporting the community.

Diversion — (Fund 220) Pursuant to A.R.S. §13-811, funds are utilized for the investigation, prosecution and deferred prosecution of bad check cases.

Domestic Relations Mediation Education — (Fund 282) Accounts for the funds that are utilized to establish, maintain and enhance programs designed to educate individuals regarding the impacts on children associated with marriage dissolution, legal separation, restructuring of families and the programs available for mediation of visitation or custody disputes, pursuant to A.R.S. §25-413. Operations are funded by revenues from a surcharge received by the Clerk for each filing of a post-adjudication petition in a domestic relation's case, pursuant to A.R.S. §12-284.

Elections Grants — (Fund 248) Elections Grants was set up to account for all grant activity administered by the Elections Department.

Emergency Management — (Fund 215) Emergency Management activity consists of disaster planning and training.

Environmental Services Environmental Health — (Fund 506) Environmental Services – Environmental Health Fund was established to account for activities related to the protection of food and water supplies consumed by residents. Funding is provided by fees collected from Health Inspections and the sale of Health Permits.

Environmental Services Grants — (Fund 505) Environmental Services Grants was set up to account for all grant activity administered by the County Environmental Services Department.

Events Center — (Fund 375) Accounts for Maricopa County Events Center revenues and expenditures associated with staging entertainment events.

Expedited Child Support — (Fund 271) Accounts for the funds that are utilized to establish, maintain and enhance programs designed to expedite the processing of petitions filed and enforce the resultant court orders. Revenues collected for subsequent case filing fees for post-decree petitions in dissolution cases, pursuant to A.R.S. §25-412 and A.R.S. §12-284, fund operations.

Flood Control — (Fund 991) Provides flood control facilities and regulates floodplains and drainage to prevent flooding of property and endangering the lives of people in Maricopa County. Operations are funded by a secondary tax levy.

General Government Grants — (Fund 249) General Government Grants was set up to account for all non-department specific grant activity.

Human Services Grants — (Fund 222) Accounts for the grant funds that are utilized for community action services designed to help the disadvantaged achieve self-sufficiency and family stability.

Inmate Health Services — (Fund 254) Accounts for the co-payments received from inmates for self initiated health service pursuant to A.R.S. §31-161 and A.R.S. §31-162.

Inmate Services — (Fund 252) Accounts for the funds that are held in trust for the benefit and welfare of the inmates, established under A.R.S. §31-121. The majority of revenues are derived from sales of food and sundries to inmates.

Judicial Enhancement — (Fund 208) Revenues consist of fees and surcharges collected under authority of A.R.S. §12-284.03 and time payment fees collected under authority of A.R.S. §12-116. In addition, revenues are received from the State Judicial Enhancement Fund established by A.R.S. §12-113. Expenditures are used to improve, maintain and enhance the collection and management of funds and court automation projects.

Justice Court Judicial Enhancement — (Fund 204) Revenues consist of fees and surcharges collected under the authority of A.R.S. §22-281; and time payment fees collected under authority of A.R.S. §12-116; and on-line access subscription fees collected under authority of A.R.S. §22-284. Expenditures are used to improve, maintain and enhance the ability to collect and manage monies assessed or received by the courts and to improve court automation projects.

Justice Court Special Revenue — (Fund 245) Established for the purpose of defraying expenses of justice court services by providing improvements in court technology, operations and facilities to enable the courts to respond quickly to changing statutory and case processing needs. Operations are funded by an $18 user's charge to be added to the Defensive Driving School Diversion Fee as of March 1, 1998.

Juvenile Probation Diversion — (Fund 275) The Juvenile Probation Diversion fund was established by A.R.S. §11-537 and consists of diversion fees that are collected pursuant to A.R.S. §8-321(N). The monies shall be used at the discretion of the county attorney for administering county community based alternative programs that are established pursuant to A.R.S. §8-321.

Juvenile Probation Grants — (Fund 227) Accounts for the grant funds that are utilized for the child nutrition program, family counseling and safe schools program.

Juvenile Probation Special Fees — (Fund 228) This fund was established by A.R.S. §12-268 to account for juvenile probation fees collected and used for the purpose of supplementing County General Fund appropriations for the compensation of personnel of the Juvenile Court.

Juvenile Restitution — (Fund 229) Pursuant to A.R.S. §8-346, the fund was established for the payment of restitution in juvenile delinquency proceedings. This fund consists of state and local appropriations, gifts, devices and donations from any public or private source.

Lake Pleasant Recreation Services — (Fund 240) Provides the public with positive leisure opportunities in a safe, accessible and efficient manner through quality development and programming while conserving and protecting unique and environmentally sensitive areas.

Law Library Fees — (Fund 261) Established by A.R.S. §12-305 to account for a portion of the fees collected by the Clerk of Superior Court to be used for the purchase of books for the county law library.

Legal Defender Fill the Gap — (Fund 263) Legal Defender Fill the Gap was set up as indicated by A.R.S. §41-2421F and accounts for monies distributed under A.R.S. §41-2421. Funds are to be used to supplement, not supplant, funding at the level provided in fiscal year 1998 by counties for the processing of criminal cases by the county public defender, legal defender and contract indigent defense counsel in each county.

Library District — (Fund 244) Provides and maintains library services for the residents of Maricopa County. Operations are funded by a secondary tax levy.

Library District Grants — (Fund 242) Library District Grants was set up to account for all grant activity administered by the County Library District.

Medical Examiner Grants — (Fund 224) Medical Examiner Grants was set up to account for all grant activity administered by the department of the Medical Examiner.

Palo Verde — (Fund 207) Palo Verde receives an annual allocation of approximately $200,000 from the State of Arizona. Expenditures are utilized for nuclear disaster training.

Parks and Recreation Grants — (Fund 230) Accounts for the grant funds that are utilized for state lake improvements, park restoration and the construction and maintenance of hiking trails.

Parks Donations — (Fund 243) Accounts for donations and contributions activities provided for by citizens or groups.

Parks Enhancement — (Fund 241) Accounts for park and recreation revenues and expenditures associated with enhancing parks and recreation programs pursuant to A.R.S. §11-941.

Parks Souvenir — (Fund 239) Accounts for sales proceeds of sundry items at the Maricopa County Parks.

Parks Spur Cross Ranch Conservation — (Fund 225) Accounts for the money collected from a Town imposed ½% transaction privilege tax for the operation of the County park. The Town was to commence collection of the tax by December 1, 2000.

Planning and Development Fees — (Fund 226) Performs mandated community planning functions. Funding is provided mainly through license and impact fees.

Probate Fees — (Fund 256) Administers the monies received by the Clerk of the Superior Court pursuant to A.R.S. §14-5314 and A.R.S. §14-5414 to preserve, audit, and safeguard the estates and wards for whom the court has a fiduciary responsibility.

Public Defender Fill the Gap — (Fund 262) Public Defender Fill the Gap was set up as indicated by A.R.S. §41-2421F and accounts for monies distributed under A.R.S. §41-2421. Funds are to be used to supplement, not supplant, funding at the level provided in fiscal year 1998 by counties for the processing of criminal cases by the county public defender, legal defender and contract indigent defense counsel in each county.

Public Defender Grants — (Fund 233) Accounts for grant funds that are utilized for public defender training and to increase the processing of drug cases.

Public Defender Training — (Fund 209) Established by A.R.S. §12-117 to account for fees that are paid on a time payment basis as established by A.R.S. §12-116. Expenditures are utilized for Public Defender Training.

Public Health — (Fund 532) Protects, improves and preserves the physical, mental and social well being and the environment of the entire population of Maricopa County with a special responsibility to serve those most vulnerable. Federal and State grants fund operations.

Public Health Fees — (Fund 265) Accounts for public health programs that are self-supported by Vital Health fees and pharmacy operations.

Recorder's Surcharge — (Fund 236) Accounts for the collection of a special recording surcharge, not to exceed four dollars, to be used to defray the cost of converting the County Recorder's document storage and retrieval system to micrographics or computer automation as established by A.R.S. §11-475.01.

School Communication Expense — (Fund 782) Used as a clearing account for T1 telecommunication lines, which are purchased by school headquarters and are shared by all school districts. Individual districts reimburse headquarters for the cost of the T1 lines.

School Grants — (Fund 715) Accounts for the special education services provided to small schools as established by A.R.S. §15-365.

School Transportation — (Fund 780) Established by A.R.S. §15-1001 to account for transportation aid for the transportation of children from unorganized territory to school districts within the County.

Sheriff Donations — (Fund 203) Accounts for and segregates funds to be used in support of mandated functions. Funding is provided by non-specific donations and proceeds from the sale of donated items.

Sheriff Grants — (Fund 251) Accounts for grant and intergovernmental funds that support and enhance Sheriff Office activities.

Sheriff Jail Enhancement — (Fund 214) Accounts for and segregates enhancements to County jail facilities and operations pursuant to A.R.S. §41-2401.

Sheriff RICO — (Fund 212) Accounts for the funds provided by the sale of confiscated property. Operated by the Sheriff's Office, RICO consists of all the activity of the Anti-Racketeering Program.

Solid Waste Management — (Fund 580) Accounts for the waste disposal and landfill closure and postclosure care services.

Spousal Maintenance Enforcement Enhancement — (Fund 276) The Spousal Maintenance Enforcement Enhancement Fund is established for the Clerk of the Superior Court consisting of monies received pursuant to A.R.S. §12-289. The Clerk will spend monies in the fund to enhance enforcement of spousal maintenance orders. In addition to the fees required by section A.R.S. §12-284, the clerk shall charge and collect a surcharge of five dollars for each filing of a petition or an answer for annulment, dissolution or marriage or legal separation. The clerk will use the surcharge only for the purposes prescribed by this statute.

Street Lighting District — (Fund 992) Provides street lighting in unincorporated areas of Maricopa County. Operations are funded by special assessment.

Superior Court Fill the Gap — (Fund 264) Superior Court Fill the Gap was set up as indicated by A.R.S. §41-2421F and accounts for monies distributed under A.R.S. §41-2421. Funds are to be used to supplement, not supplant, funding at the level provided in fiscal year 1998 by the counties for the processing of criminal cases in the superior court, including the office of the clerk of the superior court, and justice courts.

Taxpayer Information — (Fund 741) This fund was established by A.R.S. §11-495 to collect public records copying surcharge. The funds are to be spent to upgrade an automated taxpayer information system.

Transportation Grants — (Fund 223) Transportation Grants was set up to account for all grant activity administered by the County Transportation Department.

Transportation Operations — (Fund 232) Plans and implements an environmentally balanced multi-model transportation system. Operations are funded through highway user taxes.

Trial Court Grants — (Fund 238) Grant funds are used for drug enforcement accounting, court appointed special advocates and case processing assistance.

Trial Court Special Revenue — (Fund 259) Accounts for monies received under an intergovernmental agreement with the Department of Economic Security to conduct Title IV-D child support enforcement enhancements.

Victim Compensation Interest — (Fund 269) Established as authorized by A.R.S. §11-538 consisting of monies that are distributed pursuant to A.R.S. §12-286 (seventy-five per-cent of the interest earned on restitution monies that are received in trust). The County Attorney shall use monies in the fund to assist eligible victims of crime with medical, counseling and funeral expenses and lost wages.

Victim Compensation Restitution — (Fund 268) Established to administer funding provided from the State Victim Compensation and Assistance fund (A.R.S. §41-2407) and from prisoner supervision fees under A.R.S. §31-418. Fund is used for establishing, maintaining and supporting programs that compensate and assist victims of crime.

Victim Location — (Fund 273) Revenues are derived from interest earned on restitution monies received in trust and are to be distributed to the County Attorney and Clerk of the Superior Court on a pro rata basis (County Attorney – 75% and Superior Court – 25%). Fund was established by A.R.S. §12-287.

Waste Management — (Fund 210) Established by the Board of Supervisors to segregate this activity from the General Fund. This fund accounts for a fixed $65,000 fee from Waste Management Corporation plus a percentage based on the tonnages of refuse dumped. Expenditures are used for economic development in Mobile and other unincorporated areas of the County.

Waste Tire — (Fund 290) Accounts for the operations activity of the waste tire processing center for the removal of waste tires from the County pursuant to A.R.S. §44-1305.

Debt Service Funds

Special Assessment — (Fund 994) To account for debt service on special assessment bonds. Funding is provided by special assessments made against the benefiting property owners.

Stadium District Debt Service — (Fund 370) To account for debt service on Stadium District revenue bonds.

Capital Projects Funds

County Improvement — (Fund 435) Accounts for capital projects funded through the issuance of the Lease Revenue Bonds, Series 2001.

Detention Capital Projects — (Fund 455) Accounts for Construction associated with the 1/5 of one-cent sales tax approved by voters in the General Election on November 3, 1998. Funding is provided by transfers from the Detention Operations Fund for construction of the adult and juvenile detention facilities.

Flood Control Capital Projects — (Fund 990) Set up administratively as a capital project fund to track capital projects activity of the Flood Control District. Funding is provided by a reimbursement transfer from the Flood Control District which derives its funding from an annual Property Tax Levy.

Intergovernmental Capital Projects — (Fund 422) Accounts for capital project spending predominantly funded from General Fund revenues.

Long Term Project Reserve — (Fund 450) Accounts for sales tax (Stadium Tax) proceeds collected in excess of the $238,000,000 cap imposed by County Board Resolution.

Special Improvement Districts — (Fund 993) Accounts for capital projects financed by the issuance of special assessment bonds.

Transportation Capital Projects — (Fund 234) Established administratively as a capital project fund to track capital project activity of the County Transportation Department. Funding is provided by a reimbursement transfer from the Transportation Fund that derives its funding from the State Highways User's Tax.

Maricopa County
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2008

	SPECIAL REVENUE FUNDS					
	Accommodation Schools	Adult Probation Fees	Adult Probation Grants	Air Quality Fees	Air Quality Grants	Animal Control Field Operations
ASSETS						
Cash in bank and on hand	$	$	$	$ 50	$	$
Cash and investments held by County Treasurer	95,900	4,697,394	60,183	8,881,321		816,653
Receivables		22,973		54,330		5,899
Due from other funds						
Due from other governmental units			188,003		689,417	
Inventories	14,945					
Miscellaneous	777,465					
Cash and investments held by trustee restricted						
Total assets	$ 888,310	$ 4,720,367	$ 248,186	$ 8,935,701	$ 689,417	$ 822,552
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	$ 284,149	$ 78,586	$ 213,913	$ 559,962	$ 235,514	$ 11,410
Employee compensation payable		1,073	10,117	38,081	4,138	7,534
Accrued liabilities						
Due to other funds					424,179	
Due to other governmental units						
Interest payable						
Special assessment debt with governmental commitment						
Advances from other funds						
Deferred revenue	259,926		78,248		458,624	
Deposits held for other parties						
Total liabilities	544,075	79,659	302,278	598,043	1,122,455	18,944
Fund balances:						
Reserved for inventories	14,945					
Reserved for debt service						
Unreserved	329,290	4,640,708	(54,092)	8,337,658	(433,038)	803,608
Total fund balances	344,235	4,640,708	(54,092)	8,337,658	(433,038)	803,608
Total liabilities and fund balances	$ 888,310	$ 4,720,367	$ 248,186	$ 8,935,701	$ 689,417	$ 822,552

SPECIAL REVENUE FUNDS

Animal Control Grants	Animal Control License/Shelter	Ballpark Operations	Cactus League Operations	CDBG Housing Trust	Check Enforcement Program	Child Support Enhancement
$	$ 2,680	$ 82,591	$	$ 100	$ 450	$
649,787	3,657,917	5,043,379	3,133,164		196,277	353,363
3,612	26,240	30,476	18,793			
		37,152				
				563,872		
	11,440					
		637,489				
$ 653,399	$ 3,698,277	$ 5,831,087	$ 3,151,957	$ 563,972	$ 196,727	$ 353,363
$ 126,500	$ 95,203	$ 89,205	$	$ 323,182	$ 1,652	$
821	14,851	948		1,651	873	
	82					
				236,909		
				2,230		
127,321	110,136	90,153		563,972	2,525	
	11,440					
526,078	3,576,701	5,740,934	3,151,957		194,202	353,363
526,078	3,588,141	5,740,934	3,151,957		194,202	353,363
$ 653,399	$ 3,698,277	$ 5,831,087	$ 3,151,957	$ 563,972	$ 196,727	$ 353,363

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Maricopa County
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2008

	SPECIAL REVENUE FUNDS				
	Children's Issues Education	Clerk of Court Fill the Gap	Clerk of the Court EDMS	Clerk of the Court Grants	Conciliation Court Fees
ASSETS					
Cash in bank and on hand	$	$	$	$	$
Cash and investments held by County Treasurer	281,593	595,722	1,182,747		886,978
Receivables			5,724		4,846
Due from other funds					
Due from other governmental units				78,648	
Inventories					
Miscellaneous					
Cash and investments held by trustee restricted					
Total assets	$ 281,593	$ 595,722	$ 1,188,471	$ 78,648	$ 891,824
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$	$ 108,642	$ 82,993	$	$
Employee compensation payable	240	6,017	5,836	721	5,888
Accrued liabilities					
Due to other funds			114,480	138,706	
Due to other governmental units					
Interest payable					
Special assessment debt with governmental commitment					
Advances from other funds					
Deferred revenue				864	
Deposits held for other parties					
Total liabilities	240	114,659	203,309	140,291	5,888
Fund balances:					
Reserved for inventories					
Reserved for debt service					
Unreserved	281,353	481,063	985,162	(61,643)	885,936
Total fund balances	281,353	481,063	985,162	(61,643)	885,936
Total liabilities and fund balances	$ 281,593	$ 595,722	$ 1,188,471	$ 78,648	$ 891,824

SPECIAL REVENUE FUNDS

Correctional Health Grants	County Attorney Fill the Gap	County Attorney Grants	County Attorney RICO	County School Indirect Cost	Court Document Retrieval	Criminal Justice Enhancement
$	$	$	$ 2,115,018	$	$	$
	1,264,503	1,307,040	1,254,442	1,882,457	190,072	2,151,738
	7,903	7,410	160,680			13,118
16,409		362,837				
		92,210				
$ 16,409	$ 1,272,406	$ 1,769,497	$ 3,530,140	$ 1,882,457	$ 190,072	$ 2,164,856
$	$	$ 17,598	$	$	$ 63,341	$
	5,136	16,422			2,226	5,385
			666,679			
16,409						
		1,843,682				
			752,320			
16,409	5,136	1,877,702	1,418,999		65,567	5,385
	1,267,270	(108,205)	2,111,141	1,882,457	124,505	2,159,471
	1,267,270	(108,205)	2,111,141	1,882,457	124,505	2,159,471
$ 16,409	$ 1,272,406	$ 1,769,497	$ 3,530,140	$ 1,882,457	$ 190,072	$ 2,164,856

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Maricopa County
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2008

	SPECIAL REVENUE FUNDS				
	Del Webb Special Revenue	Diversion	Domestic Relations Mediation Education	Elections Grants	Emergency Management
ASSETS					
Cash in bank and on hand	$	$	$	$	$
Cash and investments held by County Treasurer	497,161	1,344,045	268,452	78,658	
Receivables	3,025	8,072			
Due from other funds					
Due from other governmental units					245,825
Inventories					
Miscellaneous					
Cash and investments held by trustee restricted					
Total assets	$ 500,186	$ 1,352,117	$ 268,452	$ 78,658	$ 245,825
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$	$ 179,059	$	$	$ 10,622
Employee compensation payable	693		647		2,172
Accrued liabilities					
Due to other funds					78,341
Due to other governmental units					
Interest payable					
Special assessment debt with governmental commitment					
Advances from other funds					
Deferred revenue				78,658	350,661
Deposits held for other parties					
Total liabilities	693	179,059	647	78,658	441,796
Fund balances:					
Reserved for inventories					
Reserved for debt service					
Unreserved	499,493	1,173,058	267,805		(195,971)
Total fund balances	499,493	1,173,058	267,805		(195,971)
Total liabilities and fund balances	$ 500,186	$ 1,352,117	$ 268,452	$ 78,658	$ 245,825

SPECIAL REVENUE FUNDS

Environmental Services Environmental Health	Environmental Services Grants	Events Center	Expedited Child Support	Flood Control	General Government Grants	Human Services Grants
$ 1,100	$	$	$	$ 50	$	$ 550
6,626,974	51,459	3,119,033	479,140	17,668,168	51,000	20,977
40,175				2,723,111		
				715,602		7,886,622
				531,829		
				2,247		
$ 6,668,249	$ 51,459	$ 3,119,033	$ 479,140	$ 21,641,007	$ 51,000	$ 7,908,149
$ 78,728	$ 36,112	$	$	$ 3,371,079	$ 51,000	$ 1,663,874
45,225	1,626		911	41,108		51,352
164		3,060,793		17,990		
5,719						5,801,826
	13,721			2,058,208		4,382,359
129,836	51,459	3,060,793	911	5,488,385	51,000	11,899,411
				531,829		
6,538,413		58,240	478,229	15,620,793		(3,991,262)
6,538,413		58,240	478,229	16,152,622		(3,991,262)
$ 6,668,249	$ 51,459	$ 3,119,033	$ 479,140	$ 21,641,007	$ 51,000	$ 7,908,149

(continued on next page)

Maricopa County
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2008

	SPECIAL REVENUE FUNDS				
	Inmate Health Services	Inmate Services	Judicial Enhancement	Justice Court Judicial Enhancement	Justice Court Special Revenue
ASSETS					
Cash in bank and on hand	$	$	$	$	$
Cash and investments held by County Treasurer	557,665	27,004,919	1,219,391	2,836,125	5,211,966
Receivables	3,347	156,667	6,734	16,695	29,510
Due from other funds					
Due from other governmental units					
Inventories					
Miscellaneous	6,655	573,719			
Cash and investments held by trustee restricted					
Total assets	$ 567,667	$ 27,735,305	$ 1,226,125	$ 2,852,820	$ 5,241,476
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$	$ 361,170	$ 97,318	$ 7,023	$ 56,914
Employee compensation payable		10,827	3,003	820	7,276
Accrued liabilities					
Due to other funds					
Due to other governmental units					
Interest payable					
Special assessment debt with governmental commitment					
Advances from other funds					
Deferred revenue					
Deposits held for other parties					
Total liabilities		371,997	100,321	7,843	64,190
Fund balances:					
Reserved for inventories					
Reserved for debt service					
Unreserved	567,667	27,363,308	1,125,804	2,844,977	5,177,286
Total fund balances	567,667	27,363,308	1,125,804	2,844,977	5,177,286
Total liabilities and fund balances	$ 567,667	$ 27,735,305	$ 1,226,125	$ 2,852,820	$ 5,241,476

SPECIAL REVENUE FUNDS

Juvenile Probation Diversion	Juvenile Probation Grants	Juvenile Probation Special Fees	Juvenile Restitution	Lake Pleasant Recreation Services	Law Library Fees	Legal Defender Fill the Gap
$	$	$	$	$ 280	$	$
798,163	617,325	2,120,907	91,517	1,598,703	724,372	17,441
4,652	4,853	12,597		10,798	3,852	
	637,824					
$ 802,815	$ 1,260,002	$ 2,133,504	$ 91,517	$ 1,609,781	$ 728,224	$ 17,441
$	$ 70,280	$	$ 1,726	$ 17,955	$ 37,033	$
740	14,935			2,539		
	78					
	1,435,360					
740	1,520,653		1,726	20,494	37,033	
802,075	(260,651)	2,133,504	89,791	1,589,287	691,191	17,441
802,075	(260,651)	2,133,504	89,791	1,589,287	691,191	17,441
$ 802,815	$ 1,260,002	$ 2,133,504	$ 91,517	$ 1,609,781	$ 728,224	$ 17,441

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Maricopa County
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2008

	SPECIAL REVENUE FUNDS				
	Library District	Library District Grants	Palo Verde	Parks and Recreation Grants	Parks Donations
ASSETS					
Cash in bank and on hand	$ 5,145	$	$	$	$
Cash and investments held by County Treasurer	18,434,534	3,035	368,314	109,564	802,207
Receivables	778,077				4,747
Due from other funds					
Due from other governmental units	590,628			23,779	
Inventories					
Miscellaneous					
Cash and investments held by trustee restricted					
Total assets	$ 19,808,384	$ 3,035	$ 368,314	$ 133,343	$ 806,954
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 2,889,227	$	$	$ 84,227	$ 568
Employee compensation payable	36,058		357		
Accrued liabilities					
Due to other funds					
Due to other governmental units					
Interest payable					
Special assessment debt with governmental commitment					
Advances from other funds					
Deferred revenue	626,050	3,035		72,897	
Deposits held for other parties					
Total liabilities	3,551,335	3,035	357	157,124	568
Fund balances:					
Reserved for inventories					
Reserved for debt service					
Unreserved	16,257,049		367,957	(23,781)	806,386
Total fund balances	16,257,049		367,957	(23,781)	806.386
Total liabilities and fund balances	$ 19,808,384	$ 3,035	$ 368,314	$ 133,343	$ 806,954

SPECIAL REVENUE FUNDS

Parks Enhancement	Parks Souvenir	Parks Spur Cross Ranch Conservation	Planning and Development Fees	Probate Fees	Public Defender Fill the Gap	Public Defender Grants
$ 200	$	$ 80	$ 500	$	$	$
2,505,146	34,515	499,863	12,096,363	389,359	712,121	3,285
15,328			74,334		4,512	
						1,280
$ 2,520,674	$ 34,515	$ 499,943	$ 12,171,197	$ 389,359	$ 716,633	$ 4,565
$ 28,658	$ 9,514	$ 98	$ 185,058	$	$ 4,024	$ 2,858
9,486		411	39,784	1,043	3,924	1,280
			651,747			1,707
38,144	9,514	509	876,589	1,043	7,948	5,845
2,482,530	25,001	499,434	11,294,608	388,316	708,685	(1,280)
2,482,530	25,001	499,434	11,294,608	388,316	708,685	(1,280)
$ 2,520,674	$ 34,515	$ 499,943	$ 12,171,197	$ 389,359	$ 716,633	$ 4,565

(continued on next page)

Maricopa County
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2008

	SPECIAL REVENUE FUNDS					
	Public Defender Training	Public Health	Public Health Fees	Recorder's Surcharge	School Communication Expense	School Grants
ASSETS						
Cash in bank and on hand	$	$	$ 1,700	$	$	$
Cash and investments held by County Treasurer	177,870		5,285,781	5,641,053	57,174	647,539
Receivables			32,218	32,718		
Due from other funds						
Due from other governmental units		7,188,381				104,298
Inventories		2,695,962	102,986			
Miscellaneous						
Cash and investments held by trustee restricted						
Total assets	$ 177,870	$ 9,884,343	$ 5,422,685	$ 5,673,771	$ 57,174	$ 751,837
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	$ 1,747	$ 2,398,895	$ 57,975	$ 296,678	$ 2,693	$ 142,221
Employee compensation payable		58,147	8,338	8,387		1,172
Accrued liabilities		186				
Due to other funds		1,603,516				
Due to other governmental units						
Interest payable						
Special assessment debt with governmental commitment						
Advances from other funds						
Deferred revenue		4,822,182				700,746
Deposits held for other parties						
Total liabilities	1,747	8,882,926	66,313	305,065	2,693	844,139
Fund balances:						
Reserved for inventories		2,695,962	102,986			
Reserved for debt service						
Unreserved	176,123	(1,694,545)	5,253,386	5,368,706	54,481	(92,302)
Total fund balances	176,123	1,001,417	5,356,372	5,368,706	54,481	(92,302)
Total liabilities and fund balances	$ 177,870	$ 9,884,343	$ 5,422,685	$ 5,673,771	$ 57,174	$ 751,837

SPECIAL REVENUE FUNDS

School Transportation	Sheriff Donations	Sheriff Grants	Sheriff Jail Enhancement	Sheriff RICO	Solid Waste Management	Spousal Maintenance Enforcement Enhancement	Street Lighting District
$	$	$	$ 1,467,807	$	$ 875	$	$
782,614	122,220			845	13,541,681	143,181	3,524,293
					78,922		
		1,475,281					
$ 782,614	$ 122,220	$ 1,475,281	$ 1,467,807	$ 845	$ 13,621,478	$ 143,181	$ 3,524,293
$ 316,866	$ 2,048	$ 803,647	$ 2,110	$ 1,585	$ 58,113	$	$ 394,227
		8,690			2,497	317	
		1,324					
		545,973					
					36,500		
		888,787					
316,866	2,048	2,248,421	2,110	1,585	97,110	317	394,227
465,748	120,172	(773,140)	1,465,697	(740)	13,524,368	142,864	3,130,066
465,748	120,172	(773,140)	1,465,697	(740)	13,524,368	142,864	3,130,066
$ 782,614	$ 122,220	$ 1,475,281	$ 1,467,807	$ 845	$ 13,621,478	$ 143,181	$ 3,524,293

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Maricopa County
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2008

	SPECIAL REVENUE FUNDS				
	Superior Court Fill the Gap	Taxpayer Information	Transportation Grants	Transportation Operations	Trial Court Grants
ASSETS					
Cash in bank and on hand	$	$	$	$ 550	$
Cash and investments held by County Treasurer	198,675	599,858	263	6,962,550	61,961
Receivables				398,990	
Due from other funds					
Due from other governmental units			322,528	17,210,830	49,831
Inventories				1,289,820	
Miscellaneous					
Cash and investments held by trustee restricted					
Total assets	$ 198,675	$ 599,858	$ 322,791	$ 25,862,740	$ 111,792
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$	$	$ 163,497	$ 4,626,310	$ 90,148
Employee compensation payable	5,627			111,431	4,817
Accrued liabilities				7,087,652	76
Due to other funds			159,294		
Due to other governmental units					
Interest payable					
Special assessment debt with governmental commitment					
Advances from other funds					
Deferred revenue					27,721
Deposits held for other parties					
Total liabilities	5,627		322,791	11,825,393	122,762
Fund balances:					
Reserved for inventories				1,289,820	
Reserved for debt service					
Unreserved	193,048	599,858		12,747,527	(10,970)
Total fund balances	193,048	599,858		14,037,347	(10,970)
Total liabilities and fund balances	$ 198,675	$ 599,858	$ 322,791	$ 25,862,740	$ 111,792

SPECIAL REVENUE FUNDS

Trial Court Special Revenue	Victim Compensation Interest	Victim Compensation Restitution	Victim Location	Waste Management	Waste Tire	Total
$	$	$	$	$	$ 250	$ 3,679,976
2,884,691	648,124	660,608	149,866	515,374	5,635,015	195,785,733
16,556	3,752	3,966			34,441	4,864,653
						37,152
					1,134,362	39,486,257
						4,646,982
						2,087,538
						2,247
$ 2,901,247	$ 651,876	$ 664,574	$ 149,866	$ 515,374	$ 6,804,068	$ 250,590,538
$ 41,478	$	$	$	$	$ 785,369	$ 21,721,582
14,010					933	628,541
						10,835,024
						9,125,352
16,000						16,000
						36,500
						18,757,413
						752,320
71,488					786,302	61,872,732
						4,646,982
2,829,759	651,876	664,574	149,866	515,374	6,017,766	184,070,824
2,829,759	651,876	664,574	149,866	515,374	6,017,766	188,717,806
$ 2,901,247	$ 651,876	$ 664,574	$ 149,866	$ 515,374	$ 6,804,068	$ 250,590,538

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Maricopa County
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2008

	DEBT SERVICE FUNDS			CAPITAL PROJECTS FUNDS	
	Special Assessment	Stadium District Debt Service	Total	County Improvement	Detention Capital Projects
ASSETS					
Cash in bank and on hand	$	$	$	$	$
Cash and investments held by County Treasurer	163,796	2,582	166,378	3,095,202	83,755,388
Receivables	65,199	153,583	218,782	59,902	
Due from other funds					
Due from other governmental units		917,861	917,861		
Inventories					
Miscellaneous					
Cash and investments held by trustee restricted		9,437,444	9,437,444	37,432,933	
Total assets	$ 228,995	$ 10,511,470	$ 10,740,465	$ 40,588,037	$ 83,755,388
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$	$	$	$ 1,816,837	$ 5,918
Employee compensation payable					
Accrued liabilities					
Due to other funds					
Due to other governmental units					
Interest payable	3,068		3,068		
Special assessment debt with governmental commitment	14,741		14,741		
Advances from other funds					
Deferred revenue	64,224		64,224		
Deposits held for other parties					
Total liabilities	82,033		82,033	1,816,837	5,918
Fund balances:					
Reserved for inventories					
Reserved for debt service	146,962	10,511,470	10,658,432		
Unreserved				38,771,200	83,749,470
Total fund balances	146,962	10,511,470	10,658,432	38,771,200	83,749,470
Total liabilities and fund balances	$ 228,995	$ 10,511,470	$ 10,740,465	$ 40,588,037	$ 83,755,388

CAPITAL PROJECTS FUNDS						
Flood Control Capital Projects	Inter-governmental Capital Projects	Long Term Project Reserve	Special Improvement Districts	Transportation Capital Projects	Total	Total Nonmajor Governmental Funds
$	$	$	$	$	$	$ 3,679,976
30,611,625	7,556,024	127	475,256	59,218,419	184,712,041	380,664,152
	43,783	7,916			111,601	5,195,036
						37,152
				1,907,359	1,907,359	42,311,477
						4,646,982
805,000		111,454			916,454	3,003,992
		7,651,675			45,084,608	54,524,299
$ 31,416,625	$ 7,599,807	$ 7,771,172	$ 475,256	$ 61,125,778	$ 232,732,063	$ 494,063,066
$ 7,459,508	$ 246,581	$ 111,454	$ 14,919	$ 8,848,479	$ 18,503,696	$ 40,225,278
6,443					6,443	634,984
			450		450	10,835,474
	4,183,962	37,152			4,221,114	13,346,466
						16,000
						3,068
						14,741
						36,500
						18,821,637
						752,320
7,465,951	4,430,543	148,606	15,369	8,848,479	22,731,703	84,686,468
						4,646,982
						10,658,432
23,950,674	3,169,264	7,622,566	459,887	52,277,299	210,000,360	394,071,184
23,950,674	3,169,264	7,622,566	459,887	52,277,299	210,000,360	409,376,598
$ 31,416,625	$ 7,599,807	$ 7,771,172	$ 475,256	$ 61,125,778	$ 232,732,063	$ 494,063,066

Maricopa County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS					
	Accommodation Schools	Adult Probation Fees	Adult Probation Grants	Air Quality Fees	Air Quality Grants	Animal Control Field Operations
REVENUES						
Taxes	$	$	$	$	$	$
Licenses and permits				8,298,469		19,175
Intergovernmental	10,033,927		3,389,619		4,078,311	
Charges for services		9,744,066	796,441	141,270		3,207,214
Fines and forfeits		2,200,099		4,872,236		5,852
Special assessment						
Miscellaneous	238,344	233,631		556,608		43,490
Total revenues	10,272,271	12,177,796	4,186,060	13,868,583	4,078,311	3,275,731
EXPENDITURES						
Current:						
General government						
Public safety		12,616,778	4,183,798			
Highways and streets						
Health, welfare and sanitation				14,614,235	3,685,283	3,017,444
Culture and recreation						
Education	10,815,191					
Debt service:						
Principal						
Interest						
Other expenditures						
Capital outlay	19,897	136,172		1,583,960	64,262	332,174
Total expenditures	10,835,088	12,752,950	4,183,798	16,198,195	3,749,545	3,349,618
Excess (deficiency) of revenues over expenditures	(562,817)	(575,154)	2,262	(2,329,612)	328,766	(73,887)
OTHER FINANCING SOURCES (USES)						
Transfers in						
Transfers out						(107,230)
Loan proceeds						
Total other financing sources (uses)						(107,230)
Net change in fund balances	(562,817)	(575,154)	2,262	(2,329,612)	328,766	(181,117)
Fund balances (deficit) at beginning of year, as restated	910,497	5,215,862	(56,354)	10,667,270	(761,804)	984,725
Increase (decrease) in reserve for inventories	(3,445)					
Fund balances (deficit) at end of year	$ 344,235	$ 4,640,708	$ (54,092)	$ 8,337,658	$ (433,038)	$ 803,608

SPECIAL REVENUE FUNDS

Animal Control Grants	Animal Control License/ Shelter	Ballpark Operations	Cactus League Operations	CDBG Housing Trust	Check Enforcement Program	Child Support Enhancement
$	$	$	$	$	$	$
	6,479,551					
4,968				7,795,716		
75,714	2,332,856					94,726
					384,882	
981,370	151,900	4,574,852	149,369		8,793	15,954
1,062,052	8,964,307	4,574,852	149,369	7,795,716	393,675	110,680
					447,807	
1,055,692	6,557,428			7,601,702		74,000
		1,133,609	1,350,879			
	3,613	3,153				
1,055,692	6,561,041	1,136,762	1,350,879	7,601,702	447,807	74,000
6,360	2,403,266	3,438,090	(1,201,510)	194,014	(54,132)	36,680
			1,439,279			
	(1,040,845)	(23,254)				
	(1,040,845)	(23,254)	1,439,279			
6,360	1,362,421	3,414,836	237,769	194,014	(54,132)	36,680
519,718	2,241,619	2,326,098	2,914,188	(194,014)	248,334	316,683
	(15,899)					
$ 526,078	$ 3,588,141	$ 5,740,934	$ 3,151,957	$	$ 194,202	$ 353,363

(continued on next page)

Maricopa County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
For the Fiscal Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Children's Issues Education	Clerk of Court Fill the Gap	Clerk of the Court EDMS	Clerk of the Court Grants	Conciliation Court Fees
REVENUES					
Taxes	$	$	$	$	$
Licenses and permits					
Intergovernmental				1,442,563	
Charges for services	107,074	1,973,535	3,027,923		1,665,171
Fines and forfeits					
Special assessment					
Miscellaneous	11,173	15,010	44,314		36,138
Total revenues	118,247	1,988,545	3,072,237	1,442,563	1,701,309
EXPENDITURES					
Current:					
General government					
Public safety	78,509	2,167,646	2,799,896	1,504,206	1,585,755
Highways and streets					
Health, welfare and sanitation					
Culture and recreation					
Education					
Debt service:					
Principal					
Interest					
Other expenditures					
Capital outlay			232,233		
Total expenditures	78,509	2,167,646	3,032,129	1,504,206	1,585,755
Excess (deficiency) of revenues over expenditures	39,738	(179,101)	40,108	(61,643)	115,554
OTHER FINANCING SOURCES (USES)					
Transfers in					
Transfers out					
Loan proceeds					
Total other financing sources (uses)					
Net change in fund balances	39,738	(179,101)	40,108	(61,643)	115,554
Fund balances (deficit) at beginning of year, as restated	241,615	660,164	945,054		770,382
Increase (decrease) in reserve for inventories					
Fund balances (deficit) at end of year	$ 281,353	$ 481,063	$ 985,162	$ (61,643)	$ 885,936

SPECIAL REVENUE FUNDS

Correctional Health Grants	County Attorney Fill the Gap	County Attorney Grants	County Attorney RICO	County School Indirect Cost	Court Document Retrieval	Criminal Justice Enhancement	Del Webb Special Revenue
$	$	$	$	$	$	$	$
							5,425
361,604	669,028	6,615,147				1,791,765	
	941,488			566,904	1,166,011		
			1,843,457				
	86,124	47,394		71,236	480	96,696	26,107
361,604	1,696,640	6,662,541	1,843,457	638,140	1,166,491	1,888,461	31,532
	1,528,848	6,723,332	2,316,248		1,097,863	1,535,473	107,994
79,988							
281,616		38,314					24
361,604	1,528,848	6,761,646	2,316,248		1,097,863	1,535,473	108,018
	167,792	(99,105)	(472,791)	638,140	68,628	352,988	(76,486)
	167,792	(99,105)	(472,791)	638,140	68,628	352,988	(76,486)
	1,099,478	(9,100)	2,583,932	1,244,317	55,877	1,806,483	575,979
$	$ 1,267,270	$ (108,205)	$ 2,111,141	$ 1,882,457	$ 124,505	$ 2,159,471	$ 499,493

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Maricopa County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
For the Fiscal Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Diversion	Domestic Relations Mediation Education	Elections Grants	Emergency Management	Environmental Services Environmental Health
REVENUES					
Taxes	$	$	$	$	$
Licenses and permits					14,130,161
Intergovernmental			749	296,140	
Charges for services		197,114		269,711	1,950,648
Fines and forfeits	997,583				267,786
Special assessment					
Miscellaneous	55,173	10,724	3,511	250	1,935,571
Total revenues	1,052,756	207,838	4,260	566,101	18,284,166
EXPENDITURES					
Current:					
General government			4,260		
Public safety	722,417			695,718	
Highways and streets					
Health, welfare and sanitation		182,245			16,572,459
Culture and recreation					
Education					
Debt service:					
Principal					
Interest					
Other expenditures					
Capital outlay				169	2,915
Total expenditures	722,417	182,245	4,260	695,887	16,575,374
Excess (deficiency) of revenues over expenditures	330,339	25,593		(129,786)	1,708,792
OTHER FINANCING SOURCES (USES)					
Transfers in					
Transfers out					
Loan proceeds					
Total other financing sources (uses)					
Net change in fund balances	330,339	25,593		(129,786)	1,708,792
Fund balances (deficit) at beginning of year, as restated	842,719	242,212		(66,185)	4,829,621
Increase (decrease) in reserve for inventories					
Fund balances (deficit) at end of year	$ 1,173,058	$ 267,805	$	$ (195,971)	$ 6,538,413

SPECIAL REVENUE FUNDS

Environmental Services Grants	Events Center	Expedited Child Support	Flood Control	General Government Grants	Human Services Grants	Inmate Health Services
$	$	$	$ 68,973,117	$	$	$
			2,759,309			
1,320,292			16,067,279	508,000	39,193,918	
		448,932	12,000			87,348
14,587	81,175	17,075	7,954,927		5,927	26,963
1,334,879	81,175	466,007	95,766,632	508,000	39,199,845	114,311
				508,000		
			32,271,079			
1,154,191		340,846			39,008,383	
	52,982					
180,688			724,547		921,896	
1,334,879	52,982	340,846	32,995,626	508,000	39,930,279	
	28,193	125,161	62,771,006		(730,434)	114,311
	(24,050)		(58,357,554)			
	(24,050)		(58,357,554)			
	4,143	125,161	4,413,452		(730,434)	114,311
	54,097	353,068	11,588,134		(3,260,828)	453,356
			151,036			
$	$ 58,240	$ 478,229	$ 16,152,622	$	$ (3,991,262)	$ 567,667

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Maricopa County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
For the Fiscal Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Inmate Services	Judicial Enhancement	Justice Court Judicial Enhancement	Justice Court Special Revenue	Juvenile Probation Diversion
REVENUES					
Taxes	$	$	$	$	$
Licenses and permits					
Intergovernmental					
Charges for services		1,205,240		3,912,578	320,435
Fines and forfeits			712,300		
Special assessment					
Miscellaneous	16,116,285	59,291	136,924	225,407	36,240
Total revenues	16,116,285	1,264,531	849,224	4,137,985	356,675
EXPENDITURES					
Current:					
General government					
Public safety	10,875,600	1,376,837	629,948	2,969,207	297,599
Highways and streets					
Health, welfare and sanitation					
Culture and recreation					
Education					
Debt service:					
Principal					
Interest					
Other expenditures					
Capital outlay	64,850		8,193		
Total expenditures	10,940,450	1,376,837	638,141	2,969,207	297,599
Excess (deficiency) of revenues over expenditures	5,175,835	(112,306)	211,083	1,168,778	59,076
OTHER FINANCING SOURCES (USES)					
Transfers in					
Transfers out					
Loan proceeds					
Total other financing sources (uses)					
Net change in fund balances	5,175,835	(112,306)	211,083	1,168,778	59,076
Fund balances (deficit) at beginning of year, as restated	22,187,473	1,238,110	2,633,894	4,008,508	742,999
Increase (decrease) in reserve for inventories					
Fund balances (deficit) at end of year	$ 27,363,308	$ 1,125,804	$ 2,844,977	$ 5,177,286	$ 802,075

SPECIAL REVENUE FUNDS

Juvenile Probation Grants	Juvenile Probation Special Fees	Juvenile Restitution	Lake Pleasant Recreation Services	Law Library Fees	Legal Defender Fill the Gap	Library District
$	$	$	$	$	$	$ 19,132,380
5,342,573						224,836
	620,868		1,489,775	941,891	59,000	3,657,206
	2,093,567		92	2,381		668,993
17,910	102,065	22,768	279,447	48,569	1,890	1,077,467
5,360,483	2,816,500	22,768	1,769,314	992,841	60,890	24,760,882
6,116,342	2,850,683	17,967		854,563	58,999	
			1,600,531			20,783,377
			308,987			132,790
6,116,342	2,850,683	17,967	1,909,518	854,563	58,999	20,916,167
(755,859)	(34,183)	4,801	(140,204)	138,278	1,891	3,844,715
			(452,275)			
			(452,275)			
(755,859)	(34,183)	4,801	(592,479)	138,278	1,891	3,844,715
495,208	2,167,687	84,990	2,181,766	552,913	15,550	12,412,334
$ (260,651)	$ 2,133,504	$ 89,791	$ 1,589,287	$ 691,191	$ 17,441	$ 16,257,049

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Maricopa County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
For the Fiscal Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Library District Grants	Medical Examiner Grants	Palo Verde	Parks and Recreation Grants	Parks Donations
REVENUES					
Taxes	$	$	$	$	$
Licenses and permits					
Intergovernmental	66,969	101,971	333,615	116,958	
Charges for services					
Fines and forfeits					
Special assessment					
Miscellaneous			11,839	2,280	117,645
Total revenues	66,969	101,971	345,454	119,238	117,645
EXPENDITURES					
Current:					
General government					
Public safety		15,352	221,767		
Highways and streets					
Health, welfare and sanitation					
Culture and recreation	66,969			115,171	16,440
Education					
Debt service:					
Principal					
Interest					
Other expenditures					
Capital outlay			33		
Total expenditures	66,969	15,352	221,800	115,171	16,440
Excess (deficiency) of revenues over expenditures		86,619	123,654	4,067	101,205
OTHER FINANCING SOURCES (USES)					
Transfers in					
Transfers out					(836,104)
Loan proceeds					
Total other financing sources (uses)					(836,104)
Net change in fund balances		86,619	123,654	4,067	(734,899)
Fund balances (deficit) at beginning of year, as restated		(86,619)	244,303	(27,848)	1,541,285
Increase (decrease) in reserve for inventories					
Fund balances (deficit) at end of year	$	$	$ 367,957	$ (23,781)	$ 806,386

SPECIAL REVENUE FUNDS

Parks Enhancement	Parks Souvenir	Parks Spur Cross Ranch Conversation	Planning and Development Fees	Probate Fees	Public Defender Fill the Gap	Public Defender Grants
$	$	$	$	$	$	$
			5,259,311			
						379,208
2,196,739		403,174	5,478,927	397,808	1,556,387	
3,000			23,700			
1,094,517	136,213	22,918	719,232	13,952	35,976	
3,294,256	136,213	426,092	11,481,170	411,760	1,592,363	379,208
			15,808,162	321,559	1,398,581	380,488
2,773,405	87,170	445,009				
2,773,405	87,170	445,009	15,808,162	321,559	1,398,581	380,488
520,851	49,043	(18,917)	(4,326,992)	90,201	193,782	(1,280)
49,120			28,260			
(864,366)	(49,120)					
(815,246)	(49,120)		28,260			
(294,395)	(77)	(18,917)	(4,298,732)	90,201	193,782	(1,280)
2,776,925	25,078	518,351	15,593,340	298,115	514,903	
$ 2,482,530	$ 25,001	$ 499,434	$ 11,294,608	$ 388,316	$ 708,685	$ (1,280)

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Maricopa County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
For the Fiscal Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Public Defender Training	Public Health	Public Health Fees	Recorder's Surcharge	School Communication Expense
REVENUES					
Taxes	$	$	$	$	$
Licenses and permits					
Intergovernmental	444,696	37,437,609			103,315
Charges for services		336,128	3,911,924	4,608,676	
Fines and forfeits					
Special assessment					
Miscellaneous	19,834	482	261,816	259,450	
Total revenues	464,530	37,774,219	4,173,740	4,868,126	103,315
EXPENDITURES					
Current:					
General government				5,768,771	
Public safety	446,910				
Highways and streets					
Health, welfare and sanitation		35,256,704	3,706,751		
Culture and recreation					
Education					81,066
Debt service:					
Principal					
Interest					
Other expenditures					
Capital outlay		601,507	144,613	519,965	
Total expenditures	446,910	35,858,211	3,851,364	6,288,736	81,066
Excess (deficiency) of revenues over expenditures	17,620	1,916,008	322,376	(1,420,610)	22,249
OTHER FINANCING SOURCES (USES)					
Transfers in			30,420		
Transfers out					
Loan proceeds					
Total other financing sources (uses)			30,420		
Net change in fund balances	17,620	1,916,008	352,796	(1,420,610)	22,249
Fund balances (deficit) at beginning of year, as restated	158,503	(1,376,569)	4,967,002	6,789,316	32,232
Increase (decrease) in reserve for inventories		461,978	36,574		
Fund balances (deficit) at end of year	$ 176,123	$ 1,001,417	$ 5,356,372	$ 5,368,706	$ 54,481

SPECIAL REVENUE FUNDS

School Grants	School Transportation	Sheriff Donations	Sheriff Grants	Sheriff Jail Enhancement	Sheriff RICO	Solid Waste Management	Spousal Maintenance Enforcement Enhancement
$	$	$	$	$	$	$	$
56,062			5,751,090	1,365,644		57,470	
						76,962	116,160
					920,040		
40,441	805,762	82,061	6,000			1,246,294	5,183
96,503	805,762	82,061	5,757,090	1,365,644	920,040	1,380,726	121,343
		16,574	5,279,933	742,458	736,448		86,679
						1,319,873	
1,011,022	497,471						
			994,271	19,236	167,068	92,715	
1,011,022	497,471	16,574	6,274,204	761,694	903,516	1,412,588	86,679
(914,519)	308,291	65,487	(517,114)	603,950	16,524	(31,862)	34,664
						(17,225)	
						(17,225)	
(914,519)	308,291	65,487	(517,114)	603,950	16,524	(49,087)	34,664
822,217	157,457	54,685	(256,026)	861,747	(17,264)	13,573,455	108,200
$ (92,302)	$ 465,748	$ 120,172	$ (773,140)	$ 1,465,697	$ (740)	$ 13,524,368	$ 142,864

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Maricopa County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
For the Fiscal Year Ended June 30, 2008

	SPECIAL REVENUE FUNDS				
	Street Lighting District	Superior Court Fill the Gap	Taxpayer Information	Transportation Grants	Transportation Operations
REVENUES					
Taxes	$	$	$	$	$
Licenses and permits					1,814,496
Intergovernmental				749,332	112,303,379
Charges for services		1,510,334	265,537		212,570
Fines and forfeits					
Special assessment	5,284,808				
Miscellaneous	144,770	3,438			4,205,679
Total revenues	5,429,578	1,513,772	265,537	749,332	118,536,124
EXPENDITURES					
Current:					
General government			45,573		
Public safety	4,722,071	1,734,513			
Highways and streets				537,292	54,348,640
Health, welfare and sanitation					
Culture and recreation					
Education					
Debt service:					
Principal					
Interest					
Other expenditures					
Capital outlay					5,447,151
Total expenditures	4,722,071	1,734,513	45,573	537,292	59,795,791
Excess (deficiency) of revenues over expenditures	707,507	(220,741)	219,964	212,040	58,740,333
OTHER FINANCING SOURCES (USES)					
Transfers in					
Transfers out					(59,603,147)
Loan proceeds					
Total other financing sources (uses)					(59,603,147)
Net change in fund balances	707,507	(220,741)	219,964	212,040	(862,814)
Fund balances (deficit) at beginning of year, as restated	2,422,559	413,789	379,894	(212,040)	14,860,605
Increase (decrease) in reserve for inventories					39,556
Fund balances (deficit) at end of year	$ 3,130,066	$ 193,048	$ 599,858	$	$ 14,037,347

SPECIAL REVENUE FUNDS							
Trial Court Grants	Trial Court Special Revenue	Victim Compensation Interest	Victim Compensation Restitution	Victim Location	Waste Management	Waste Tire	Total
$	$	$	$	$	$	$	$ 88,105,497
							38,765,897
1,431,101	854,969					4,814,030	265,503,853
	4,977,907				140,742	53,941	67,257,055
		86,396	77,216				15,159,580
							5,284,808
1,005	154,465	29,251	30,824	34,428	24,684	304,423	45,433,991
1,432,106	5,987,341	115,647	108,040	34,428	165,426	5,172,394	525,510,681
							6,326,604
1,443,076	5,646,998	1,459	1,296		146,411		137,581,847
							54,885,932
						4,793,432	139,020,656
							28,425,542
							12,404,750
	133,437					1,331,703	14,492,152
1,443,076	5,780,435	1,459	1,296		146,411	6,125,135	393,137,483
(10,970)	206,906	114,188	106,744	34,428	19,015	(952,741)	132,373,198
							1,547,079
							(121,375,170)
							(119,828,091)
(10,970)	206,906	114,188	106,744	34,428	19,015	(952,741)	12,545,107
	2,622,853	537,688	557,830	115,438	496,359	6,970,507	175,502,899
							669,800
$ (10,970)	$ 2,829,759	$ 651,876	$ 664,574	$ 149,866	$ 515,374	$ 6,017,766	$ 188,717,806

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Maricopa County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
For the Fiscal Year Ended June 30, 2008

	DEBT SERVICE FUNDS			CAPITAL PROJECTS FUNDS	
	Special Assessment	Stadium District Debt Service	Total	County Improvement	Detention Capital Projects
REVENUES					
Taxes	$	$ 6,131,305	$ 6,131,305	$	$
Licenses and permits					
Intergovernmental					
Charges for services	56,579		56,579		
Fines and forfeits					
Special assessment					
Miscellaneous		540,543	540,543	2,292,088	5,887
Total revenues	56,579	6,671,848	6,728,427	2,292,088	5,887
EXPENDITURES					
Current:					
General government					
Public safety					
Highways and streets					
Health, welfare and sanitation					
Culture and recreation					
Education					
Debt service:					
Principal	26,711	2,960,000	2,986,711		
Interest	6,612	2,462,344	2,468,956		
Other expenditures		1,250	1,250		
Capital outlay				44,538,645	73,053
Total expenditures	33,323	5,423,594	5,456,917	44,538,645	73,053
Excess (deficiency) of revenues over expenditures	23,256	1,248,254	1,271,510	(42,246,557)	(67,166)
OTHER FINANCING SOURCES (USES)					
Transfers in				3,524,014	32,112,796
Transfers out		(1,439,279)	(1,439,279)		
Loan proceeds					
Total other financing sources (uses)		(1,439,279)	(1,439,279)	3,524,014	32,112,796
Net change in fund balances	23,256	(191,025)	(167,769)	(38,722,543)	32,045,630
Fund balances (deficit) at beginning of year, as restated	123,706	10,702,495	10,826,201	77,493,743	51,703,840
Increase (decrease) in reserve for inventories					
Fund balances (deficit) at end of year	$ 146,962	$ 10,511,470	$ 10,658,432	$ 38,771,200	$ 83,749,470

CAPITAL PROJECTS FUNDS						
Flood Control Capital Projects	Inter-governmental Capital Projects	Long Term Project Reserve	Special Improvement Districts	Transportation Capital Projects	Total	Total Nonmajor Governmental Funds
$	$	$ 1,160	$	$	$ 1,160	$ 94,237,962
						38,765,897
				21,946,984	21,946,984	287,450,837
				7,300,481	7,300,481	74,614,115
						15,159,580
						5,284,808
	720,257	872,294	37,947	1,404,227	5,332,700	51,307,234
	720,257	873,454	37,947	30,651,692	34,581,325	566,820,433
						6,326,604
						137,581,847
						54,885,932
						139,020,656
						28,425,542
						12,404,750
						2,986,711
						2,468,956
						1,250
55,181,586	3,778,819	13,195,905		74,953,101	191,721,109	206,213,261
55,181,586	3,778,819	13,195,905		74,953,101	191,721,109	590,315,509
(55,181,586)	(3,058,562)	(12,322,451)	37,947	(44,301,409)	(157,139,784)	(23,495,076)
58,357,554	2,152,745	23,254		59,594,512	155,764,875	157,311,954
	(4,183,962)				(4,183,962)	(126,998,411)
		10,106,857			10,106,857	10,106,857
58,357,554	(2,031,217)	10,130,111		59,594,512	161,687,770	40,420,400
3,175,968	(5,089,779)	(2,192,340)	37,947	15,293,103	4,547,986	16,925,324
20,774,706	8,259,043	9,814,906	421,940	36,984,196	205,452,374	391,781,474
						669,800
$ 23,950,674	$ 3,169,264	$ 7,622,566	$ 459,887	$ 52,277,299	$ 210,000,360	$ 409,376,598

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Adult Probation Fees Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 10,293,447	$ 10,293,447	$ 9,744,066	$ (549,381)
Fines and forfeits	2,055,698	2,055,698	2,200,099	144,401
Miscellaneous	100,000	100,000	233,631	133,631
Total revenues	12,449,145	12,449,145	12,177,796	(271,349)
EXPENDITURES				
Current:				
Public safety	13,356,826	13,351,634	12,616,778	734,856
Capital outlay	205,000	205,000	136,172	68,828
Total expenditures	13,561,826	13,556,634	12,752,950	803,684
Deficiency of revenues under expenditures	(1,112,681)	(1,107,489)	(575,154)	532,335
Net change in fund balances	(1,112,681)	(1,107,489)	(575,154)	532,335
Fund balance – beginning	4,163,457	4,163,457	5,215,862	1,052,405
Fund balance – ending	$ 3,050,776	$ 3,055,968	$ 4,640,708	$ 1,584,740

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Adult Probation Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 3,897,538	$ 4,220,837	$ 3,389,619	$ (831,218)
Charges for services	356,635	356,635	796,441	439,806
Total revenues	4,254,173	4,577,472	4,186,060	(391,412)
EXPENDITURES				
Current:				
Public safety	4,254,173	4,577,472	4,183,798	393,674
Total expenditures	4,254,173	4,577,472	4,183,798	393,674
Excess of revenues over expenditures			2,262	2,262
Net change in fund balances			2,262	2,262
Fund deficit – beginning	(162,955)	(162,955)	(56,354)	106,601
Fund deficit – ending	$ (162,955)	$ (162,955)	$ (54,092)	$ 108,863

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Air Quality Fees Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Licenses and permits	$ 9,069,432	$ 10,432,338	$ 8,298,469	$ (2,133,869)
Charges for services			141,270	141,270
Fines and forfeits	1,399,264	2,399,264	4,872,236	2,472,972
Miscellaneous	17,654	17,654	556,608	538,954
Total revenues	10,486,350	12,849,256	13,868,583	1,019,327
EXPENDITURES				
Current:				
Health, welfare and sanitation	11,186,083	16,773,225	14,614,235	2,158,990
Capital outlay	999,112	3,617,643	1,583,960	2,033,683
Total expenditures	12,185,195	20,390,868	16,198,195	4,192,673
Deficiency of revenues under expenditures	(1,698,845)	(7,541,612)	(2,329,612)	5,212,000
OTHER FINANCING USES				
Transfers out	(208,428)	(208,428)		208,428
Total other financing uses	(208,428)	(208,428)		208,428
Net change in fund balances	(1,907,273)	(7,750,040)	(2,329,612)	5,420,428
Fund balance – beginning	6,931,214	6,931,214	10,667,270	3,736,056
Fund balance (deficit) – ending	$ 5,023,941	$ (818,826)	$ 8,337,658	$ 9,156,484

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Air Quality Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 4,010,023	$ 4,010,023	$ 4,078,311	$ 68,288
Total revenues	4,010,023	4,010,023	4,078,311	68,288
EXPENDITURES				
Current:				
Health, welfare and sanitation	3,917,991	3,917,991	3,685,283	232,708
Capital outlay	25,564	25,564	64,262	(38,698)
Total expenditures	3,943,555	3,943,555	3,749,545	194,010
Excess of revenues over expenditures	66,468	66,468	328,766	262,298
OTHER FINANCING USES				
Transfers out	(66,468)	(66,468)		66,468
Total other financing uses	(66,468)	(66,468)		66,468
Net change in fund balances			328,766	328,766
Fund deficit – beginning	(58,013)	(58,013)	(761,804)	(703,791)
Fund deficit – ending	$ (58,013)	$ (58,013)	$ (433,038)	$ (375,025)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Animal Control Field Operations Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Licenses and permits	$ 8,000	$ 8,000	$ 19,175	$ 11,175
Charges for Services	2,902,351	3,152,351	3,207,214	54,863
Fines and forfeits	5,000	5,000	5,852	852
Miscellaneous	38,720	38,720	43,490	4,770
Total revenues	2,954,071	3,204,071	3,275,731	71,660
EXPENDITURES				
Current:				
Health, welfare and sanitation	2,648,997	2,821,997	3,017,444	(195,447)
Capital outlay	257,820	334,820	332,174	2,646
Total expenditures	2,906,817	3,156,817	3,349,618	(192,801)
Excess (deficiency) of revenues over expenditures	47,254	47,254	(73,887)	(121,141)
OTHER FINANCING USES				
Transfers out	(306,254)	(306,254)	(107,230)	199,024
Total other financing uses	(306,254)	(306,254)	(107,230)	199,024
Net change in fund balances	(259,000)	(259,000)	(181,117)	77,883
Fund balance – beginning	726,209	726,209	984,725	258,516
Fund balance – ending	$ 467,209	$ 467,209	$ 803,608	$ 336,399

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Animal Control Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Licenses and permits	$ 1,200	$ 1,200	$	$ (1,200)
Intergovernmental	597	39,968	4,968	(35,000)
Charges for services	10,600	10,600	75,714	65,114
Miscellaneous	434,368	916,542	981,370	64,828
Total revenues	446,765	968,310	1,062,052	93,742
EXPENDITURES				
Current:				
Health, welfare and sanitation	427,748	1,040,832	1,055,692	(14,860)
Total expenditures	427,748	1,040,832	1,055,692	(14,860)
Excess (deficiency) of revenues over expenditures	19,017	(72,522)	6,360	78,882
OTHER FINANCING USES				
Transfers out	(19,017)	(19,017)		19,017
Total other financing uses	(19,017)	(19,017)		19,017
Net change in fund balances		(91,539)	6,360	97,899
Fund balance – beginning	542,744	542,744	519,718	(23,026)
Fund balance – ending	$ 524,744	$ 451,205	$ 526,078	$ 74,873

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Animal Control License/Shelter Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Licenses and permits	$ 5,151,239	$ 5,853,011	$ 6,479,551	$ 626,540
Charges for services	1,754,275	1,754,275	2,332,856	578,581
Miscellaneous	75	75	151,900	151,825
Total revenues	6,905,589	7,607,361	8,964,307	1,356,946
EXPENDITURES				
Current:				
Health, welfare and sanitation	5,286,226	6,008,986	6,557,428	(548,442)
Capital outlay	47,244	32,115	3,613	28,502
Total expenditures	5,333,470	6,041,101	6,561,041	(519,940)
Excess of revenues over expenditures	1,572,119	1,566,260	2,403,266	837,006
OTHER FINANCING USES				
Transfers out	(1,572,119)	(1,572,119)	(1,040,845)	531,274
Total other financing uses	(1,572,119)	(1,572,119)	(1,040,845)	531,274
Net change in fund balances		(5,859)	1,362,421	1,368,280
Fund balance – beginning	2,006,537	2,006,537	2,241,619	235,082
Decrease in reserve for inventories			(15,899)	(15,899)
Fund balance – ending	$ 2,006,537	$ 2,000,678	$ 3,588,141	$ 1,587,463

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Ballpark Operations Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 52,000	$ 52,000	$	$ (52,000)
Miscellaneous	4,578,773	4,578,773	4,574,852	(3,921)
Total revenues	4,630,773	4,630,773	4,574,852	(55,921)
EXPENDITURES				
Current:				
Culture and recreation	2,244,471	2,244,471	1,133,609	1,110,862
Capital outlay			3,153	(3,153)
Total expenditures	2,244,471	2,244,471	1,136,762	1,107,709
Excess of revenues over expenditures	2,386,302	2,386,302	3,438,090	1,051,788
OTHER FINANCING USES				
Transfers out	(1,504,076)	(1,504,076)	(23,254)	1,480,822
Total other financing uses	(1,504,076)	(1,504,076)	(23,254)	1,480,822
Net change in fund balances	882,226	882,226	3,414,836	2,532,610
Fund balance – beginning	4,193,691	4,193,691	2,326,098	(1,867,593)
Fund balance – ending	$ 5,075,917	$ 5,075,917	$ 5,740,934	$ 665,017

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Cactus League Operations Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$ 25,000	$ 25,000	$ 149,369	$ 124,369
Total revenues	25,000	25,000	149,369	124,369
EXPENDITURES				
Current:				
Culture and recreation	482,288	1,439,288	1,350,879	88,409
Total expenditures	482,288	1,439,288	1,350,879	88,409
Deficiency of revenues under expenditures	(457,288)	(1,414,288)	(1,201,510)	212,778
OTHER FINANCING SOURCES				
Transfers in	482,500	1,439,500	1,439,279	(221)
Total other financing sources	482,500	1,439,500	1,439,279	(221)
Net change in fund balances	25,212	25,212	237,769	212,557
Fund balance – beginning	2,822,269	2,822,269	2,914,188	91,919
Fund balance – ending	$ 2,847,481	$ 2,847,481	$ 3,151,957	$ 304,476

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
CDBG Housing Trust Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 13,523,899	$ 13,526,903	$ 7,795,716	$ (5,731,187)
Total revenues	13,523,899	13,526,903	7,795,716	(5,731,187)
EXPENDITURES				
Current:				
Health, welfare and sanitation	13,499,406	13,502,410	7,601,702	5,900,708
Total expenditures	13,499,406	13,502,410	7,601,702	5,900,708
Excess of revenues over expenditures	24,493	24,493	194,014	169,521
OTHER FINANCING USES				
Transfers out	(24,493)	(24,493)		24,493
Total other financing uses	(24,493)	(24,493)		24,493
Net change in fund balances			194,014	194,014
Fund balance (deficit) – beginning	398,697	398,697	(194,014)	(592,711)
Fund balance – ending	$ 398,697	$ 398,697	$	$ (398,697)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Check Enforcement Program Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Fines and forfeits	$ 592,500	$ 592,500	$ 384,882	$ (207,618)
Miscellaneous	7,500	7,500	8,793	1,293
Total revenues	600,000	600,000	393,675	(206,325)
EXPENDITURES				
Current:				
Public safety	600,000	600,000	447,807	152,193
Total expenditures	600,000	600,000	447,807	152,193
Deficiency of revenues under expenditures			(54,132)	(54,132)
Net change in fund balances			(54,132)	(54,132)
Fund balance – beginning	274,508	274,508	248,334	(26,174)
Fund balance – ending	$ 274,508	$ 274,508	$ 194,202	$ (80,306)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Child Support Enhancement Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 60,000	$ 60,000	$ 94,726	$ 34,726
Miscellaneous			15,954	15,954
Total revenues	60,000	60,000	110,680	50,680
EXPENDITURES				
Current:				
Health, welfare and sanitation	75,000	75,000	74,000	1,000
Total expenditures	75,000	75,000	74,000	1,000
Excess (deficiency) of revenues over expenditures	(15,000)	(15,000)	36,680	51,680
Net change in fund balances	(15,000)	(15,000)	36,680	51,680
Fund balance – beginning	254,290	254,290	316,683	62,393
Fund balance – ending	$ 239,290	$ 239,290	$ 353,363	$ 114,073

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Children's Issues Education Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 111,007	$ 111,007	$ 107,074	$ (3,933)
Miscellaneous	4,000	4,000	11,173	7,173
Total revenues	115,007	115,007	118,247	3,240
EXPENDITURES				
Current:				
Public safety	115,007	115,007	78,509	36,498
Total expenditures	115,007	115,007	78,509	36,498
Excess of revenues over expenditures			39,738	39,738
Net change in fund balances			39,738	39,738
Fund balance – beginning	228,585	228,585	241,615	13,030
Fund balance – ending	$ 228,585	$ 228,585	$ 281,353	$ 52,768

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Clerk of Court Fill the Gap Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 719,909	$ 359,955	$	$ (359,955)
Charges for services	1,127,900	1,793,890	1,973,535	179,645
Miscellaneous	100	100	15,010	14,910
Total revenues	1,847,909	2,153,945	1,988,545	(165,400)
EXPENDITURES				
Current:				
Public safety	1,962,909	2,617,470	2,167,646	449,824
Total expenditures	1,962,909	2,617,470	2,167,646	449,824
Deficiency of revenues under expenditures	(115,000)	(463,525)	(179,101)	284,424
Net change in fund balances	(115,000)	(463,525)	(179,101)	284,424
Fund balance – beginning	805,797	805,797	660,164	(145,633)
Fund balance – ending	$ 690,797	$ 342,272	$ 481,063	$ 138,791

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Clerk of the Court EDMS Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 2,880,000	$ 2,880,000	$ 3,027,923	$ 147,923
Miscellaneous	20,000	20,000	44,314	24,314
Total revenues	2,900,000	2,900,000	3,072,237	172,237
EXPENDITURES				
Current:				
Public safety	3,330,000	3,330,000	2,799,896	530,104
Capital outlay			232,233	(232,233)
Total expenditures	3,330,000	3,330,000	3,032,129	297,871
Excess (deficiency) of revenues over expenditures	(430,000)	(430,000)	40,108	470,108
Net change in fund balances	(430,000)	(430,000)	40,108	470,108
Fund balance – beginning	736,032	736,032	945,054	209,022
Fund balance – ending	$ 306,032	$ 306,032	$ 985,162	$ 679,130

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Clerk of the Court Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	$ 1,676,124	$ 1,676,124	$ 1,442,563	$ (233,561)
Total revenues	1,676,124	1,676,124	1,442,563	(233,561)
EXPENDITURES				
Current:				
Public safety	1,676,124	1,676,124	1,504,206	171,918
Total expenditures	1,676,124	1,676,124	1,504,206	171,918
Deficiency of revenues under expenditures			(61,643)	(61,643)
Net change in fund balances			(61,643)	(61,643)
Fund deficit – beginning	(93,087)	(93,087)		93,087
Fund deficit – ending	$ (93,087)	$ (93,087)	$ (61,643)	$ 31,444

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Conciliation Court Fees Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 1,685,930	$ 1,685,930	$ 1,665,171	$ (20,759)
Miscellaneous	10,000	10,000	36,138	26,138
Total revenues	1,695,930	1,695,930	1,701,309	5,379
EXPENDITURES				
Current:				
Public safety	1,695,930	1,695,930	1,585,755	110,175
Total expenditures	1,695,930	1,695,930	1,585,755	110,175
Excess of revenues over expenditures			115,554	115,554
Net change in fund balances			115,554	115,554
Fund balance – beginning	649,639	649,639	770,382	120,743
Fund balance – ending	$ 649,639	$ 649,639	$ 885,936	$ 236,297

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Correctional Health Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	$ 351,728	$ 362,229	$ 361,604	$ (625)
Total revenues	351,729	362,229	361,604	(625)
EXPENDITURES				
Current:				
Health, welfare and sanitation	192,460	202,960	79,988	122,972
Capital outlay	159,269	159,269	281,616	(122,347)
Total expenditures	351,729	362,229	361,604	625
Excess of revenues over expenditures				
Net change in fund balances				
Fund balance – beginning	120,405	120,405		(120,405)
Fund balance – ending	$ 120,405	$ 120,405	$	$ (120,405)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
County Attorney Fill the Gap Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	$ 582,486	$ 655,486	$ 669,028	$ 13,542
Charges for services	868,307	868,307	941,488	73,181
Fines and forfeits	32,700	32,700		(32,700)
Miscellaneous			86,124	86,124
Total revenues	1,483,493	1,556,493	1,696,640	140,147
EXPENDITURES				
Current:				
Public safety	1,483,493	1,622,493	1,528,848	93,645
Total expenditures	1,483,493	1,622,493	1,528,848	93,645
Excess (deficiency) of revenues over expenditures		(66,000)	167,792	233,792
Net change in fund balances		(66,000)	167,792	233,792
Fund balance – beginning	1,023,935	1,023,935	1,099,478	75,543
Fund balance – ending	$ 1,023,935	$ 957,935	$ 1,267,270	$ 309,335

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
County Attorney Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 6,160,825	$ 8,347,333	$ 6,615,147	$ (1,732,186)
Miscellaneous			47,394	47,394
Total revenues	6,160,825	8,347,333	6,662,541	(1,684,792)
EXPENDITURES				
Current:				
Public safety	6,160,825	8,315,333	6,723,332	1,592,001
Capital outlay		32,000	38,314	(6,314)
Total expenditures	6,160,825	8,347,333	6,761,646	1,585,687
Deficiency of revenues under expenditures			(99,105)	(99,105)
Net change in fund balances			(99,105)	(99,105)
Fund balance (deficit) – beginning	13,902	13,902	(9,100)	(23,002)
Fund balance (deficit)– ending	$ 13,902	$ 13,902	$ (108,205)	$ (122,107)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
County Attorney RICO Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Fines and forfeits	$ 2,000,000	$ 2,000,000	$ 1,843,457	$ (156,543)
Total revenues	2,000,000	2,000,000	1,843,457	(156,543)
EXPENDITURES				
Current:				
Public safety	2,000,000	2,750,000	2,316,248	433,752
Total expenditures	2,000,000	2,750,000	2,316,248	433,752
Deficiency of revenues under expenditures		(750,000)	(472,791)	277,209
Net change in fund balances		(750,000)	(472,791)	277,209
Fund balance – beginning, as restated	1,940,178	1,940,178	2,583,932	643,754
Fund balance – ending	$ 1,940,178	$ 1,190,178	$ 2,111,141	$ 920,963

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
County School Indirect Cost Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 609,491	$ 609,491	$ 566,904	$ (42,587)
Miscellaneous			71,236	71,236
Total revenues	609,491	609,491	638,140	28,649
Excess of revenues over expenditures	609,491	609,491	638,140	28,649
Net change in fund balances	609,491	609,491	638,140	28,649
Fund balance – beginning	1,497,412	1,497,412	1,244,317	(253,095)
Fund balance – ending	$ 2,106,903	$ 2,106,903	$ 1,882,457	$ (224,446)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Court Document Retrieval Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 1,148,243	$ 1,148,243	$ 1,166,011	$ 17,768
Miscellaneous	2,000	2,000	480	(1,520)
Total revenues	1,150,243	1,150,243	1,166,491	16,248
EXPENDITURES				
Current:				
Public safety	1,150,243	1,150,243	1,097,863	52,380
Total expenditures	1,150,243	1,150,243	1,097,863	52,380
Excess of revenues over expenditures			68,628	68,628
Net change in fund balances			68,628	68,628
Fund balance – beginning	52,207	52,207	55,877	3,670
Fund balance – ending	$ 52,207	$ 52,207	$ 124,505	$ 72,298

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Criminal Justice Enhancement Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 1,538,070	$ 1,538,070	$ 1,791,765	$ 253,695
Miscellaneous	28,500	28,500	96,696	68,196
Total revenues	1,566,570	1,566,570	1,888,461	321,891
EXPENDITURES				
Current:				
Public safety	1,566,570	1,562,166	1,535,473	26,693
Total expenditures	1,566,570	1,562,166	1,535,473	26,693
Excess of revenues over expenditures		4,404	352,988	348,584
Net change in fund balances		4,404	352,988	348,584
Fund balance – beginning	1,734,153	1,734,153	1,806,483	72,330
Fund balance – ending	$ 1,734,153	$ 1,738,557	$ 2,159,471	$ 420,914

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Del Webb Special Revenue Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Licenses and permits	$ 16,500	$ 16,500	$ 5,425	$ (11,075)
Miscellaneous	22,354	22,354	26,107	3,753
Total revenues	38,854	38,854	31,532	(7,322)
EXPENDITURES				
Current:				
Public safety	126,136	126,136	107,994	18,142
Capital outlay	4	4	24	(20)
Total expenditures	126,140	126,140	108,018	18,122
Deficiency of revenues under expenditures	(87,286)	(87,286)	(76,486)	10,800
OTHER FINANCING USES				
Transfers out	(6,415)	(6,415)		6,415
Total other financing uses	(6,415)	(6,415)		6,415
Net change in fund balances	(93,701)	(93,701)	(76,486)	17,215
Fund balance – beginning	545,679	545,679	575,979	30,300
Fund balance – ending	$ 451,978	$ 451,978	$ 499,493	$ 47,515

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Diversion Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Fines and forfeits	$ 988,810	$ 988,810	$ 997,583	$ 8,773
Miscellaneous	20,000	20,000	55,173	35,173
Total revenues	1,008,810	1,008,810	1,052,756	43,946
EXPENDITURES				
Current:				
Public safety	1,008,810	1,008,810	722,417	286,393
Total expenditures	1,008,810	1,008,810	722,417	286,393
Excess of revenues over expenditures			330,339	330,339
Net change in fund balances			330,339	330,339
Fund balance – beginning	1,221,940	1,221,940	842,719	(379,221)
Fund balance – ending	$ 1,221,940	$ 1,221,940	$ 1,173,058	$ (48,882)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Domestic Relations Mediation Education Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 186,682	$ 186,682	$ 197,114	$ 10,432
Miscellaneous	4,000	4,000	10,724	6,724
Total revenues	190,682	190,682	207,838	17,156
EXPENDITURES				
Current:				
Health, welfare and sanitation	190,682	190,682	182,245	8,437
Total expenditures	190,682	190,682	182,245	8,437
Excess of revenues over expenditures			25,593	25,593
Net change in fund balances			25,593	25,593
Fund balance – beginning	221,989	221,989	242,212	20,223
Fund balance – ending	$ 221,989	$ 221,989	$ 267,805	$ 45,816

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Elections Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$	$	$ 749	$ 749
Miscellaneous			3,511	3,511
Total revenues			4,260	4,260
EXPENDITURES				
Current:				
General government	29,524	29,524	4,260	25,264
Total expenditures	29,524	29,524	4,260	25,264
Deficiency of revenues under expenditures	(29,524)	(29,524)		29,524
Net change in fund balances	(29,524)	(29,524)		29,524
Fund balance – beginning	29,524	29,524		(29,524)
Fund balance – ending	$	$	$	$

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Emergency Management Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 473,679	$ 632,024	$ 296,140	$ (335,884)
Charges for services	268,600	268,600	269,711	1,111
Miscellaneous	7,990	7,990	250	(7,740)
Total revenues	750,269	908,614	566,101	(342,513)
EXPENDITURES				
Current:				
Public safety	700,553	858,898	695,718	163,180
Capital outlay			169	(169)
Total expenditures	700,553	858,898	695,887	163,011
Excess (deficiency) of revenues over expenditures	49,716	49,716	(129,786)	(179,502)
OTHER FINANCING USES				
Transfers out	(49,716)	(49,716)		49,716
Total other financing uses	(49,716)	(49,716)		49,716
Net change in fund balances			(129,786)	(129,786)
Fund deficit – beginning	(218,577)	(218,577)	(66,185)	152,392
Fund deficit – ending	$ (218,577)	$ (218,577)	$ (195,971)	$ 22,606

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Environmental Services Environmental Health Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Licenses and permits	$ 14,945,739	$ 14,945,739	$ 14,130,161	$ (815,578)
Charges for services	1,490,475	1,490,475	1,950,648	460,173
Fines and forfeits	60,000	60,000	267,786	207,786
Miscellaneous	1,620,587	1,620,587	1,935,571	314,984
Total revenues	18,116,801	18,116,801	18,284,166	167,365
EXPENDITURES				
Current:				
Health, welfare and sanitation	17,258,944	17,209,903	16,572,459	637,444
Capital outlay	13,951	13,951	2,915	11,036
Total expenditures	17,272,895	17,223,854	16,575,374	648,480
Excess of revenues over expenditures	843,906	892,947	1,708,792	815,845
OTHER FINANCING USES				
Transfers out	(380,790)	(380,790)		380,790
Total other financing uses	(380,790)	(380,790)		380,790
Net change in fund balances	463,116	512,157	1,708,792	1,196,635
Fund balance – beginning	4,827,735	4,827,735	4,829,621	1,886
Fund balance – ending	$ 5,290,851	$ 5,339,892	$ 6,538,413	$ 1,198,521

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Environmental Services Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 1,334,878	$ 1,334,878	$ 1,320,292	$ (14,586)
Miscellaneous			14,587	14,587
Total revenues	1,334,878	1,334,878	1,334,879	1
EXPENDITURES				
Current:				
Health, welfare and sanitation	1,079,449	1,120,449	1,154,191	(33,742)
Capital outlay	255,429	214,429	180,688	33,741
Total expenditures	1,334,878	1,334,878	1,334,879	(1)
Excess of revenues over expenditures				
Net change in fund balances				
Fund balance – beginning	16,290	16,290		(16,290)
Fund balance – ending	$ 16,290	$ 16,290	$	$ (16,290)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Events Center Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$ 75,000	$ 75,000	$ 81,175	$ 6,175
Total revenues	75,000	75,000	81,175	6,175
EXPENDITURES				
Current:				
Culture and recreation	63,000	63,000	52,982	10,018
Total expenditures	63,000	63,000	52,982	10,018
Excess of revenues over expenditures	12,000	12,000	28,193	16,193
OTHER FINANCING USES				
Transfers out		(24,050)	(24,050)	
Total other financing uses		(24,050)	(24,050)	
Net change in fund balances	12,000	(12,050)	4,143	16,193
Fund balance – beginning	12,796	12,796	54,097	41,301
Fund balance – ending	$ 24,796	$ 746	$ 58,240	$ 57,494

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Expedited Child Support Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 441,080	$ 441,080	$ 448,932	$ 7,852
Miscellaneous	4,500	4,500	17,075	12,575
Total revenues	445,580	445,580	466,007	20,427
EXPENDITURES				
Current:				
Health, welfare and sanitation	445,580	445,580	340,846	104,734
Total expenditures	445,580	445,580	340,846	104,734
Excess of revenues over expenditures			125,161	125,161
Net change in fund balances			125,161	125,161
Fund balance – beginning	337,030	337,030	353,068	16,038
Fund balance – ending	$ 337,030	$ 337,030	$ 478,229	$ 141,199

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Flood Control Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Taxes	$ 69,683,115	$ 69,683,115	$ 68,973,117	$ (709,998)
Licenses and permits	1,883,000	1,883,000	2,759,309	876,309
Intergovernmental	17,192,456	17,192,456	16,067,279	(1,125,177)
Charges for services			12,000	12,000
Miscellaneous	2,765,426	2,765,426	7,954,927	5,189,501
Total revenues	91,523,997	91,523,997	95,766,632	4,242,635
EXPENDITURES				
Current:				
Public safety	35,021,434	35,292,133	32,271,079	3,021,054
Capital outlay	863,050	863,050	724,547	138,503
Total expenditures	35,884,484	36,155,183	32,995,626	3,159,557
Excess of revenues over expenditures	55,639,513	55,368,814	62,771,006	7,402,192
OTHER FINANCING USES				
Transfers out	(58,628,253)	(58,357,554)	(58,357,554)	
Total other financing uses	(58,628,253)	(58,357,554)	(58,357,554)	
Net change in fund balances	(2,988,740)	(2,988,740)	4,413,452	7,402,192
Fund balance – beginning	2,988,740	2,988,740	11,588,134	8,599,394
Increase in reserve for inventory of supplies			151,036	151,036
Fund balance – ending	$	$	$ 16,152,622	$ 16,152,622

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
General Government Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$	$ 358,000	$ 508,000	$ 150,000
Miscellaneous	14,949,882	10,417,575		(10,417,575)
Total revenues	14,949,882	10,775,575	508,000	(10,267,575)
EXPENDITURES				
Current:				
General government	14,949,882	16,543,598	508,000	16,035,598
Total expenditures	14,949,882	16,543,598	508,000	16,035,598
Deficiency of revenues under expenditures		(5,768,023)		5,768,023
Net change in fund balances		(5,768,023)		5,768,023
Fund deficit – beginning	(304)	(304)		304
Fund deficit – ending	$ (304)	$ (5,768,327)	$	$ 5,768,327

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Human Services Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 42,109,725	$ 41,975,603	$ 39,193,918	$ (2,781,685)
Charges for services	400,106	400,106		(400,106)
Miscellaneous			5,927	5,927
Total revenues	42,509,831	42,375,709	39,199,845	(3,175,864)
EXPENDITURES				
Current:				
Health, welfare and sanitation	40,543,999	40,409,877	39,008,383	1,401,494
Capital outlay	1,028,000	1,028,000	921,896	106,104
Total expenditures	41,571,999	41,437,877	39,930,279	1,507,598
Excess (deficiency) of revenues over expenditures	937,832	937,832	(730,434)	(1,668,266)
OTHER FINANCING USES				
Transfers out	(937,832)	(937,832)		937,832
Total other financing uses	(937,832)	(937,832)		937,832
Net change in fund balances			(730,434)	(730,434)
Fund deficit – beginning	(3,968,892)	(3,968,892)	(3,260,828)	708,064
Fund deficit – ending	$ (3,968,892)	$ (3,968,892)	$ (3,991,262)	$ (22,370)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Inmate Health Services Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for Services	$ 139,715	$ 139,715	$ 87,348	$ (52,367)
Miscellaneous	10,000	10,000	26,963	16,963
Total revenues	149,715	149,715	114,311	(35,404)
EXPENDITURES				
Current:				
Public safety	149,715	149,715		149,715
Total expenditures	149,715	149,715		149,715
Excess of revenues over expenditures			114,311	114,311
Net change in fund balances			114,311	114,311
Fund balance – beginning	281,993	281,993	453,356	171,363
Fund balance – ending	$ 281,993	$ 281,993	$ 567,667	$ 285,674

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Inmate Services Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$ 12,042,042	$ 12,042,042	$ 16,116,285	$ 4,074,243
Total revenues	12,042,042	12,042,042	16,116,285	4,074,243
EXPENDITURES				
Current:				
Public safety	11,450,578	15,450,578	10,875,600	4,574,978
Capital outlay	591,464	591,464	64,850	526,614
Total expenditures	12,042,042	16,042,042	10,940,450	5,101,592
Excess (deficiency) of revenues over expenditures		(4,000,000)	5,175,835	9,175,835
Net change in fund balances		(4,000,000)	5,175,835	9,175,835
Fund balance – beginning	25,621,489	25,621,489	22,187,473	(3,434,016)
Fund balance – ending	$ 25,621,489	$ 21,621,489	$ 27,363,308	$ 5,741,819

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Judicial Enhancement Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 93,000	$ 93,000	$	$ (93,000)
Charges for services	1,120,000	1,120,000	1,205,240	85,240
Miscellaneous	34,277	34,277	59,291	25,014
Total revenues	1,247,277	1,247,277	1,264,531	17,254
EXPENDITURES				
Current:				
Public safety	1,472,610	1,679,610	1,376,837	302,773
Total expenditures	1,472,610	1,679,610	1,376,837	302,773
Deficiency of revenues under expenditures	(225,333)	(432,333)	(112,306)	320,027
Net change in fund balances	(225,333)	(432,333)	(112,306)	320,027
Fund balance – beginning	970,650	970,650	1,238,110	267,460
Fund balance – ending	$ 745,317	$ 538,317	$ 1,125,804	$ 587,487

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Justice Court Judicial Enhancement Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Fines and forfeits	$ 607,361	$ 607,361	$ 712,300	$ 104,939
Miscellaneous	50,621	50,621	136,924	86,303
Total revenues	657,982	657,982	849,224	191,242
EXPENDITURES				
Current:				
Public safety	657,982	657,732	629,948	27,784
Capital outlay			8,193	(8,193)
Total expenditures	657,982	657,732	638,141	19,591
Excess of revenues over expenditures		250	211,083	210,833
Net change in fund balances		250	211,083	210,833
Fund balance – beginning	2,279,297	2,279,297	2,633,894	354,597
Fund balance – ending	$ 2,279,297	$ 2,279,547	$ 2,844,977	$ 565,430

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Justice Court Special Revenue Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
Revenues				
Charges for Services	$ 2,990,949	$ 2,990,949	$ 3,912,578	$ 921,629
Miscellaneous	103,128	103,128	225,407	122,279
Total revenues	3,094,077	3,094,077	4,137,985	1,043,908
Expenditures				
Current:				
Public safety	3,094,077	3,094,077	2,969,207	124,870
Total expenditures	3,094,077	3,094,077	2,969,207	124,870
Excess of revenues over expenditures			1,168,778	1,168,778
Net change in fund balances			1,168,778	1,168,778
Fund balance – beginning	3,646,064	3,646,064	4,008,508	362,444
Fund balance – ending	$ 3,646,064	$ 3,646,064	$ 5,177,286	$ 1,531,222

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Juvenile Probation Diversion Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 300,000	$ 300,000	$ 320,435	$ 20,435
Miscellaneous	16,633	16,633	36,240	19,607
Total revenues	316,633	316,633	356,675	40,042
EXPENDITURES				
Current:				
Public safety	316,633	316,633	297,599	19,034
Total expenditures	316,633	316,633	297,599	19,034
Excess of revenues over expenditures			59,076	59,076
Net change in fund balances			59,076	59,076
Fund balance – beginning	695,001	695,001	742,999	47,998
Fund balance – ending	$ 695,001	$ 695,001	$ 802,075	$ 107,074

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Juvenile Probation Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	$ 7,129,843	$ 7,367,869	$ 5,342,573	$ (2,025,296)
Miscellaneous	1,486,387	1,486,387	17,910	(1468,477)
Total revenues	8,616,230	8,854,256	5,360,483	(3,493,773)
EXPENDITURES				
Current:				
Public safety	8,591,502	8,829,528	6,116,342	2,713,186
Total expenditures	8,591,502	8,829,528	6,116,342	2,713,186
Excess (deficiency) of revenues over expenditures	24,728	24,728	(755,859)	(780,587)
Net change in fund balances	24,728	24,728	(755,859)	(780,587)
Fund balance (deficit) – beginning	(487,664)	(487,664)	495,208	982,872
Fund deficit – ending	$ (462,936)	$ (462,936)	$ (260,651)	$ 202,285

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Juvenile Probation Special Fees Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 929,489	$ 929,489	$ 620,868	$ (308,621)
Fines and forfeits	1,960,698	1,960,698	2,093,567	132,869
Miscellaneous	6,000	6,000	102,065	96,065
Total revenues	2,896,187	2,896,187	2,816,500	(79,687)
EXPENDITURES				
Current:				
Public safety	2,886,329	2,886,329	2,850,683	35,646
Capital outlay	9,858	9,858		9,858
Total expenditures	2,896,187	2,896,187	2,850,683	45,504
Deficiency of revenues under expenditures			(34,183)	(34,183)
Net change in fund balances			(34,183)	(34,183)
Fund balance – beginning	1,764,217	1,764,217	2,167,687	403,470
Fund balance – ending	$ 1,764,217	$ 1,764,217	$ 2,133,504	$ 369,287

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Juvenile Restitution Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Miscellaneous	$ 25,000	$ 25,000	$ 22,768	$ (2,232)
Total revenues	25,000	25,000	22,768	(2,232)
EXPENDITURES				
Current:				
Public safety	10,000	25,000	17,967	7,033
Total expenditures	10,000	25,000	17,967	7,033
Excess of revenues over expenditures	15,000		4,801	4,801
Net change in fund balances	15,000		4,801	4,801
Fund balance – beginning	51,577	51,577	84,990	33,413
Fund balance – ending	$ 66,577	$ 51,577	$ 89,791	$ 38,214

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Lake Pleasant Recreation Services Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 1,484,554	$ 1,519,554	$ 1,489,775	$ (29,779)
Fines and forfeits			92	92
Miscellaneous	80,000	80,000	279,447	199,447
Total revenues	1,564,554	1,599,554	1,769,314	169,760
EXPENDITURES				
Current:				
Culture and recreation	1,604,554	1,639,554	1,600,531	39,023
Capital outlay	342,000	342,000	308,987	33,013
Total expenditures	1,946,554	1,981,554	1,909,518	72,036
Deficiency of revenues under expenditures	(382,000)	(382,000)	(140,204)	241,796
OTHER FINANCING USES				
Transfers out		(474,889)	(452,275)	22,614
Total other financing uses		(474,889)	(452,275)	22,614
Net change in fund balances	(382,000)	(856,889)	(592,479)	264,410
Fund balance – beginning	2,127,849	2,127,849	2,181,766	53,917
Fund balance – ending	$ 1,745,849	$ 1,270,960	$ 1,589,287	$ 318,327

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Law Library Fees Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 840,000	$ 840,000	$ 941,891	$ 101,891
Fines and forfeits	2,000	2,000	2,381	381
Miscellaneous	43,000	43,000	48,569	5,569
Total revenues	885,000	885,000	992,841	107,841
EXPENDITURES				
Current:				
Public safety	885,000	885,000	854,563	30,437
Total expenditures	885,000	885,000	854,563	30,437
Excess of revenues over expenditures			138,278	138,278
Net change in fund balances			138,278	138,278
Fund balance – beginning	519,516	519,516	552,913	33,397
Fund balance – ending	$ 519,516	$ 519,516	$ 691,191	$ 171,675

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Legal Defender Fill the Gap Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	$ 59,000	$ 59,000	$	$ (59,000)
Charges for services			59,000	59,000
Miscellaneous			1,890	1,890
Total revenues	59,000	59,000	60,890	1,890
EXPENDITURES				
Current:				
Public safety	59,000	59,000	58,999	1
Total expenditures	59,000	59,000	58,999	1
Excess of revenues over expenditures			1,891	1,891
Net change in fund balances			1,891	1,891
Fund balance – beginning	13,334	13,334	15,550	2,216
Fund balance – ending	$ 13,334	$ 13,334	$ 17,441	$ 4,107

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Library District Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Taxes	$ 19,163,520	$ 19,163,520	$ 19,132,380	$ (31,140)
Intergovernmental	212,829	538,690	224,836	(313,854)
Charges for services	2,262,502	2,267,252	3,657,206	1,389,954
Fines and forfeits	550,000	550,000	668,993	118,993
Miscellaneous	684,586	689,925	1,077,467	387,542
Total revenues	22,873,437	23,209,387	24,760,882	1,551,495
EXPENDITURES				
Current:				
Culture and recreation	20,706,201	21,224,350	20,783,377	440,973
Capital outlay			132,790	(132,790)
Total expenditures	20,706,201	21,224,350	20,916,167	308,183
Excess of revenues over expenditures	2,167,236	1,985,037	3,844,715	1,859,678
Net change in fund balances	2,167,236	1,985,037	3,844,715	1,859,678
Fund balance – beginning	6,194,934	6,194,934	12,412,334	6,217,400
Fund balance – ending	$ 8,362,170	$ 8,179,971	$ 16,257,049	$ 8,077,078

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Library District Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	$ 25,000	$ 70,919	$ 66,969	$ (3,950)
Total revenues	25,000	70,919	66,969	(3,950)
EXPENDITURES				
Current:				
Culture and recreation	25,000	70,919	66,969	3,950
Total expenditures	25,000	70,919	66,969	3,950
Excess of revenues over expenditures				
Net change in fund balances				
Fund balance – beginning				
Fund balance – ending	$	$	$	$

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Medical Examiner Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$	$ 110,353	$ 101,971	$ (8,382)
Total revenues		110,353	101,971	(8,382)
EXPENDITURES				
Current:				
Public safety		15,353	15,352	1
Capital outlay		95,000		95,000
Total expenditures		110,353	15,352	95,001
Excess of revenues over expenditures			86,619	86,619
Net change in fund balances			86,619	86,619
Fund balance (deficit) – beginning	48	48	(86,619)	(86,667)
Fund balance – ending	$ 48	$ 48	$	$ 48

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Palo Verde Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 333,615	$ 333,615	$ 333,615	$
Miscellaneous			11,839	11,839
Total revenues	333,615	333,615	345,454	11,839
EXPENDITURES				
Current:				
Public safety	318,425	353,425	221,767	131,658
Capital outlay			33	(33)
Total expenditures	318,425	353,425	221,800	131,625
Excess (deficiency) of revenues over expenditures	15,190	(19,810)	123,654	143,464
OTHER FINANCING USES				
Transfers out	(15,190)	(15,190)		15,190
Total other financing uses	(15,190)	(15,190)		15,190
Net change in fund balances		(35,000)	123,654	158,654
Fund balance – beginning	234,936	234,936	244,303	9,367
Fund balance – ending	$ 234,936	$ 199,936	$ 367,957	$ 168,021

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Parks and Recreation Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 1,794,770	$ 199,232	$ 116,958	$ (82,274)
Miscellaneous			2,280	2,280
Total revenues	1,794,770	199,232	119,238	(79,994)
EXPENDITURES				
Current:				
Culture and recreation	194,770	199,232	115,171	84,061
Total expenditures	194,770	199,232	115,171	84,061
Excess of revenues over expenditures	1,600,000		4,067	4,067
OTHER FINANCING USES				
Transfers out	(1,600,000)			
Total other financing uses	(1,600,000)			
Net change in fund balances			4,067	4,067
Fund deficit – beginning	(86,072)	(86,072)	(27,848)	58,224
Fund deficit – ending	$ (86,072)	$ (86,072)	$ (23,781)	$ 62,291

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Parks Donations Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$ 160,000	$ 160,000	$ 117,645	$ (42,355)
Total revenues	160,000	160,000	117,645	(42,355)
EXPENDITURES				
Current:				
Culture and recreation	160,000	160,000	16,440	143,560
Total expenditures	160,000	160,000	16,440	143,560
Excess of revenues over expenditures			101,205	101,205
OTHER FINANCING USES				
Transfers out		(836,104)	(836,104)	
Total other financing uses		(836,104)	(836,104)	
Net change in fund balances		(836,104)	(734,899)	101,205
Fund balance – beginning	1,483,407	1,483,407	1,541,285	57,878
Fund balance – ending	$ 1,483,407	$ 647,303	$ 806,386	$ 159,083

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Parks Enhancement Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 1,823,500	$ 2,028,500	$ 2,196,739	$ 168,239
Fines and forfeits			3,000	3,000
Miscellaneous	937,063	937,063	1,094,517	157,454
Total revenues	2,760,563	2,965,563	3,294,256	328,693
EXPENDITURES				
Current:				
Culture and recreation	2,864,913	3,057,712	2,773,405	284,307
Total expenditures	2,864,913	3,057,712	2,773,405	284,307
Excess (deficiency) of revenues over expenditures	(104,350)	(92,149)	520,851	613,000
OTHER FINANCING SOURCES (USES)				
Transfers in	69,850	69,850	49,120	(20,730)
Transfers out		(864,366)	(864,366)	
Total other financing sources (uses)	69,850	(794,516)	(815,246)	(20,730)
Net change in fund balances	(34,500)	(886,665)	(294,395)	592,270
Fund balance – beginning	2,542,347	2,542,347	2,776,925	234,578
Fund balance – ending	$ 2,507,847	$ 1,655,682	$ 2,482,530	$ 826,848

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Parks Souvenir Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$ 130,000	$ 145,000	$ 136,213	$ (8,787)
Total revenues	130,000	145,000	136,213	(8,787)
EXPENDITURES				
Current:				
Culture and recreation	60,150	75,150	87,170	(12,020)
Total expenditures	60,150	75,150	87,170	(12,020)
Excess of revenues over expenditures	69,850	69,850	49,043	(20,807)
OTHER FINANCING USES				
Transfers out	(69,850)	(69,850)	(49,120)	20,730
Total other financing uses	(69,850)	(69,850)	(49,120)	20,730
Net change in fund balances			(77)	(77)
Fund balance – beginning	736	736	25,078	24,342
Fund balance – ending	$ 736	$ 736	$ 25,001	$ 24,265

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Parks Spur Cross Ranch Conservation Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 444,950	$ 444,950	$ 403,174	$ (41,776)
Miscellaneous	7,550	7,550	22,918	15,368
Total revenues	452,500	452,500	426,092	(26,408)
EXPENDITURES				
Current:				
Culture and recreation	442,638	442,638	445,009	(2,371)
Capital outlay	250,000	250,000		250,000
Total expenditures	692,638	692,638	445,009	247,629
Deficiency of revenues under expenditures	(240,138)	(240,138)	(18,917)	221,221
Net change in fund balances	(240,138)	(240,138)	(18,917)	221,221
Fund balance – beginning	447,692	447,692	518,351	70,659
Fund balance – ending	$ 207,554	$ 207,554	$ 499,434	$ 291,880

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Planning and Development Fees Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Licenses and permits	$ 9,142,976	$ 9,822,976	$ 5,259,311	$ (4,563,665)
Charges for services	7,278,351	7,278,351	5,478,927	(1,799,424)
Fines and forfeits	16,122	16,122	23,700	7,578
Miscellaneous	751,407	751,407	719,232	(32,175)
Total revenues	17,188,856	17,868,856	11,481,170	(6,387,686)
EXPENDITURES				
Current:				
Public safety	16,597,339	17,197,188	15,808,162	1,389,026
Capital outlay	41,707	41,707		41,707
Total expenditures	16,639,046	17,238,895	15,808,162	1,430,733
Excess (deficiency) of revenues over expenditures	549,810	629,961	(4,326,992)	(4,956,953)
OTHER FINANCING SOURCES (USES)				
Transfers in		28,260	28,260	
Transfers out	(422,434)	(422,434)		422,434
Total other financing sources (uses)	(422,434)	(394,174)	28,260	422,434
Net change in fund balances	127,376	235,787	(4,298,732)	(4,534,519)
Fund balance – beginning	6,492,773	6,492,773	15,593,340	9,100,567
Fund balance – ending	$ 6,620,149	$ 6,728,560	$ 11,294,608	$ 4,566,048

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Probate Fees Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 385,531	$ 385,531	$ 397,808	$ 12,277
Miscellaneous	4,000	4,000	13,952	9,952
Total revenues	389,531	389,531	411,760	22,229
EXPENDITURES				
Current:				
Public safety	389,531	389,531	321,559	67,972
Total expenditures	389,531	389,531	321,559	67,972
Excess of revenues over expenditures			90,201	90,201
Net change in fund balances			90,201	90,201
Fund balance – beginning	278,243	278,243	298,115	19,872
Fund balance – ending	$ 278,243	$ 278,243	$ 388,316	$ 110,073

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Public Defender Fill the Gap Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 465,892	$ 465,892	$	$ (465,892)
Charges for services	1,151,892	1,151,892	1,556,387	404,495
Miscellaneous	12,816	12,816	35,976	23,160
Total revenues	1,630,600	1,630,600	1,592,363	(38,237)
EXPENDITURES				
Current:				
Public safety	1,630,600	1,630,600	1,398,581	232,019
Total expenditures	1,630,600	1,630,600	1,398,581	232,019
Excess of revenues over expenditures			193,782	193,782
Net change in fund balances			193,782	193,782
Fund balance – beginning	307,011	307,011	514,903	207,892
Fund balance – ending	$ 307,011	$ 307,011	$ 708,685	$ 401,674

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Public Defender Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	$ 387,261	$ 387,261	$ 379,208	$ (8,053)
Total revenues	387,261	387,261	379,208	(8,053)
EXPENDITURES				
Current:				
Public safety	387,261	387,261	380,488	6,773
Total expenditures	387,261	387,261	380,488	6,773
Deficiency of revenues under expenditures			(1,280)	(1,280)
Net change in fund balances			(1,280)	(1,280)
Fund deficit – beginning	(25,442)	(25,442)		25,442
Fund deficit – ending	$ (25,442)	$ (25,442)	$ (1,280)	$ 24,162

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Public Defender Training Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 652,774	$ 652,774	$ 444,696	$ (208,078)
Miscellaneous	7,000	7,000	19,834	12,834
Total revenues	659,774	659,774	464,530	(195,244)
EXPENDITURES				
Current:				
Public safety	659,774	646,617	446,910	199,707
Total expenditures	659,774	646,617	446,910	199,707
Excess of revenues over expenditures		13,157	17,620	4,463
Net change in fund balances		13,157	17,620	4,463
Fund balance – beginning	114,812	114,812	158,503	43,691
Fund balance – ending	$ 114,812	$ 127,969	$ 176,123	$ 48,154

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Public Health Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 40,411,148	$ 47,120,386	$ 37,437,609	$ (9,682,777)
Charges for Services	209,067	209,067	336,128	127,061
Miscellaneous			482	482
Total revenues	40,620,215	47,329,453	37,774,219	(9,555,234)
EXPENDITURES				
Current:				
Health, welfare and sanitation	39,656,120	46,365,358	35,256,704	11,108,654
Capital outlay			601,507	(601,507)
Total expenditures	39,656,120	46,365,358	35,858,211	10,507,147
Excess of revenues over expenditures	964,095	964,095	1,916,008	951,913
OTHER FINANCING USES				
Transfers out	(964,095)	(964,095)		964,095
Total other financing uses	(964,095)	(964,095)		964,095
Net change in fund balances			1,916,008	1,916,008
Fund balance (deficit) – beginning	8,996,316	8,996,316	(1,376,569)	(10,372,885)
Increase in reserve for inventories			461,978	461,978
Fund balance – ending	$ 8,996,316	$ 8,996,316	$ 1,001,417	$ (7,994,899)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Public Health Fees Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for Services	$ 3,568,133	$ 3,781,525	$ 3,911,924	$ 130,399
Miscellaneous	52,453	65,853	261,816	195,963
Total revenues	3,620,586	3,847,378	4,173,740	326,362
EXPENDITURES				
Current:				
Health, welfare and sanitation	3,473,602	4,533,346	3,706,751	826,595
Capital outlay	5,000	5,000	144,613	(139,613)
Total expenditures	3,478,602	4,538,346	3,851,364	686,982
Excess (deficiency) of revenues over expenditures	141,984	(690,968)	322,376	1,013,344
OTHER FINANCING SOURCES (USES)				
Transfers in	45,000	45,000	30,420	(14,580)
Transfers out	(186,984)	(186,984)		186,984
Total other financing sources (uses)	(141,984)	(141,984)	30,420	172,404
Net change in fund balances		(832,952)	352,796	1,185,748
Fund balance – beginning	3,837,273	3,837,273	4,967,002	1,129,729
Increase in reserve for inventories			36,574	36,574
Fund balance – ending	$ 3,837,273	$ 3,004,321	$ 5,356,372	$ 2,352,051

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Recorder's Surcharge Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$ 6,000,000	$ 6,000,000	$ 4,608,676	$ (1,391,324)
Miscellaneous	300,000	300,000	259,450	(40,550)
Total revenues	6,300,000	6,300,000	4,868,126	(1,431,874)
EXPENDITURES				
Current:				
General government	5,214,980	5,227,525	5,768,771	(541,246)
Capital outlay	1,160,000	1,160,000	519,965	640,035
Total expenditures	6,374,980	6,387,525	6,288,736	98,789
Deficiency of revenues under expenditures	(74,980)	(87,525)	(1,420,610)	(1,333,085)
Net change in fund balances	(74,980)	(87,525)	(1,420,610)	(1,333,085)
Fund balance – beginning	8,288,904	8,288,904	6,789,316	(1,499,588)
Fund balance – ending	$ 8,213,924	$ 8,201,379	$ 5,368,706	$ (2,832,673)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
School Communication Expense Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 82,680	$ 82,680	$ 103,315	$ 20,635
Total revenues	82,680	82,680	103,315	20,635
EXPENDITURES				
Current:				
Education	82,680	82,680	81,066	1,614
Total expenditures	82,680	82,680	81,066	1,614
Excess of revenues over expenditures			22,249	22,249
Net change in fund balances			22,249	22,249
Fund balance – beginning	9,852	9,852	32,232	22,380
Fund balance – ending	$ 9,852	$ 9,852	$ 54,481	$ 44,629

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
School Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 3,058,354	$ 3,087,897	$ 56,062	$ (3,031,835)
Miscellaneous			40,441	40,441
Total revenues	3,058,354	3,087,897	96,503	(2,991,394)
EXPENDITURES				
Current:				
Education	2,559,504	2,589,047	1,011,022	1,578,025
Total expenditures	2,559,504	2,589,047	1,011,022	1,578,025
Excess (deficiency) of revenues over expenditures	498,850	498,850	(914,519)	(1,413,369)
Net change in fund balances	498,850	498,850	(914,519)	(1,413,369)
Fund balance – beginning	335,334	335,334	822,217	486,883
Fund balance (deficit) – ending	$ 834,184	$ 834,184	$ (92,302)	$ (926,486)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
School Transportation Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$ 792,887	$ 792,887	$ 805,762	$ 12,875
Total revenues	792,887	792,887	805,762	12,875
EXPENDITURES				
Current:				
Education	792,887	792,887	497,471	295,416
Total expenditures	792,887	792,887	497,471	295,416
Excess of revenues over expenditures			308,291	308,291
Net change in fund balances			308,291	308,291
Fund balance – beginning	19,338	19,338	157,457	138,119
Fund balance – ending	$ 19,338	$ 19,338	$ 465,748	$ 446,410

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Sheriff Donations Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$ 16,400	$ 80,000	$ 82,061	$ 2,061
Total revenues	16,400	80,000	82,061	2,061
EXPENDITURES				
Current:				
Public safety	16,400	80,000	16,574	63,426
Total expenditures	16,400	80,000	16,574	63,426
Excess of revenues over expenditures			65,487	65,487
Net change in fund balances			65,487	65,487
Fund balance – beginning	50,966	50,966	54,685	3,719
Fund balance – ending	$ 50,966	$ 50,966	$ 120,172	$ 69,206

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Sheriff Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 5,084,102	$ 7,278,882	$ 5,751,090	$ (1,527,792)
Miscellaneous			6,000	6,000
Total revenues	5,084,102	7,278,882	5,757,090	(1,521,792)
EXPENDITURES				
Current:				
Public safety	3,573,795	5,451,075	5,279,933	171,142
Capital outlay	1,510,307	1,827,807	994,271	833,536
Total expenditures	5,084,102	7,278,882	6,274,204	1,004,678
Deficiency of revenues under expenditures			(517,114)	(517,114)
Net change in fund balances			(517,114)	(517,114)
Fund deficit – beginning	(373,931)	(373,931)	(256,026)	117,905
Fund deficit – ending	$ (373,931)	$ (373,931)	$ (773,140)	$ (399,209)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Sheriff Jail Enhancement Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 2,050,000	$ 2,050,000	$ 1,365,644	$ (684,356)
Total revenues	2,050,000	2,050,000	1,365,644	(684,356)
EXPENDITURES				
Current:				
Public safety	1,788,933	1,788,933	742,458	1,046,475
Capital outlay	261,067	261,067	19,236	241,831
Total expenditures	2,050,000	2,050,000	761,694	1,288,306
Excess of revenues over expenditures			603,950	603,950
Net change in fund balances			603,950	603,950
Fund balance – beginning	765,155	765,155	861,747	96,592
Fund balance – ending	$ 765,155	$ 765,155	$ 1,465,697	$ 700,542

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Sheriff RICO Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Fines and forfeits	$ 1,100,000	$ 1,100,000	$ 920,040	$ (179,960)
Total revenues	1,100,000	1,100,000	920,040	(179,960)
EXPENDITURES				
Current:				
Public safety	908,000	908,000	736,448	171,552
Capital outlay	192,000	192,000	167,068	24,932
Total expenditures	1,100,000	1,100,000	903,516	196,484
Excess of revenues over expenditures			16,524	16,524
Net change in fund balances			16,524	16,524
Fund deficit – beginning	(41,492)	(41,492)	(17,264)	24,228
Fund deficit – ending	$ (41,492)	$ (41,492)	$ (740)	$ 40,752

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Solid Waste Management Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$	$	$ 57,470	$ 57,470
Charges for Services	175,000	175,000	76,962	(98,038)
Miscellaneous	420,000	420,000	1,246,294	826,294
Total revenues	595,000	595,000	1,380,726	785,726
EXPENDITURES				
Current:				
Health, welfare, and sanitation	1,517,428	1,512,106	1,319,873	192,233
Capital outlay	13	13	92,715	(92,702)
Total expenditures	1,517,441	1,512,119	1,412,588	99,531
Deficiency of revenues under expenditures	(922,441)	(917,119)	(31,862)	885,257
OTHER FINANCING USES				
Transfers out	(39,768)	(56,993)	(17,225)	39,768
Total other financing uses	(39,768)	(56,993)	(17,225)	39,768
Net change in fund balances	(962,209)	(974,112)	(49,087)	925,025
Fund balance – beginning, as restated	13,009,350	13,009,350	13,573,455	564,105
Fund balance – ending	$ 12,047,141	$ 12,035,238	$ 13,524,368	$ 1,489,130

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Spousal Maintenance Enforcement Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for Services	$ 115,171	$ 115,171	$ 116,160	$ 989
Miscellaneous	750	750	5,183	4,433
Total revenues	115,921	115,921	121,343	5,422
EXPENDITURES				
Current:				
Public safety	115,921	115,921	86,679	29,242
Total expenditures	115,921	115,921	86,679	29,242
Excess of revenues over expenditures			34,664	34,664
Net change in fund balances			34,664	34,664
Fund balance – beginning	110,274	110,274	108,200	(2,074)
Fund balance – ending	$ 110,274	$ 110,274	$ 142,864	$ 32,590

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Superior Court Fill the Gap Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 860,801	$ 860,801	$	$ (860,801)
Charges for services	1,144,655	1,144,655	1,510,334	365,679
Miscellaneous	5,000	5,000	3,438	(1,562)
Total revenues	2,010,456	2,010,456	1,513,772	(496,684)
EXPENDITURES				
Current:				
Public safety	2,010,456	2,010,456	1,734,513	275,943
Total expenditures	2,010,456	2,010,456	1,734,513	275,943
Deficiency of revenues under expenditures			(220,741)	(220,741)
Net change in fund balances			(220,741)	(220,741)
Fund balance – beginning	236,874	236,874	413,789	176,915
Fund balance – ending	$ 236,874	$ 236,874	$ 193,048	$ (43,826)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Taxpayer Information Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for services	$	$	$ 265,537	$ 265,537
Miscellaneous	800,000	800,000		(800,000)
Total revenues	800,000	800,000	265,537	(534,463)
EXPENDITURES				
Current:				
General government	800,000	800,000	45,573	754,427
Total expenditures	800,000	800,000	45,573	754,427
Excess of revenues over expenditures			219,964	219,964
Net change in fund balances			219,964	219,964
Fund balance – beginning			379,894	379,894
Fund balance – ending	$	$	$ 599,858	$ 599,858

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Transportation Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 1,170,760	$ 1,170,760	$ 749,332	$ (421,428)
Total revenues	1,170,760	1,170,760	749,332	(421,428)
EXPENDITURES				
Current:				
Highways and streets	570,760	570,760	537,292	33,468
Capital outlay	600,000	600,000		600,000
Total expenditures	1,170,760	1,170,760	537,292	633,468
Excess of revenues over expenditures			212,040	212,040
Net change in fund balances			212,040	212,040
Fund deficit – beginning	(451,497)	(451,497)	(212,040)	239,457
Fund deficit – ending	$ (451,497)	$ (451,497)	$	$ 451,497

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Transportation Operations Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Licenses and permits	$ 2,691,313	$ 2,691,313	$ 1,814,496	$ (876,817)
Intergovernmental	113,389,088	113,389,088	112,303,379	(1,085,709)
Charges for services	98,850	98,850	212,570	113,720
Miscellaneous	2,426,311	2,426,311	4,205,679	1,779,368
Total revenues	118,605,562	118,605,562	118,536,124	(69,438)
EXPENDITURES				
Current:				
Highways and streets	56,238,550	56,353,304	54,348,640	2,004,664
Capital outlay	5,677,089	5,520,487	5,447,151	73,336
Total expenditures	61,915,639	61,873,791	59,795,791	2,078,000
Excess of revenues over expenditures	56,689,923	56,731,771	58,740,333	2,008,562
OTHER FINANCING USES				
Transfers out	(61,520,005)	(61,413,886)	(59,603,147)	1,810,739
Total other financing uses	(61,520,005)	(61,413,886)	(59,603,147)	1,810,739
Net change in fund balances	(4,830,082)	(4,682,115)	(862,814)	3,819,301
Fund balance – beginning	4,830,082	4,830,082	14,860,605	10,030,523
Increase in reserve for inventories			39,556	39,556
Fund balance – ending	$	$ 147,967	$ 14,037,347	$ 13,889,380

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Trial Court Grants Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 2,012,717	$ 2,012,717	$ 1,431,101	$ (581,616)
Miscellaneous	1,000	1,000	1,005	5
Total revenues	2,013,717	2,013,717	1,432,106	(581,611)
EXPENDITURES				
Current:				
Public safety	2,013,717	2,013,717	1,443,076	570,641
Total expenditures	2,013,717	2,013,717	1,443,076	570,641
Deficiency of revenues under expenditures			(10,970)	(10,970)
Net change in fund balances			(10,970)	(10,970)
Fund balance – beginning	180,307	180,307		(180,307)
Fund balance (deficit) – ending	$ 180,307	$ 180,307	$ (10,970)	$ (191,277)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Trial Court Special Revenue Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 713,356	$ 644,384	$ 854,969	$ 210,585
Charges for services	4,919,957	4,988,929	4,977,907	(11,022)
Miscellaneous	47,000	47,000	154,465	107,465
Total revenues	5,680,313	5,680,313	5,987,341	307,028
EXPENDITURES				
Current:				
Public safety	5,680,313	5,855,313	5,646,998	208,315
Capital outlay		150,000	133,437	16,563
Total expenditures	5,680,313	6,005,313	5,780,435	224,878
Excess (deficiency) of revenues over expenditures		(325,000)	206,906	531,906
Net change in fund balances		(325,000)	206,906	531,906
Fund balance– beginning	2,407,534	2,407,534	2,622,853	215,319
Fund balance – ending	$ 2,407,534	$ 2,082,534	$ 2,829,759	$ 747,225

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Victim Compensation Interest Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Fines and forfeits	$	$	$ 86,396	$ 86,396
Miscellaneous	40,000	40,000	29,251	(10,749)
Total revenues	40,000	40,000	115,647	75,647
EXPENDITURES				
Current:				
Public safety	440,000	440,000	1,459	438,541
Total expenditures	440,000	440,000	1,459	438,541
Excess (deficiency) of revenues over expenditures	(400,000)	(400,000)	114,188	514,188
Net change in fund balances	(400,000)	(400,000)	114,188	514,188
Fund balance – beginning	410,124	410,124	537,688	127,564
Fund balance – ending	$ 10,124	$ 10,124	$ 651,876	$ 641,752

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Victim Compensation Restitution Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Fines and Forfeits	$ 95,000	$ 95,000	$ 77,216	$ (17,784)
Miscellaneous	5,000	5,000	30,824	25,824
Total revenues	100,000	100,000	108,040	8,040
EXPENDITURES				
Current:				
Public safety	500,000	500,000	1,296	498,704
Total expenditures	500,000	500,000	1,296	498,704
Excess (deficiency) of revenues over expenditures	(400,000)	(400,000)	106,744	506,744
Net change in fund balances	(400,000)	(400,000)	106,744	506,744
Fund balance – beginning	491,169	491,169	557,830	66,661
Fund balance – ending	$ 91,169	$ 91,169	$ 664,574	$ 573,405

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Victim Location Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual Amounts	Variance With Final Budget- Positive (Negative)
	Original	Final		
REVENUES				
Miscellaneous	$ 18,000	$ 18,000	$ 34,428	$ 16,428
Total revenues	18,000	18,000	34,428	16,428
EXPENDITURES				
Current:				
Public safety	89,901	89,901		89,901
Total expenditures	89,901	89,901		89,901
Excess (deficiency) of revenues over expenditures	(71,901)	(71,901)	34,428	106,329
Net change in fund balances	(71,901)	(71,901)	34,428	106,329
Fund balance – beginning	89,521	89,521	115,438	25,917
Fund balance – ending	$ 17,620	$ 17,620	$ 149,866	$ 132,246

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Waste Management Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Charges for Services	$ 65,000	$ 65,000	$ 140,742	$ 75,742
Miscellaneous	20,000	20,000	24,684	4,684
Total revenues	85,000	85,000	165,426	80,426
EXPENDITURES				
Current:				
Public safety	477,981	477,981	146,411	331,570
Total expenditures	477,981	477,981	146,411	331,570
Excess (deficiency) of revenues over expenditures	(392,981)	(392,981)	19,015	411,996
Net change in fund balances	(392,981)	(392,981)	19,015	411,996
Fund balance – beginning	459,160	459,160	496,359	37,199
Fund balance – ending	$ 66,179	$ 66,179	$ 515,374	$ 449,195

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Waste Tire Fund – Special Revenue Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 5,175,000	$ 5,175,000	$ 4,814,030	$ (360,970)
Charges for Services	80,000	80,000	53,941	(26,059)
Miscellaneous	200,000	200,000	304,423	104,423
Total revenues	5,455,000	5,455,000	5,172,394	(282,606)
EXPENDITURES				
Current:				
Health, welfare and sanitation	4,856,412	4,856,412	4,793,432	62,980
Capital outlay	1,950,013	1,950,013	1,331,703	618,310
Total expenditures	6,806,425	6,806,425	6,125,135	681,290
Deficiency of revenues under expenditures	(1,351,425)	(1,351,425)	(952,741)	398,684
OTHER FINANCING USES				
Transfers out	(38,491)	(38,491)		38,491
Total other financing uses	(38,491)	(38,491)		38,491
Net change in fund balances	(1,389,916)	(1,389,916)	(952,741)	437,175
Fund balance – beginning	6,100,974	6,100,974	6,970,507	869,533
Fund balance – ending	$ 4,711,058	$ 4,711,058	$ 6,017,766	$ 1,306,708

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
County Improvement Debt Fund – Debt Service Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 2,970,149	$ 2,970,149	$ 3,054,932	$ 84,783
Miscellaneous	1,961,758	1,961,758	2,201,193	239,435
Total revenues	4,931,907	4,931,907	5,256,125	324,218
EXPENDITURES				
Debt service:				
Principal	21,710,516	21,710,516	12,620,765	9,089,751
Interest			8,972,450	(8,972,450)
Other expenditures			4,000	(4,000)
Total expenditures	21,710,516	21,710,516	21,597,215	113,301
Deficiency of revenues under expenditures	(16,778,609)	(16,778,609)	(16,341,090)	437,519
OTHER FINANCING SOURCES (USES)				
Transfers in	17,004,599	17,004,599	16,978,811	(25,788)
Transfers out			3,524,014	(3,524,014)
Total other financing sources	17,004,599	17,004,599	13,454,797	(3,549,802)
Net change in fund balances	225,990	225,990	(2,886,293)	(3,112,283)
Fund balance – beginning	11,388,287	11,388,287	26,819,111	15,430,824
Fund balance – ending	$ 11,614,277	$ 11,614,277	$ 23,932,818	$ 12,318,541

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Stadium District Debt Service Fund – Debt Service Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Taxes	$ 6,300,000	$ 6,300,000	$ 6,131,305	$ (168,695)
Miscellaneous	475,094	475,094	540,543	65,449
Total revenues	6,775,094	6,775,094	6,671,848	(103,246)
EXPENDITURES				
Debt service:				
Principal	5,442,594	5,442,594	2,960,000	2,482,594
Interest			2,462,344	(2,462,344)
Other expenditures			1,250	(1,250)
Total expenditures	5,442,594	5,442,594	5,423,594	19,000
Excess of revenues over expenditures	1,332,500	1,332,500	1,248,254	(84,246)
OTHER FINANCING USES				
Transfers out	(482,500)	(1,439,500)	(1,439,279)	221
Total other financing uses	(482,500)	(1,439,500)	(1,439,279)	221
Net change in fund balances	850,000	(107,000)	(191,025)	(84,025)
Fund balance – beginning	154,758	154,758	10,702,495	10,547,737
Fund balance – ending	$ 1,004,758	$ 47,758	$ 10,511,470	$ 10,463,712

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
County Improvement Fund – Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$	$	$ 2,292,088	$ 2,292,088
Total revenues			2,292,088	2,292,088
EXPENDITURES				
Debt service:				
Other expenditures				
Capital outlay	112,170,630	89,059,802	44,538,645	44,521,157
Total expenditures	112,170,630	89,059,802	44,538,645	44,521,157
Deficiency of revenues under expenditures	(112,170,630)	(89,059,802)	(42,246,557)	46,813,245
OTHER FINANCING SOURCES				
Transfers in			3,524,014	3,524,014
Proceeds from bond issuance	120,710,156	120,710,156		(120,710,156)
Total other financing sources	120,710,156	120,710,156	3,524,014	(117,186,142)
Net change in fund balances	8,539,526	31,650,354	(38,722,543)	(70,372,897)
Fund balance – beginning	104,709,281	104,709,281	77,493,743	(27,215,538)
Fund balance – ending	$ 113,248,807	$ 136,359,635	$ 38,771,200	$ (97,588,435)

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Detention Capital Projects Fund – Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$	$	$ 5,887	$ 5,887
Total revenues			5,887	5,887
EXPENDITURES				
Capital outlay	46,428,953	39,527,995	73,053	39,454,942
Total expenditures	46,428,953	39,527,995	73,053	39,454,942
Deficiency of revenues under expenditures	(46,428,953)	(39,527,995)	(67,166)	39,460,829
OTHER FINANCING SOURCES				
Transfers in	32,112,796	32,112,796	32,112,796	
Total other financing sources	32,112,796	32,112,796	32,112,796	
Net change in fund balances	(14,316,157)	(7,415,199)	32,045,630	39,460,829
Fund balance – beginning	58,833,417	58,833,417	51,703,840	(7,129,577)
Fund balance – ending	$ 44,517,260	$ 51,418,218	$ 83,749,470	$ 32,331,252

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Flood Control Capital Projects Fund – Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
EXPENDITURES				
Capital Outlay	$ 61,000,000	$ 60,793,000	$ 55,181,586	$ 5,611,414
Total expenditures	61,000,000	60,793,000	55,181,586	5,611,414
Deficiency of revenues under expenditures	(61,000,000)	(60,793,000)	(55,181,586)	5,611,414
OTHER FINANCING SOURCES				
Transfers in	58,628,253	58,357,554	58,357,554	
Total other financing sources	58,628,253	58,357,554	58,357,554	
Net change in fund balances	(2,371,747)	(2,435,446)	3,175,968	5,611,414
Fund balance – beginning	17,143,121	17,143,121	20,774,706	3,631,585
Fund balance – ending	$ 14,771,374	$ 14,707,675	$ 23,950,674	$ 9,242,999

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
General Fund County Improvements Fund – Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$	$	$ 14,877,728	$ 14,877,728
Total revenues			14,877,728	14,877,728
EXPENDITURES				
Capital outlay	26,852,976	24,938,791	16,583,611	8,355,180
Total expenditures	26,852,976	24,938,791	16,583,611	8,355,180
Deficiency of revenues under expenditures	(26,852,976)	(24,938,791)	(1,705,883)	23,232,908
OTHER FINANCING SOURCES (USES)				
Transfers in	38,827,910	46,365,097	46,365,097	
Transfers out	(6,775,900)	(6,775,900)	(6,775,900)	
Total other financing sources	32,052,010	39,589,197	39,589,197	
Net change in fund balances	5,199,034	14,650,406	37,883,314	23,232,908
Fund balance – beginning	232,799,481	232,799,481	242,374,006	9,574,525
Fund balance – ending	$ 237,998,515	$ 247,449,887	$ 280,257,320	$ 32,807,433

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Intergovernmental Capital Projects Fund – Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Miscellaneous	$	$	$ 720,257	$ 720,257
Total revenues			720,257	720,257
EXPENDITURES				
Capital outlay	9,351,324	5,625,130	3,778,819	1,846,311
Total expenditures	9,351,324	5,625,130	3,778,819	1,846,311
Deficiency of revenues under expenditures	(9,351,324)	(5,625,130)	(3,058,562)	2,566,568
OTHER FINANCING SOURCES (USES)				
Transfers in	1,600,000	2,175,359	2,152,745	(22,614)
Transfers out		(4,183,962)	(4,183,962)	
Total other financing sources (uses)	1,600,000	(2,008,603)	(2,031,217)	(22,614)
Net change in fund balances	(7,751,324)	(7,633,733)	(5,089,779)	2,543,954
Fund balance – beginning	10,187,854	10,187,854	8,259,043	(1,928,811)
Fund balance – ending	$ 2,436,530	$ 2,554,121	$ 3,169,264	$ 615,143

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Long Term Project Reserve Fund – Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Taxes	$	$	$ 1,160	$ 1,160
Miscellaneous	550,000	550,000	872,294	322,294
Total revenues	550,000	550,000	873,454	323,454
EXPENDITURES				
Capital outlay	4,203,000	16,203,000	13,195,905	3,007,095
Total expenditures	4,203,000	16,203,000	13,195,905	3,007,095
Deficiency of revenues under expenditures	(3,653,000)	(15,653,000)	(12,322,451)	3,330,549
OTHER FINANCING SOURCES				
Transfers in	1,504,076	1,504,076	23,254	(1,480,822)
Loan proceeds		12,000,000	10,106,857	(1,893,143)
Total other financing sources	1,504,076	13,504,076	10,130,111	(3,373,965)
Net change in fund balances	(2,148,924)	(2,148,924)	(2,192,340)	(43,416)
Fund balance – beginning	9,567,370	9,567,370	9,814,906	247,536
Fund balance – ending	$ 7,418,446	$ 7,418,446	$ 7,622,566	$ 204,120

Maricopa County
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual
Transportation Capital Projects Fund – Capital Projects Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget-
	Original	Final	Amounts	Positive (Negative)
REVENUES				
Intergovernmental	$ 22,404,868	$ 22,404,868	$ 21,946,984	$ (457,884)
Charges for services		435,395	7,300,481	6,865,086
Miscellaneous		295,000	1,404,227	1,109,227
Total revenues	22,404,868	23,135,263	30,651,692	7,516,429
EXPENDITURES				
Capital outlay	98,605,934	98,605,934	74,953,101	23,652,833
Total expenditures	98,605,934	98,605,934	74,953,101	23,652,833
Deficiency of revenues under expenditures	(76,201,066)	(75,470,671)	(44,301,409)	31,169,262
OTHER FINANCING SOURCES				
Transfers in	59,709,258	59,594,504	59,594,512	8
Total other financing sources	59,709,258	59,594,504	59,594,512	8
Net change in fund balances	(16,491,808)	(15,876,167)	15,293,103	31,169,270
Fund balance – beginning	23,638,558	23,638,558	36,984,196	13,345,638
Fund balance – ending	$ 7,146,750	$ 7,762,391	$ 52,277,299	$ 44,514,908

Maricopa County
Schedule of Capital Projects – Budget and Actual
All Capital Improvement Projects
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
GENERAL GOVERNMENT				
County Improvement				
Central Court Building	$ 9,526,910	$ 9,522,728	$ 2,528,158	$ 6,994,570
Durango Animal Care & Control	15,730,000	14,010,050	13,381,824	628,226
Durango 911 and Crime Lab	1,342,857	1,342,857	395,578	947,279
Court Tower	22,075,189	23,841,572	7,578,929	16,262,643
Human Services Campus	143,166	82,881	56,503	26,378
San Tan Consolidated Justice Court	826,246	272,902	165,975	106,927
Southeast Consolidated Justice Court	37,687,527	38,036,879	18,610,108	19,426,771
Southwest Consolidated Justice Court	24,838,735	549,933	549,933	
Sunnyslope Probation Facility		1,400,000	1,271,637	128,363
Total County Improvement	$ 112,170,630	$ 89,059,802	$ 44,538,645	$ 44,521,157
Intergovernmental Capital Projects				
Buckeye Hills Shooting Range	$ 9,351,324	$ 4,314,137	$ 2,490,441	$ 1,823,696
Maricopa Regional Trail System		836,104	836,104	
Visitor Centers & Amphitheaters		474,889	452,275	22,614
Total Intergovernmental Capital Projects	$ 9,351,324	$ 5,625,130	$ 3,778,820	$ 1,846,310
General Fund County Improvements				
Buckeye Hills Shooting Range	$ 8,100,000	$ 8,635,634	$ 8,123,806	$ 511,828
Criminal Court Tower		24,718	24,671	47
Downtown Consolidated Justice Courts	1,310,662	1,211,370	85,182	1,126,188
Entry Stations, Monuments & Restrooms	60,000	113,407	113,406	1
Estrella Campground Design	20,000			
Human Services Campus	277,890	277,375		277,375
Maricopa Regional Trail System	1,025,114	1,071,086	271,060	800,026
Parks Restroom Projects Phase 3	1,241,084	1,205,394	1,205,323	71
Parks System Master Plan	275,200	284,277	113,193	171,084
Security Building	8,162,257	5,734,129	3,843,613	1,890,516
Visitor Centers & Amphitheaters	6,280,769	6,281,401	2,803,357	3,478,044
Vulture Mountain	100,000	100,000		100,000
Total General Fund County Improvements	$ 26,852,976	$ 24,938,791	$ 16,583,611	$ 8,355,180
CRIMINAL JUSTICE FACILITES				
Juvenile Durango	$ 7,279,390	$ 378,432	$ (5,193)	$ 383,625
Project Reserve	34,149,563	34,149,563		34,149,563
Retherm Food Delivery System	5,000,000	5,000,000	78,246	4,921,754
Total Criminal Justice Facilities	$ 46,428,953	$ 39,527,995	$ 73,053	$ 39,454,942

Maricopa County
Schedule of Capital Projects – Budget and Actual
All Capital Improvement Projects (Continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
PUBLIC SAFETY				
ACDC ADMP	$ 984,000	$ 1,201,000	$ 1,135,963	$ 65,037
Adobe Dam ADMP		66,000	47,488	18,512
Aguila ADMP	217,000			
Buckeye #1	518,000	1,000		1,000
Buckeye/Sun Valley ADMP		15,000	10,386	4,614
City Of Chandler		12,000	2,412	9,588
Durango ADMP	3,977,000	1,301,000	943,070	357,930
East Maricopa Floodway		46,000	(16,844)	62,844
East Mesa ADMP	1,553,000	1,116,000	1,063,136	52,864
Gilbert/Chandler ADMP	157,000			
Glendale/Peoria ADMP	14,489,000	11,821,000	11,050,738	770,262
Hassayampa River		391,000	365,955	25,045
Higley ADMP		28,000	17,084	10,916
Maryvale ADMP	962,000	1,247,000	1,158,160	88,840
Mcmicken Dam	497,000	843,000	23,019	819,981
Metro ADMP	3,487,000	3,419,000	3,191,741	227,259
Non Project	75,000	75,000		75,000
Paradise Vly, Scottsdale,Phx	982,000	812,000	748,267	63,733
Phoenix Dam Safety Program		85,000	67,544	17,456
Project Reserves (Flood)	1,504,000	429,000		429,000
Queen Creek ADMP	10,048,000	5,940,000	5,905,413	34,587
S Phoenix Drainage Improvement	1,450,000	862,000	699,710	162,290
Salt/Gila River		37,000	18,272	18,728
Saltriver Upstream Indian Bend		1,000	92	908
Scatter Wash Channel	1,044,000	1,018,000	1,013,573	4,427
Skunk Creek		3,000	48	2,952
Skunk Creek/New River		571,000	554,003	16,997
Spook Hill ADMP	1,094,000	666,000	486,943	179,057
Spook Hill Frs		143,000	80,821	62,179
Town Of Guadalupe		1,000		1,000
Upper New River		448,000	400,184	47,816
White Tanks ADMP	10,019,000	22,133,000	21,155,493	977,507
White Tanks Dam #4		60,000		60,000
Wickenburg ADMS	7,943,000	6,000,000	5,058,157	941,843
Wittman ADMP		2,000	760	1,240
Total Public Safety	$ 61,000,000	$ 60,793,000	$ 55,181,588	$ 5,611,412
HIGHWAYS AND STREETS				
115th Ave Bridge At Gila River	$ 500	$ 500	$ 474	$ 26
43rd Ave: Southern To Broadway	10,000	2,435,395	2,415,614	19,781
51st Ave at Pecos Road	10,000	261,000	224,967	36,033
51st Ave: Broadway - Baseline	1,000	1,000		1,000
7thst:Carefreehwy-Desert Hills	1,400,000	201,035	158,041	42,994
99th Ave: Mcdowell - Glendale		10,000		10,000
Alma Sch:Mclellan - Mckellips	797,500	62,000	7,335	54,665
Aztch Smart Corridors Ph Iii	2,160,000	1,820,000	1,697,526	122,474
Baseline Road at 67th Avenue	10,000	65,400	45,911	19,489
Bell Rd At R H Johnson	500	3,575	2,215	1,360
Bell Rd: Sr 303 -L101 Its Imp	500	25,450	17,332	8,118
Bell Rd:Sr303L /Grand Av (Its)	5,000	120,000	67,565	52,435
Broadway Road At 67th Avenue	197,000	155,000	23,002	131,998
Brown Road At Crimson Road	310,000	170,000	31,849	138,151
Brown Road At Signal Butte Rd	310,000	455,000	393,448	61,552
Buckeye: Row Improv South I-10		1,500		1,500
Bush Hwy: Usery - Stewart Mtn	27,000	72,000	48,941	23,059

Maricopa County
Schedule of Capital Projects – Budget and Actual
All Capital Improvement Projects (Continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
HIGHWAYS AND STREETS (CONT.)				
Camino Del Sol At Spanish Gdn	$ 420,000	$ 520,000	$ 398,255	$ 121,745
Candidate Assessment Reports	2,400,000	2,335,000	1,985,702	349,298
Carefree Highway at 7th Street	10,000	416,500	399,456	17,044
Carefree Highway at 16th Street	10,000	45,000	37,811	7,189
Carefree Hwy at 24th Street		40,000	36,683	3,317
Cave Crk Lone Mt- Crfree Hwy	500	500		500
Chand Hgts At Sanoki Wash	3,122,500	3,989,500	3,436,869	552,631
Chand Hgts: Culver At E Canal		4,500		4,500
Chandler Hts Rd @ 124th St	88,800	345,000	278,255	66,745
Cotton Ln Bridge @ Gila River	16,800,000	24,615,620	17,349,123	7,266,497
Deer Valley: El Mirage To Lk P	1,380,000	270,000	352,098	(82,098)
Del Webb Blvd At 99th Ave	175,000	705,000	524,565	180,435
Desert Hills @ Skunk Creek	10,000	39,000	33,677	5,323
Dobson Rd Bridge @ Salt River	1,600,000	400,000	353,070	46,930
Dynamite Blvd: Cc Rd – 56th St		44,250		44,250
El Mirage : Beardsley - Lp 303	65,000	490,000	410,578	79,422
El Mirage : Bell - Beardsley	50,000	241,500	156,499	85,001
El Mirage:North'N/Bell	10,000	320,000	282,721	37,279
Ellsworth German - Baseline	500	312,819	170,640	142,179
Ellsworth Rd: Hunt Hwy - Riggs	830,000	776,000	785,357	(9,357)
Ellsworth: Uiv - Mclellan	500	160,000	135,412	24,588
Estrella Interim Loop 303Ii		5,000	1,831	3,169
Galivan Pk: Cloud To Joy Rnch	160,000	4,685,000	3,493,839	1,191,161
General Civil Engineering	550,000	340,000	140,858	199,142
Gilbert Rd Lwc Flood Repair		100,000	112,582	(12,582)
Gilbert Rd:Mcdowell - Sr 87		20,000	951	19,049
Indian Sch: Litchfield-Dysart	6,015,000	7,560,000	6,176,580	1,383,420
Indian School at Beardsley Cnl		35,000	295	34,705
Indian School Rd at 111th Avenue	10,000	54,500	16,206	38,294
Indian School Rd Sig Mod	342,100	452,100	270,305	181,795
Low Volume Roads Program	10,000	1,030,000	1,161,092	(131,092)
Lower Buckeye Rd @ 67th Ave		96,500	87,760	8,740
Lp 303 : Indian Sch -Clearview		249,500	191,387	58,113
MC 85 @ Miller Rd	155,000	5,000	116	4,884
MC 85 Ext: Sr 85 To Turner Rd	4,643,750	6,433,750	4,245,637	2,188,113
MC 85: 107th Ave - 91St Ave	50,000	225,000	98,591	126,409
MC 85: 91St Ave – 75th Ave	40,000	895,000	618,668	276,332
MC 85: Cotton Ln-Estrella Pkwy	270,000	965,000	262,233	702,767
MC 85 At Agua Fria/Fire Assess		92,500	63,713	28,787
MC 85 at Baseline Road	10,000	62,600	39,479	23,121
Mcdowell: Shoulders Widening	595,000	1,707,500	1,437,619	269,881
Meeker At Camino Del Sol		12,750	853	11,897
Meridian Rd		50,000	6,587	43,413
Mingus At 25th Avenue	430,000	455,000	365,656	89,344
Ne Maintenance Yard	710,000	110,000	46,305	63,695
Northern Ave At El Mirage Rd	680,000	687,000	641,993	45,007
Northern Ave At Reems Rd	587,500	642,500	594,186	48,314
Northern Ave: Sr 303 To Grand	30,000	40,575	24,778	15,797
Northern Avenue at Litchfield Road	10,000	49,000	26,915	22,085
Ocotillo Rd: Eom - Palo Verde		300,500	300,282	218
Old Stage: N Rvr - Coyote Pass		97,500	227	97,273
Old Us 80 Bridge @ Gila River	830,000	211,000	141,447	69,553
Olive At Litchfield Rd		3,000		3,000
Olive At Reems		783,000	753,055	29,945
Olive Ave @ Beardsley Canal	100,000	10,000		10,000
Olive Ave At 114th Ave	275,000	213,500	193,962	19,538

Maricopa County
Schedule of Capital Projects – Budget and Actual
All Capital Improvement Projects (Continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
HIGHWAYS AND STREETS (CONT.)				
Olive Ave At Agua Fria	$	$ 10,000	$ 140	$ 9,860
Peoria At Litchfield Rd		5,000		5,000
Pinnacle Pk At 83Rd & 91St Ave	1,315,000	747,500	299,190	448,310
Pm10 Program	1,006,000	1,006,000	993,368	12,632
Pm10: (Ph4) In North Valley	500	32,000	6,101	25,899
Pm10: (Ph4) In Se Valley	1,070,000	345,000	254,725	90,275
Pm10: (Ph4) In Sw Valley	500	500	344	156
Pm10: Box Bar & Needle Rock	595,000	145,000	109,778	35,222
Pncl Pk: Lk Pleasnt - 83Rd Ave		90,500	61,484	29,016
Power Rd: Elliot To Guadalupe	455,000	30,000	2,708	27,292
Power Rd: Guadalupe - Baseline	14,875,000	9,733,000	8,120,680	1,612,320
Project Reserves Account	20,618,000	278,666	24,474	254,192
Prop Mgmt/Prior Years Projects	50,000	50,000	21,421	28,579
Queen Crk Rd: Az Ave - Mcqueen	360,000	1,905,000	388,792	1,516,208
R H Johnson At Meeker		102,000	98,667	3,333
Rainbow Rd Bridge:Buckeye Cnl	800,000	1,030,000	983,673	46,327
Riggs Rd @ Sr347		13,000	12,607	393
Riggs Rd At Sonoqui Wash		123,000	71,581	51,419
Riggs Rd: Gilbert To Val Vista	10,000	10,000	456	9,544
Riggs Road At Power Rd	882,500	882,500	698,612	183,888
Riggs Road At Sossaman Road	882,500	852,500	141,113	711,387
Riggs: Ellsworth To Meridian	5,000	465,000	10,087	454,913
Rio Verde Dr: Forest To 136th	270,000	148,800	134,179	14,621
Row In-Fill/Road Inventory Sys	400,000	900,000	704,956	195,044
Signal Modernization Scw 3	10,000	10,000	1,082	8,918
Small Cities Assist Prog	400,000	500,000	500,000	
Special Projects	1,500,000	1,500,000	1,500,000	
Sr303 At Waddell		35,000	1,215	33,785
Sun City Mill & Overlay: Ph 2		2,330,000	2,062,030	267,970
Sun Valley Pkway Pvmnt Repair		1,600,000	1,629,728	(29,728)
Tip Development	650,000	500,000	301,500	198,500
Traffic Signal Improvement 16		2,500	701	1,799
Traffic Signal Improvement 17		32,500	8,731	23,769
Traffic Signal Improvement 18		2,500	63	2,437
Traffic Signal Improvement 19		52,500	2,121	50,379
Traffic Signal Improvement 20		52,500	7,281	45,219
Unallocated Force Account	1,377,184	41,549		41,549
Union Hills Drive At 99th Ave	376,000	591,000	474,869	116,131
Union Hills Multi-Use Path	240,000	630,000	542,758	87,242
Val Vista: Thomas To Southern	405,000	25,000		25,000
Vinyard/143Rd Ave: Pir	1,000	1,000	42	958
Warranted Traffic Improvements	456,600	91,600	87,160	4,440
Westwind Parkway and Indian School Rd	10,000	10,000	1,359	8,641
Williams Fld At Higley	810,000	850,000	824,406	25,594
Williams Fld: Gilbert -Lindsay	60,000	235,000	91,940	143,060
Total Highways and Streets	$ 98,605,934	$ 98,605,934	$ 74,953,101	$ 23,652,833

Combining and Individual Fund Statements Internal Service Funds

Maricopa County
Listing of Internal Service Funds

Internal Service Funds are used to account for services and commodities provided by one department or agency to other departments or agencies of the County. These services are provided on a cost-reimbursement basis. The following is a listing of the Internal Service Funds reported within Maricopa County.

Equipment Services - This fund provides assistance to other Maricopa County departments to ensure quality service to the citizens of Maricopa County by furnishing and maintaining the necessary County mobile equipment in an efficient manner.

Telecommunications - This fund provides cost effective voice, data, and radio communications to County employees.

Reprographics - This fund provides the County's printing and duplicating services.

Risk Management - This fund supports the comprehensive insurance/self-insurance program, which safeguards County assets and employees by means of a Trust Fund. Personnel skilled in loss control, claims and litigation and workers' compensation work together to avert risk and conserve the human and financial resources of Maricopa County.

Employee Benefits Trust - This fund collects employee and employer contributions for payment of the employees' medical, dental, pharmacy, and short-term disability benefits.

Sheriff Warehouse - Sheriff Warehouse tracks inventory activity for supplies purchased by the warehouse for resale and stores consignment inventory for other departments.

Maricopa County
Combining Statement of Net Assets
All Internal Service Funds
June 30, 2008

	Equipment Services	Telecom-munications	Reprographics
ASSETS			
Current assets:			
Cash in bank and on hand	$ 900	$ 200	$
Cash and investments held by County Treasurer	1,111,472	8,158,244	573,360
Receivables:			
Accounts			
Accrued Interest		50,397	
Inventories	466,113	76,617	
Prepaids			
Total current assets	1,578,485	8,285,458	573,360
Noncurrent assets:			
Capital assets:			
Buildings and improvements		323,649	
Machinery and equipment	1,769,621	7,814,458	832,745
Less accumulated depreciation	(1,593,630)	(4,447,400)	(366,113)
Total noncurrent assets	175,991	3,690,707	466,632
Total assets	1,754,476	11,976,165	1,039,992
LIABILITIES			
Current liabilities:			
Accounts payable	692,713	1,588,300	33,391
Employee compensation payable	229,160	243,494	68,663
Accrued liabilities			
Due to other funds			
Liability for reported and incurred but not reported claims (current portion)			
Total current liabilities	921,873	1,831,794	102,054
Noncurrent liabilities:			
Liability for reported and incurred but not reported claims			
Total noncurrent liabilities			
Total liabilities	921,873	1,831,794	102,054
NET ASSETS			
Invested in capital assets, net of related debt	175,991	3,690,707	466,632
Unrestricted (deficit)	656,612	6,453,664	471,306
Total net assets (deficit)	$ 832,603	$ 10,144,371	$ 937,938

Risk Management	Employee Benefits Trust	Sheriff Warehouse	Total
$ 100	$ 740,091	$	$ 741,291
43,085,704	51,411,483		104,340,263
	2,155,995		2,155,995
256,280	310,800		617,477
		1,273,715	1,816,445
1,482,692	115,270		1,597,962
44,824,776	54,733,639	1,273,715	111,269,433
			323,649
108,666	63,407		10,588,897
(85,649)	(53,746)		(6,546,538)
23,017	9,661		4,366,008
44,847,793	54,743,300	1,273,715	115,635,441
1,079,364	1,546,714	22,379	4,962,861
125,563	182,179		849,059
	3,258,229	1,264	3,259,493
		719,868	719,868
24,568,575	10,546,651		35,115,226
25,773,502	15,533,773	743,511	44,906,507
33,503,519			33,503,519
33,503,519			33,503,519
59,277,021	15,533,773	743,511	78,410,026
23,017	9,661		4,366,008
(14,452,245)	39,199,866	530,204	32,859,407
$ (14,429,228)	$ 39,209,527	$ 530,204	$ 37,225,415

Maricopa County
Combining Statement of Revenues, Expenses, and Changes in Net Assets
All Internal Service Funds
For the Fiscal Year Ended June 30, 2008

	Equipment Services	Telecom-munications	Reprographics
OPERATING REVENUES			
Charges for services	$ 17,352,863	$ 19,994,924	$ 914,609
Miscellaneous	6,275	35,836	
Total operating revenues	17,359,138	20,030,760	914,609
OPERATING EXPENSES			
Personal services	3,423,530	3,393,892	627,012
Supplies	11,642,206	2,879,489	215,011
Other services	599,620	2,483,133	62,782
Legal			
Insurance	28,415		14,864
Leases and rentals	5,958	1,069,679	
Repairs and maintenance	467,200	2,818,582	107,880
Travel and transportation	6,065	30,734	
Utilities	142,016	7,543,538	
Depreciation	152,847	769,479	77,461
Total operating expenses	16,467,857	20,988,526	1,105,010
Operating income (loss)	891,281	(957,766)	(190,401)
NONOPERATING REVENUES (EXPENSES)			
Investment income		293,998	
Interest expense	(17,410)	(436)	
Loss on disposal of capital assets		(18,430)	(3,388)
Total nonoperating revenues (expenses)	(17,410)	275,132	(3,388)
Income (loss) before contributions and transfers	873,871	(682,634)	(193,789)
Capital contributions		339,782	
Transfers out		(683,363)	
Change in net assets	873,871	(1,026,215)	(193,789)
Total net assets (deficit) – beginning	(41,268)	11,170,586	1,131,727
Total net assets (deficit) – ending	$ 832,603	$ 10,144,371	$ 937,938

Risk Management	Employee Benefits Trust	Sheriff Warehouse	Total
$ 38,272,014	$ 122,704,164	$ 2,865,581	$ 202,104,155
557,129	101,675		700,915
38,829,143	122,805,839	2,865,581	202,805,070
1,727,685	2,051,888		11,224,007
323,901	84,483	2,787,585	17,932,675
945,337	7,524,301	63,239	11,678,412
7,734,415			7,734,415
18,298,916	109,774,143		128,116,338
			1,075,637
			3,393,662
			36,799
			7,685,554
9,655	4,586		1,014,028
29,039,909	119,439,401	2,850,824	189,891,527
9,789,234	3,366,438	14,757	12,913,543
1,794,786	2,587,109		4,675,893
			(17,846)
			(21,818)
1,794,786	2,587,109		4,636,229
11,584,020	5,953,547	14,757	17,549,772
	14,247		354,029
	(3,000,000)		(3,683,363)
11,584,020	2,967,794	14,757	14,220,438
(26,013,248)	36,241,733	515,447	23,004,977
$ (14,429,228)	$ 39,209,527	$ 530,204	$ 37,225,415

Maricopa County
Combining Statement of Cash Flows
All Internal Service Funds
For the Fiscal Year Ended June 30, 2008

	Equipment Services	Telecom-munications	Reprographics
CASH FLOWS FROM OPERATING ACTIVITIES			
Charges for services	$ 17,352,863	$ 19,994,924	$ 914,609
Other receipts	6,275	35,836	
Payments for goods and services	(12,919,832)	(16,138,288)	(426,921)
Payments for personal services	(3,476,934)	(3,444,740)	(618,790)
Net cash provided by (used for) operating activities	962,372	447,732	(131,102)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Cash transfers to other funds			
Interest payments	(17,410)		
Loan payments to General Fund			
Net cash provided by (used for) noncapital financing activities	(17,410)		
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	(98,909)	(851,883)	(91,036)
Capital lease payments		(54,501)	
Interest payments on long-term debt		(436)	
Net cash used for capital and related financing activities	(98,909)	(906,820)	(91,036)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends		283,171	
Net cash provided by investing activities		283,171	
Net increase (decrease) in cash and cash equivalents	846,053	(175,917)	(222,138)
Cash and cash equivalents, July 1, 2007	266,319	8,334,361	795,498
Cash and cash equivalents, June 30, 2008	$ 1,112,372	$ 8,158,444	$ 573,360
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ 891,281	$ (957,766)	$ (190,401)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities			
Depreciation expense	152,847	769,479	77,461
Liability for reported and incurred but not reported claims – noncurrent			
Changes in assets [(increase)/decrease] and liabilities [increase/(decrease)]:			
Accounts receivable			
Inventories	(59,336)	2,550	
Prepaids			
Accounts payable	30,984	684,317	(26,384)
Employee compensation payable	(53,404)	(50,848)	8,222
Accrued liabilities			
Liability for reported and incurred but not reported claims - current			
Net cash provided by (used for) operating activities	$ 962,372	$ 447,732	$ (131,102)
SCHEDULE OF NONCASH INVESTING, CAPITAL AND NONCAPITAL FINANCING ACTIVITIES:			
Accumulated depreciation from disposed capital assets	$ 127,881	$ 206,100	$ 252,456
Machinery and equipment disposed	(127,881)	(224,530)	(255,844)
Loss on disposal of capital assets		18,430	3,388
Capital contributions		(339,782)	
Capital assets transferred from governmental activities		339,782	
Capital assets transferred to governmental activities		(683,363)	
Transfer out capital assets to governmental activities		683,363	
Accumulated depreciation transferred from governmental activities			

Risk Management	Employee Benefits Trust	Sheriff Warehouse	Total
$ 38,272,014	$ 121,684,820	$ 2,865,581	$ 201,084,811
557,129	101,675		700,915
(27,078,593)	(111,543,476)	(3,025,135)	(171,132,245)
(1,747,777)	(2,015,603)		(11,303,844)
10,002,773	8,227,416	(159,554)	19,349,637
	(3,000,000)	719,868	(2,280,132)
			(17,410)
		(560,314)	(560,314)
	(3,000,000)	159,554	(2,857,856)
(21,715)			(1,063,543)
			(54,501)
			(436)
(21,715)			(1,118,480)
1,742,835	2,549,641		4,575,647
1,794,786	2,587,109		4,575,647
11,723,893	7,777,057		19,948,948
31,361,911	44,374,517		85,132,606
$ 43,085,804	$ 52,151,574	$	$ 105,081,554
$ 9,789,234	$ 3,366,438	$ 14,757	$ 12,913,543
9,655	4,586		1,014,028
(2,509,463)			(2,509,463)
	(1,019,344)		(1,019,344)
		(155,592)	(212,378)
134,612	122,944		257,556
(252,711)	(5,317,682)	(18,078)	(4,899,554)
(20,092)	36,285		(79,837)
	2,693,606	(641)	2,692,965
2,851,538	8,340,583		11,192,121
$ 10,002,773	$ 8,227,416	$ (159,554)	$ 19,349,637
	$		$ 586,437
			(608,255)
			21,818
	(14,247)		(354,029)
	63,407		403,189
			(683,363)
			683,363
	(49,160)		(49,160)

Agency Fund

Agency Funds are used to account for assets held by the County in a fiduciary capacity or as an agent for individuals, private organizations, other governments and/or other funds.

The County maintains an Agency Fund, which is not under the control of the Board of Supervisors. The Agency Fund is custodial in nature and does not involve measurement of results of operations.

AGENCY FUND

Special Purpose - The Special Purpose Fund accounts for receipts, which are designated for special purposes and are not related to an individual governmental unit.

Maricopa County
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
SPECIAL PURPOSE				
Assets				
Cash in bank and on hand	$ 37,023,998	$ 6,135,469	$	$ 43,159,467
Total assets	$ 37,023,998	$ 6,135,469	$	$ 43,159,467
Liabilities				
Deposits held for other parties	$ 37,023,998	$ 6,135,469	$	$ 43,159,467
Total liabilities	$ 37,023,998	$ 6,135,469	$	$ 43,159,467

STATISTICAL SECTION

Maricopa County
Listing of Statistical Information

Contents **Page**

Financial Trends Information **240**

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Net Assets by Component

Changes in Net Assets

Fund Balances, Governmental Funds

Changes in Fund Balances, Governmental Funds

Revenue Capacity **246**

These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

Tax Revenues by Source, Governmental Funds

Assessed Value and Estimated Market Value of Taxable Property

Direct and Overlapping Property Tax Rates

Principal Property Tax Payers

Property Tax Levies and Collections

Debt Capacity **251**

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Ratios of Outstanding Debt by Type

Legal Debt Margin Information

Pledged Revenue Coverage

Demographic and Economic Information **254**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Demographic and Economic Statistics

Principal Employers

Operating Information **256**

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Budgeted Full-Time Equivalent County Employees by Function/Program

Operating Indicators by Function/Program

Capital Asset Statistics by Function/Program

Maricopa County
Net Assets by Component

Last Seven Fiscal Years
(accrual basis of accounting)

NET ASSETS	Fiscal Year 2001-02	2002-03	2003-04	2004-05
Governmental activities				
Invested in capital assets, net of related debt	$ 1,259,210,540	$ 1,529,060,770	$ 1,811,332,732	$ 2,345,910,917
Restricted	321,969,019	234,284,414	204,462,971	260,495,040
Unrestricted	222,913,694	441,241,848	397,555,149	456,714,660
Total governmental activities net assets	$ 1,804,093,253	$ 2,204,587,032	$ 2,413,350,852	$ 3,063,120,617
Business-type activities				
Invested in capital assets, net of related debt	$ 81,077,781	$ 75,738,774	$ 72,392,695	$ 1,388,358
Restricted	53,752,904	43,997,578	16,320,660	7,277
Unrestricted	(8,089,795)	6,410,491	19,709,472	(26,237,718)
Total business-type activities net assets	$ 126,740,890	$ 126,146,843	$ 108,422,827	$ (24,842,083)
Primary government				
Invested in capital assets, net of related debt	$ 1,340,288,321	$ 1,604,799,544	$ 1,883,725,427	$ 2,347,299,275
Restricted	375,721,923	278,281,992	220,783,631	260,502,317
Unrestricted	214,823,899	447,652,339	417,264,621	430,476,942
Total primary government net assets	$ 1,930,834,143	$ 2,330,733,875	$ 2,521,773,679	$ 3,038,278,534

NET ASSETS	Fiscal Year 2005-06	2006-07	2007-08
Governmental activities			
Invested in capital assets, net of related debt	$ 2,443,905,934	$ 2,488,280,795	$ 2,542,165,396
Restricted	345,147,265	437,856,827	526,220,283
Unrestricted	561,333,573	686,000,889	772,807,989
Total governmental activities net assets	$ 3,350,386,772	$ 3,612,138,511	$ 3,841,193,668
Business-type activities			
Invested in capital assets, net of related debt	$ 1,253,947	$ 1,860,630	$
Restricted	7,556	7,691	
Unrestricted	(4,568,970)	(3,486,686)	
Total business-type activities net assets	$ (3,307,467)	$ (1,618,365)	$
Primary government			
Invested in capital assets, net of related debt	$ 2,445,159,881	$ 2,490,141,425	$ 2,542,165,396
Restricted	345,154,821	437,864,518	526,220,283
Unrestricted	556,764,603	682,514,203	772,807,989
Total primary government net assets	$ 3,347,079,305	$ 3,610,520,146	$ 3,841,193,668

Prior to fiscal year 2001-02, the schedule of net assets by component is not available due to the initial year of GASB Statement No. 34 presentation.

Maricopa County
Changes in Net Assets

Last Seven Fiscal Years

(accrual basis of accounting)

	Fiscal Year						
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
Expenses							
Governmental activities:							
General government (1)	$ 133,357,097	$ 181,265,791	$ 185,518,463	$ 176,430,887	$ 185,628,267	$ 211,473,080	$ 182,868,340
Public safety	490,943,644	506,600,904	581,443,588	685,762,001	782,136,857	864,907,381	965,934,762
Highways and streets	52,464,778	51,016,886	44,392,614	63,014,453	70,418,156	132,992,498	143,367,655
Health, welfare and sanitation	304,220,867	335,607,743	332,380,442	439,784,002	433,776,254	464,255,008	383,885,390
Culture and recreation	25,453,164	27,488,028	27,963,450	33,068,497	32,596,971	36,196,645	38,751,304
Education	16,675,171	17,386,261	19,170,903	18,397,229	20,220,846	15,687,335	14,687,029
Interest on long-term debt	11,557,524	11,446,165	8,249,310	7,827,876	7,763,995	6,254,330	10,347,354
Total governmental activities expenses	1,034,672,245	1,130,811,778	1,199,118,770	1,424,284,945	1,532,541,346	1,731,766,277	1,739,841,834
Business-type activities:							
Medical Center	340,556,596	366,425,283	371,991,804	168,986,980			
AHCCCS — Acute Health Care program	93,168,287	109,142,148	167,346,474	132,314,013	40,048,082		
AHCCCS— ALTCS program	241,654,207	232,991,015	273,164,762	252,178,102	56,657,239		
Non-AHCCCS health care programs (Senior Select)	66,767,140	75,004,905	82,737,548				
Solid Waste Management					2,400,374	334,354	
Other business-type activities	639,546	1,615,848	1,336,866	29,911,332		591,472	
Total business-type activities expenses	742,785,776	785,179,199	896,577,454	583,390,427	99,105,695	925,826	
Total primary government expenses	$1,777,458,021	$1,915,990,977	$2,095,696,224	$2,007,675,372	$1,631,647,041	$1,732,692,103	$ 1,739,841,834
Program Revenues							
Governmental activities:							
Charges for services:							
General government	$ 24,457,239	$ 26,357,344	$ 26,589,393	$ 37,213,997	$ 45,332,986	$ 34,852,251	$ 30,942,935
Public safety	81,687,973	71,880,262	78,288,469	84,213,640	102,807,289	95,402,079	160,282,028
Highways and streets	1,451,293	1,563,228	1,769,524	6,550,179	12,380,453	12,756,421	19,009,650
Health, welfare and sanitation	22,917,356	24,243,241	26,745,928	28,100,481	33,726,958	36,933,502	48,326,397
Culture and recreation	8,358,894	8,461,408	8,546,372	8,954,896	9,378,993	4,213,017	14,216,206
Education	3,057,546	2,714,129	4,146,571	2,383,943	82,561	818,977	687,074
Operating grants and contributions	281,170,304	304,923,484	294,296,698	382,416,458	393,375,512	443,607,678	263,428,112
Capital grants and contributions	2,712,908	44,322,271	18,917,753	39,017,299	42,537,895	47,256,549	68,386,096
Total governmental activities program revenues	425,813,513	484,465,367	459,300,708	588,850,893	639,622,647	675,840,474	605,278,498
Business-type activities:							
Charges for services:							
Medical Center	291,946,393	334,310,122	380,554,715	158,640,394			
AHCCCS — Acute Health Care program	100,104,747	115,846,532	138,274,739	117,680,705	29,801,116	908,814	
AHCCCS— ALTCS program	252,343,614	240,083,167	234,370,191	220,784,342	53,842,048	969,493	
Non-AHCCCS health care programs (Senior Select)	64,169,238	70,518,591	59,656,677				
Solid Waste Management					360,864	667,376	
Other business-type activities	44,860	106,470	230,389	21,213,776			
Operating grants and contributions	6,272,958	6,959,432	6,681,898	2,501,372			
Capital grants and contributions			9,833	19,944			
Total business-type activities program	714,881,810	767,824,314	819,778,442	520,840,533	84,004,028	2,545,683	
Total primary government program revenues	$1,140,695,323	$1,252,289,681	$1,279,079,150	$1,109,691,426	$ 723,626,675	$ 678,386,157	$ 605,278,498
Net (Expense)/Revenue							
Governmental activities	$(608,858,732)	$(646,346,411)	$(739,818,062)	$(835,464,052)	$(892,918,699)	$(1,055,925,803)	$(1,134,563,336)
Business-type activities	(27,903,966)	(17,354,885)	(76,799,012)	(62,549,894)	(15,101,667)	1,619,857	
Total primary government net expense	$(636,762,698)	$(663,701,296)	$(816,617,074)	$(897,983,946)	$(908,020,366)	$(1,054,305,946)	$(1,134,563,336)

Maricopa County
Changes in Net Assets
(Continued)

	Fiscal Year						
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
General Revenues and other Changes in Net Assets							
Governmental activities:							
Taxes							
Property taxes, levied for general purposes	$ 269,753,187	$ 295,627,499	$ 328,580,647	$ 357,712,304	$ 388,190,146	$ 413,294,370	$ 449,499,249
Property taxes, levied for Flood Control District	44,775,297	44,302,535	50,702,924	56,093,885	61,763,471	65,513,238	69,462,089
Property taxes, levied for Library District	9,690,800	10,369,080	14,414,827	15,796,618	17,366,792	18,390,885	19,473,450
Property taxes, levied for debt service	20,250,715	19,708,786	19,267,865				
Share of state sales taxes	325,728,202	330,260,143	358,056,954	397,712,843	457,785,985	480,411,950	460,958,772
Sales tax – Jail construction and operation	98,177,716	98,932,138	107,441,209	119,143,064	137,876,660	145,389,597	138,063,948
Surcharge tax – Stadium District	5,407,664	5,240,032	5,556,717	6,024,355	6,498,814	6,288,093	6,132,465
Vehicle license tax	106,115,829	110,603,659	116,054,332	122,637,827	138,003,052	143,543,618	139,312,595
Grants and contributions not restricted to specific programs	8,700,138	1,725,495	1,775,295	1,813,162	1,858,155	1,844,364	1,814,394
Unrestricted investment earnings	29,404,833	16,507,950	8,626,732	20,995,575	29,479,569	55,405,747	72,729,140
Gain on disposal of capital assets (1)		13,346,055	21,601,858				
Miscellaneous	10,627,773	3,061,600	3,915,244	4,262,227	13,558,451	10,346,066	11,474,763
Transfers	(25,752,045)	(16,531,668)	(58,278,148)	(37,047,610)	(43,435,540)	6,098,668	
Total governmental activities	902,880,109	933,153,304	977,716,456	1,065,144,250	1,208,945,555	1,346,526,596	1,368,920,865
Business-type activities:							
Unrestricted investment earnings	6,359,401	2,594,524	796,848	1,002,779	447,790	684,104	
Gain (loss) on disposal of capital assets	(103,280)				6,883		
Miscellaneous	1,972,145				12,914	169,932	
Special item – loss on closure of business activity				(108,765,405)			
Transfers	25,752,045	16,531,668	58,278,148	37,047,610	43,435,540	(6,098,668)	
Total business-type activities	33,980,311	19,126,192	59,074,996	(70,715,016)	43,903,127	(5,244,632)	
Total primary government	$ 936,860,420	$ 952,279,496	$1,036,791,452	$ 994,429,234	$1,252,848,682	$1,341,281,964	$1,368,920,865
Change in Net Assets							
Government activities	$ 294,021,377	$ 286,806,893	$ 237,898,394	$ 229,710,198	$ 316,026,856	$ 290,600,793	$ 234,357,529
Business-type activities	6,076,345	1,771,307	(17,724,016)	(133,264,910)	28,801,460	(3,624,775)	
Total primary government	$ 300,097,722	$ 288,578,200	$ 220,174,378	$ 96,445,288	$ 344,828,316	$ 286,976,018	$ 234,357,529

Prior to fiscal year 2001-02, the changes in net assets are not available due to the initial year of GASB Statement No. 34 presentation.

(1) Beginning fiscal year 2007, general government expenses include loss on disposal of capital assets. This amount was previously shown separately within general revenues on the Statement of Activities. For comparison purposes, for fiscal years 2002, 2005 and 2006, loss on disposal of capital assets was reclassified on this schedule into general government.

Maricopa County
Fund Balances, Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	1998-99	1999-00	2000-01	2001-02	2002-03
General Fund					
Reserved	$ 4,321,620	$ 6,368,458	$ 4,416,236	$ 5,083,202	$ 3,834,312
Unreserved	140,716,861	154,436,197	156,786,153	249,039,062	288,822,823
Total general fund	$ 145,038,481	$ 160,804,655	$ 161,202,389	$ 254,122,264	$ 292,657,135
All Other Governmental Funds					
Reserved	$ 2,435,938	$ 1,021,537	$ 1,194,925	$ 23,515,381	$ 24,618,711
Unreserved, reported in:					
Special revenue funds	159,549,660	143,167,692	119,080,975	153,208,886	156,611,561
Capital projects funds	25,130,369	156,797,383	242,663,698	145,345,468	120,430,525
Debt service funds			123,383,762	97,344,273	81,674,429
Total all other governmental funds	$ 187,115,967	$ 300,986,612	$ 486,323,360	$ 419,414,008	$ 383,335,226

	Fiscal Year				
	2003-04	2004-05	2005-06	2006-07	2007-08
General Fund					
Reserved	$ 2,400,780	$ 3,281,552	$ 25,557,789	$ 26,503,298	$ 21,465,733
Unreserved	315,905,112	427,995,902	539,621,335	444,964,280	512,125,107
Total general fund	$ 318,305,892	$ 431,277,454	$ 565,179,124	$ 471,467,578	$ 533,590,840
All Other Governmental Funds					
Reserved	$ 22,498,657	$ 23,602,714	$ 22,460,845	$ 23,388,690	$ 24,144,860
Unreserved, reported in:					
Special revenue funds	187,646,410	192,187,526	259,363,049	306,244,082	339,553,123
Capital projects funds	108,561,138	129,612,546	115,785,803	447,826,380	490,257,680
Debt service funds	74,332,552	36,643,487	18,808,809	18,495,336	15,265,958
Total all other governmental funds	$ 393,038,757	$ 382,046,273	$ 416,418,506	$ 795,954,488	$ 869,221,621

Maricopa County
Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	1998-99	1999-00	2000-01	2001-02
Revenues				
Taxes	$ 273,423,421	$ 296,029,480	$ 316,624,353	$ 343,037,203
Licenses and permits	17,067,513	22,187,021	23,688,768	26,106,311
Intergovernmental	659,408,934	783,237,358	803,712,695	831,668,101
Charges for services	57,287,860	62,026,284	65,836,359	68,770,386
Fines and forfeits	13,426,857	14,583,372	14,908,415	15,776,099
Special assessment				
Miscellaneous	46,279,528	49,295,439	65,397,496	69,879,317
Total revenues	1,066,894,113	1,227,358,954	1,290,168,086	1,355,237,417
Expenditures				
General government	92,526,980	91,629,129	101,678,589	99,265,465
Public safety	364,823,901	422,453,691	459,487,297	481,843,123
Highway and streets	52,048,136	55,450,402	59,803,451	55,240,772
Health, welfare and sanitation	353,141,055	278,987,186	295,158,694	311,510,932
Culture and recreation	13,339,246	15,302,763	16,312,843	17,651,564
Education	13,627,432	17,853,463	16,552,929	16,560,263
Debt service				
Principal	22,805,407	23,808,586	24,091,044	39,618,137
Interest	10,279,203	7,908,121	7,677,328	10,271,627
Other				1,179,102
Capital outlay	149,600,384	181,400,888	229,743,778	294,010,771
Total expenditures	1,072,191,744	1,094,794,229	1,210,505,953	1,327,151,756
Excess of revenues over (under) expenditures	(5,297,631)	132,564,725	79,662,133	28,085,661
Other financing sources (uses)				
Transfers in	112,033,812	259,159,435	321,948,526	243,650,675
Transfers out	(44,192,804)	(268,494,193)	(342,528,925)	(269,402,720)
Capital lease agreements	11,320,208	4,542,153	165,830	9,843,870
Proceeds from bond issuance	617,869		111,095,706	78,450,670
Premium on refunding bonds				3,541,257
Payment to escrow agent				(77,980,850)
Loan Proceeds				
Total other financing sources (uses)	79,779,085	(4,792,605)	90,681,137	(11,897,098)
Net change in fund balances	$ 74,481,454	$ 127,772,120	$ 170,343,270	$ 16,188,563
Debt service as a percentage of non capital expenditures	3.6%	3.5%	3.2%	4.9%

Fiscal Year					
2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
$ 474,876,462	$ 524,751,335	$ 556,751,810	$ 601,231,444	$ 640,375,614	$ 672,237,546
28,192,974	31,629,382	34,765,632	42,266,662	40,078,842	40,434,059
745,697,718	778,964,259	904,156,166	1,025,737,248	1,105,841,984	904,588,701
66,499,607	71,682,924	74,735,757	86,925,888	87,668,832	153,431,323
16,326,795	17,166,377	21,855,377	23,366,008	31,641,869	32,061,172
3,625,508	3,584,883	3,536,133	3,770,790	3,929,786	5,284,808
59,899,212	48,974,704	56,838,888	69,589,514	105,465,489	110,992,618
1,395,118,276	1,476,753,864	1,652,639,763	1,852,887,554	2,015,002,416	1,919,030,227
114,241,982	118,226,772	130,064,711	131,031,069	173,121,467	173,285,719
493,435,114	563,716,985	636,868,683	733,244,452	813,297,449	882,964,097
44,226,114	41,549,321	48,811,843	47,763,048	56,087,569	54,885,932
331,752,530	331,028,006	437,845,805	430,614,292	461,668,854	378,763,080
19,388,797	19,587,482	22,146,913	24,625,293	28,283,735	30,186,081
17,268,012	18,815,487	18,014,621	18,885,218	15,218,331	14,677,474
34,071,393	35,159,141	15,677,059	18,780,267	16,297,518	15,607,476
10,423,785	8,828,297	8,592,525	8,497,208	6,030,238	11,441,406
	266,757	11,870	17,508	1,460,467	5,250
315,588,133	248,465,695	205,929,785	232,922,515	301,383,004	278,993,140
1,380,395,860	1,385,643,943	1,523,963,815	1,646,380,870	1,872,848,632	1,840,809,655
14,722,416	91,109,921	128,675,948	206,506,684	142,153,784	78,220,572
386,029,678	295,868,643	346,549,747	314,004,599	791,514,765	389,617,546
(402,561,346)	(358,012,976)	(395,058,179)	(357,440,139)	(785,416,097)	(386,617,546)
4,321,656	6,333,484	8,384,655	9,395,689	25,720,244	29,953,944
	15,598,262	12,000,000	3,000,000	140,940,000	
	457,156			1,596,088	
	(12,353,671)		(10,605,000)	(34,414,011)	
				1,217,018	10,106,857
(12,210,012)	(52,109,102)	(28,123,777)	(41,644,851)	141,158,007	43,060,801
$ 2,512,404	$ 39,000,819	$ 100,552,171	$ 164,861,833	$ 283,311,791	$ 121,281,373
4.2%	3.9%	1.8%	1.9%	1.5%	1.7%

Maricopa County
Tax Revenues by Source, Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	General Property Taxes	State Sales Tax	Vehicle License Tax	Highway User Fuel Tax	Baseball Stadium Tax
1998-99	$ 273,423,421	$ 279,812,954	$ 84,021,288	$ 72,392,313	$ 386,396
1999-00	296,029,480	309,009,200	94,431,066	77,317,632	258,303
2000-01	316,624,353	322,429,593	100,019,454	78,243,269	278,259
2001-02	343,037,203	325,728,202	106,115,829	78,285,210	128,498
2002-03	370,704,292	330,260,143	110,603,659	82,153,376	96,555
2003-04	411,753,409	358,056,954	123,937,327	86,598,735	84,018
2004-05	431,584,391	397,712,843	130,947,139	90,566,135	61
2005-06	456,855,970	457,785,985	147,366,085	96,972,512	5,294
2006-07	468,697,924	480,411,950	153,262,719	107,593,116	1,938
2007-08	528,041,133	460,958,772	148,862,871	102,751,593	1,160
Change 1999-2008	93.1%	64.7%	77.2%	41.9%	(99.7)%

Fiscal Year	Rental Car Surcharge	Jail Tax	Street Lighting Assessments	Total Revenues
1998-99	$ 5,428,828	$ 41,480,614	$ 2,809,062	$ 759,754,876
1999-00	5,722,238	91,984,716	1,934,600	876,687,235
2000-01	5,637,184	97,752,375	3,612,549	924,597,036
2001-02	5,407,664	98,177,716	3,505,969	960,386,291
2002-03	5,240,032	98,932,138	3,471,253	1,001,461,448
2003-04	5,556,717	107,441,209	3,425,632	1,096,854,001
2004-05	6,024,355	119,143,064	3,430,588	1,179,408,576
2005-06	6,493,520	137,876,660	3,770,790	1,307,126,816
2006-07	6,286,155	145,389,597	3,929,786	1,385,573,185
2007-08	6,131,305	138,063,948	5,284,808	1,390,095,590
Change 1999-2008	12.9%	232.8%	88.1%	83.0%

The Vehicle License Tax for fiscal year 1998-99 and all subsequent years, have a combined amount from the General and Transportation Funds.

The Baseball Stadium Tax ended in November 1997, but small amounts continue to be remitted on delinquent tax returns.

The Jail Tax was approved by the voters in the General Election on November 3, 1998. The change in Jail Tax is calculated from fiscal year 1999.

Maricopa County
Assessed Value and Estimated Market Value of Taxable Property

Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year Ended June 30,	Property Values Assessed			Total Direct Tax Rate	Total Secured and Unsecured Estimated Market Value	Total Assessed Value as a Percentage of Total Estimated Market Value
	Secured	Unsecured	Total			
1998-99	$ 15,891,850	$ 921,167	$ 16,813,017	1.6475	$ 128,171,305	13.1%
1999-00	17,749,278	927,553	18,676,831	1.6248	142,792,237	13.1
2000-01	19,813,298	1,064,418	20,877,716	1.5748	160,906,987	13.0
2001-02	21,748,902	1,164,233	22,913,135	1.5448	180,653,046	12.7
2002-03	23,303,509	1,153,538	24,457,047	1.5448	194,235,322	12.6
2003-04	26,405,899	1,072,089	27,477,988	1.5448	226,293,568	12.1
2004-05	28,811,532	1,255,455	30,066,987	1.4748	245,835,672	12.2
2005-06	31,886,842	1,310,377	33,197,219	1.4611	273,817,028	12.1
2006-07	34,922,001	1,372,693	36,294,694	1.4348	301,474,323	12.0
2007-08	48,136,309	1,398,265	49,534,574	1.2970	431,682,163	11.5

Secured and Unsecured assessed property values and estimated market values are determined each calendar year. The tax rates are applicable beginning July 1st of the next fiscal year. The Board of Supervisors approves the tax rates on the third Monday of August.

Source: Maricopa County Department of Finance – Property Tax Division.

Maricopa County
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

	County Direct Rates				
Fiscal Year	County Operating	General Obligation Debt Service	Flood Control District	County Library District	Total Direct
1998-99	1.1472	0.1312	0.3270	0.0421	1.6475
1999-00	1.1884	0.1085	0.2858	0.0421	1.6248
2000-01	1.1641	0.1152	0.2534	0.0421	1.5748
2001-02	1.1832	0.0876	0.2319	0.0421	1.5448
2002-03	1.2108	0.0800	0.2119	0.0421	1.5448
2003-04	1.2108	0.0700	0.2119	0.0521	1.5448
2004-05	1.2108	0.0000	0.2119	0.0521	1.4748
2005-06	1.1971	0.0000	0.2119	0.0521	1.4611
2006-07	1.1794	0.0000	0.2047	0.0507	1.4348
2007-08	1.1046	0.0000	0.1533	0.0391	1.2970

	Overlapping Rates						
Fiscal Year	State of Arizona	Education Equalization	Central Arizona Water Conservation District	Other Special Districts	Community College District	School Districts	Cities
1998-99	0.0000	0.5300	0.1400	0 - 3.4931	1.1125	.1141 - 10.6396	0 - 2.2011
1999-00	0.0000	0.5217	0.1400	0 - 2.9871	1.1285	.2751 - 10.0452	0 - 2.2512
2000-01	0.0000	0.5123	0.1300	0 - 3.3260	1.1194	.1186 - 9.4925	0 - 2.0816
2001-02	0.0000	0.4974	0.1300	0 - 4.0000	1.1107	.1120 - 9.2148	0 - 2.2390
2002-03	0.0000	0.4889	0.1300	0 - 5.1000	1.1127	.4684 - 13.6519	0 - 2.0415
2003-04	0.0000	0.4717	0.1200	0 - 3.6500	1.0785	.7731 - 11.8075	0 - 2.6733
2004-05	0.0000	0.4560	0.1200	0 - 3.8600(1)	1.0372	1.0947 - 14.3477	0 - 2.4060
2005-06	0.0000	0.4358	0.1200	0 - 3.8600	1.0315 (1)	1.0182- 14.3301(1)	0 - 2.4275 (1)
2006-07	0.0000	0.0000	0.1200	0 - 3.8600	1.0646	0.8765 - 14.7188	0 - 2.9666
2007-08	0.0000	0.0000	0.1200	0 - 3.8600	0.9760	0.9413 - 8.7577	0 - 2.6736

Source: Maricopa County Department of Finance – Property Tax Division.

All tax rates are per $100 assessed valuation.

(1) Data updated in fiscal year 2007.

Maricopa County
Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	2007-08 Secondary Valuation	2007-08 Rank	2007-08 Percentage of Total County Assessed Value	1998-99 Secondary Valuation	1998-99 Rank	1998-99 Percentage of Total County Assessed Value
Arizona Public Service Company	$ 1,045,102,029	1	2.09%	$ 799,563,017	1	4.76%
Salt River Project	575,027,430	2	1.15			
Qwest Corporation	394,396,605	3	0.79			
Southwest Gas Corporation	161,622,822	4	0.32	89,147,118	8	0.53
Southern California Edison Co	150,585,967	5	0.30	252,439,921	4	1.50
El Paso Electric Co	127,268,095	6	0.25	259,757,709	3	1.54
Intel Corporation	122,524,021	7	0.24	29,701,634	13	0.18
Wal-Mart Stores Inc	98,990,554	8	0.20			
Wells Fargo Bank	90,645,614	9	0.18			
Target Corporation	85,070,379	10	0.17			
Safeway Inc	79,759,356	11	0.16	136,403,626	6	0.81
Public Service Company Of New Mexico	73,711,472	12	0.15			
Mesquite Power LLC	72,774,240	13	0.15			
Panda Gila River LP	72,117,360	14	0.14			
Cox Communications Phoenix	65,013,172	15	0.13			
Scottsdale Fashion Square Partnership	61,186,040	16	0.12	25,401,435	16	0.15
Southern Cal Public Pwr Auth (Palo Verde)	56,834,779	17	0.11	94,230,304	7	0.56
Freescale Semiconductor Inc	54,966,787	18	0.11			
Metropolitan Life Insurance Company	47,278,109	19	0.09			
JW Marriott Desert Ridge Resort & Spa	45,356,315	20	0.09			
US West New Vector Group Inc				321,827,087	2	1.91
Motorola Computer Group, SPS, GEG				178,728,459	5	1.06
Los Angeles Dept. of Water and Power				68,423,576	9	0.41
A T & T/Wireless Service				43,302,972	10	0.26
Equity Residential Properties Trust				32,408,490	11	0.19
Phoenician Hotel				30,412,804	12	0.18
Southwest Co Wireless LP				28,886,568	14	0.17
Phoenix Newspapers Inc				27,895,506	15	0.17
McDonnell Douglas Realty & Helicopter				21,153,816	17	0.13
First American Tax Valuation				19,650,629	18	0.12
Shorenstein Co/Reality Investors LP				19,272,985	19	0.11
Mayo Clinic Plaza				19,244,606	20	0.11
Total Principal Taxpayers	$ 3,480,231,146		6.95%	$ 2,497,852,262		14.86%
Countywide Secondary Valuation	$ 50,109,601,256			$ 16,813,017,261		

Source: Maricopa County Treasurer's Office.

Maricopa County
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30,	County Tax Levied For the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1998-99	$ 257,557,253	$ 251,828,489	97.78%	$ 4,954,781	$ 256,783,270	99.70%
1999-00	279,978,758	272,985,725	97.50	4,495,253	277,480,978	99.11
2000-01	302,546,405	293,824,613	97.12	6,109,482	299,934,095	99.14
2001-02	327,717,255	315,788,529	96.36	7,649,178	323,437,707	98.69
2002-03	352,679,730	341,135,608	96.73	7,823,752	348,959,360	98.95
2003-04	392,827,196	383,224,353	97.56	7,474,847	390,699,200	99.46
2004-05	411,881,140	402,111,242	97.63	4,965,323	407,076,565	98.83
2005-06	451,253,280	438,441,057	97.16	8,185,769	446,626,826	98.97
2006-07	484,223,277	469,107,028	96.88	10,594,113	479,701,141	99.07
2007-08	519,814,623	503,200,873	96.80		503,200,873	96.80

Note: Collections to date may exceed 100%, as the initial amount levied is not updated to reflect any adjustments or exemptions arising from taxpayer disputes.

Fiscal Year Ended June 30,	County Tax Levied for the Fiscal Year				
	County Operating	Debt Service	Flood Control District	County Library	Total County
1998-99	$ 183,750,071	$ 22,058,679	$ 44,670,223	$ 7,078,280	$ 257,557,253
1999-00	207,540,697	20,264,361	44,310,754	7,862,946	279,978,758
2000-01	225,396,514	24,051,128	44,309,245	8,789,518	302,546,405
2001-02	252,676,223	20,071,906	45,322,696	9,646,430	327,717,255
2002-03	277,949,612	19,565,638	44,868,063	10,296,417	352,679,730
2003-04	308,122,580	19,234,591	51,153,993	14,316,032	392,827,196
2004-05	339,882,099	0	56,334,141	15,664,900	411,881,140
2005-06	371,224,118	0	62,733,411	17,295,751	451,253,280
2006-07	398,725,245	0	67,096,622	18,401,410	484,223,277
2007-08	430,023,735	0	70,422,870	19,368,018	519,814,623

Source: Maricopa County Department of Finance – Property Tax Division.

Maricopa County
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt: General Obligation Bonds	General Bonded Debt: Percentage of Assessed Property Value (a)	General Bonded Debt: Per Capita (b)
1998-99	$119,045,000	0.71%	39.62
1999-00	99,910,000	0.53	32.26
2000-01	79,595,000	0.38	24.89
2001-02	58,370,000	0.25	17.71
2002-03	39,515,000	0.16	11.66
2003-04	20,165,000	0.07	5.76
2004-05	0	0.00	0.00
2005-06	0	0.00	0.00
2006-07	0	0.00	0.00
2007-08	0	0.00	0.00

Fiscal Year Ended June 30,	Other Governmental Activities Debt: Lease Revenue Bonds	Lease Trust Certificates	Stadium District Rev. Bonds	Special Assessment	Certificates of Participation	Capital Leases	Installment Purchase Agreements
1998-99	$	$	$ 60,824,685	$ 996,939	$ 20,667,686	$17,633,952	$
1999-00			57,629,259	729,448	17,222,210	18,121,511	
2000-01	104,355,000		55,107,043	589,431	13,575,118	14,225,356	
2001-02	104,355,000		58,225,000	458,977	9,804,315	19,442,376	
2002-03	91,558,756		57,225,000	368,573	5,808,084	19,414,905	
2003-04	93,569,383		55,225,000	343,102	0	10,820,105	
2004-05	101,101,501	10,812,000	52,735,000	235,458	5,500,000	13,507,633	892,254
2005-06	81,188,067	9,212,000	50,050,000	154,267	5,115,000	16,312,891	546,202
2006-07	181,245,043	6,812,000	47,230,000	103,077	4,715,000	33,039,132	205,765
2007-08	173,670,000	4,612,000	44,270,000	82,519	4,295,000	50,093,644	0

Fiscal Year Ended June 30,	Business -type Activities: Lease Revenue Bonds	Certificates of Participation	Installment Purchase Agreements (d)	Total Primary Government (c)	Percentage of Assessed Property Value (a)	Per Capita (b)
1998-99	$	$ 1,058,574	$ 1,125,158	$221,351,994	1.32%	73.66
1999-00		5,666,171	608,794	199,887,393	1.07	64.54
2000-01	20,500,000	11,824,853	3,252,270	303,024,071	1.45	94.75
2001-02	20,500,000	11,768,519	2,607,815	285,532,002	1.25	86.61
2002-03	17,986,244	10,940,368	2,350,524	245,167,454	1.00	72.34
2003-04	16,670,618	5,865,000	1,252,049	203,910,257	0.74	58.29
2004-05	43,499	0	0	184,827,345	0.61	50.80
2005-06	36,933	0	0	162,615,360	0.49	42.88
2006-07	29,957	0	0	273,379,974	0.75	69.96
2007-08	0	0	0	277,023,162	0.56	69.47

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
(a) See Assessed Value and Estimated Market Value of Taxable Property schedule for assessed property value data.
(b) Population data can be found in the Demographic and Economic Statistics schedule.
(c) Includes general bonded debt, other governmental activities, and business-type activities debt.
(d) Prior to FY 2002, Installment Purchase Agreements include Capital Leases.

Maricopa County
Legal Debt Margin Information
Last Ten Fiscal Years

	Fiscal Year				
	1998-99	1999-00	2000-01	2001-02	2002-03
Debt limit	$2,521,952,589	$2,801,524,627	$3,131,657,332	$3,436,970,172	$3,668,557,092
Total net general obligation debt	98,670,000	79,595,000	58,205,000	57,596,083	38,792,654
Legal debt margin	$2,423,282,589	$2,721,929,627	$3,073,452,332	$3,379,374,089	$3,629,764,438
Total net debt applicable to the limit as a percentage of debt limit	3.91%	2.84%	1.86%	1.68%	1.06%

	Fiscal Year				
	2003-04	2004-05	2005-06	2006-07	2007-08
Debt limit	$4,121,698,129	$4,510,048,001	$4,979,582,760	$5,444,204,040	$7,430,186,074
Total net general obligation debt	20,165,000				
Legal debt margin	$4,101,533,129	$4,510,048,001	$4,979,582,760	$5,444,204,040	$7,430,186,074
Total net debt applicable to the limit as a percentage of debt limit	0.49%	0%	0%	0%	0%

Legal Debt Margin Calculation for Fiscal Year 2007-08

Assessed Value	$49,534,573,826
Debt limit (15% of assessed value)	7,430,186,074
Debt applicable to limit:	
General obligation bonds	
Total net debt applicable to limit	
Legal debt margin	$ 7,430,186,074

Note: The Arizona Constitution, Article 9, Section 8, states that a County may become indebted for an amount not to exceed fifteen percent of taxable property.

Maricopa County
Pledged Revenue Coverage
Last Ten Fiscal Years

Stadium District Revenue Bonds

Fiscal Year	Gross Revenue	Net Revenue Available For Debt Service (1)	Debt Service Requirements Principal	Interest	Total	Gross Coverage	Net Coverage
1998-99	$ 5,972,846	$ 8,987,531	$ 3,400,500	$ 3,381,131	$ 6,781,631	88%	133%
1999-00	5,911,689	9,374,409	3,285,426	2,207,768	5,493,194	108%	171%
2000-01	5,909,719	9,743,378	2,607,216	3,078,606	5,685,822	104%	171%
2001-02	4,172,913	8,188,248	1,620,168	1,593,307	3,213,475	130%	255%
2002-03	5,565,801	8,658,371	1,000,000	2,945,548	3,945,548	141%	219%
2003-04	5,972,808	9,512,699	2,000,000	2,918,480	4,918,480	121%	193%
2004-05	6,533,419	10,320,528	2,490,000	2,873,964	5,363,964	122%	192%
2005-06	7,018,591	10,697,550	2,685,000	2,738,844	5,423,844	129%	197%
2006-07	6,838,436	10,702,495	2,820,000	2,604,374	5,424,374	126%	197%
2007-08	6,671,848	10,511,470	2,960,000	2,463,594	5,423,594	123%	194%

Special Assessment Bonds

Fiscal Year	Gross Revenue	Net Revenue Available For Debt Service (1)	Debt Services Requirements Principal	Interest	Total	Gross Coverage	Net Coverage
1998-99	$ 352,643	$ 145,149	$ 269,907	$ 69,377	$ 339,284	104%	43%
1999-00	280,976	152,887	208,160	65,078	273,238	103%	56%
2000-01	125,432	137,444	93,828	47,047	140,875	89%	98%
2001-02	320,841	195,439	223,211	39,635	262,846	122%	74%
2002-03	153,188	249,963	66,090	32,574	98,664	155%	253%
2003-04	158,646	295,985	85,577	27,047	112,624	141%	263%
2004-05	25,503	193,014	107,644	20,830	128,474	20%	150%
2005-06	60,481	157,670	81,191	14,634	95,825	63%	165%
2006-07	27,874	123,706	51,819	10,019	61,838	45%	200%
2007-08	56,579	146,962	26,711	6,612	33,323	170%	441%

Note: Details regarding the outstanding debt can be found in the notes to the financial statements.

(1) Net revenue available for debt service consists of gross revenues plus beginning fund balance less expenditures not covered by bond proceeds and all transfers not applicable to debt retirement. Fund balance is included in net revenue since it represents unexpended pledged revenues.

Maricopa County
Demographic and Economic Statistics
Last Ten Fiscal Years

	Fiscal Year 1998-99	Fiscal Year 1999-00	Fiscal Year 2000-01	Fiscal Year 2001-02	Fiscal Year 2002-03
Unemployment Rate (June 30,)					
County	2.90%	2.30%	3.70%	5.00%	5.30%
State	4.50%	4.00%	4.70%	6.00%	5.70%
United States	4.30%	4.00%	4.60%	5.80%	6.30%
Population/Income Statistics					
Income	$ 80,924,901,000	$ 89,771,608,000	$ 93,544,549,000	$ 96,998,974,000	$101,378,940,000
Population	3,004,985	3,097,240	3,198,064	3,296,739	3,389,229
Per Capita	$ 26,930	$ 28,984	$ 29,250	$ 29,423	$ 29,912

	Fiscal Year 2003-04	Fiscal Year 2004-05	Fiscal Year 2005-06	Fiscal Year 2006-07	Fiscal Year 2007-08
Unemployment Rate (June 30,)					
County	4.40%	4.10%	3.60%	2.90%	4.30%
State	5.00%	4.70%	4.20%	3.40%	4.80%
United States	4.60%	5.00%	4.60%	4.50%	5.50%
Population/Income Statistics					
Income	$110,278,789,000	$120,716,738,000	(1)	(1)	(1)
Population	3,498,347	3,638,481	3,792,675	3,907,492	3,987,942
Per Capita	$ 31,523	$ 33,178	(1)	(1)	(1)

Source: Workforce Informer Arizona at www.workforce.az.gov for unemployment rate, population, income and per capita statistics.

Note: Population, income and per capita are periodically updated by the Bureau of Economic Analysis, as reported by www.workforce.az.gov. As a result, income and per capita figures were adjusted for fiscal years 2000 through 2005 to reflect the most accurate estimates.

(1) Income and per capita estimates were not yet available for fiscal years 2006, 2007 and 2008.

Maricopa County
Principal Employers
Current Year and Nine Years Ago

	2008			1999		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
State of Arizona	50,079	1	2.64%	63,961	1	4.18%
Wal-Mart Stores, Inc.	30,174	2	1.59%	11,900	5	0.78%
Banner Health Systems	17,020	3	0.90%			
City of Phoenix	14,453	4	0.76%	13,300	3	0.87%
Maricopa County	14,057	5	0.74%	12,963	4	0.85%
Wells Fargo & Company	14,000	6	0.74%			
Arizona State University	12,727	7	0.67%			
Fry's Food and Drug Stores	11,780	8	0.62%			
U.S. Postal Services	11,000	9	0.58%	10,772	6	0.70%
Honeywell Aerospace	10,700	10	0.56%			
Motorola				18,500	2	1.21%
Samaritan Health Services				9,000	7	0.59%
Allied Signal				9,000	7	0.59%
American Express Co.				9,000	7	0.59%
Banc One Corp.				9,000	7	0.59%
Total for Principal Employers	185,990		9.82%	167,396		10.93%
Total Employment in Maricopa County As of June 30	1,894,500			1,531,553		

Source: The Business Journal, Book of Lists
Workforce Informer Arizona at www.workforce.az.gov for total employed in Maricopa County.
Difference in number of employees reported on this report for Maricopa County and the next report is due to the next report using budgeted full time employees.

Maricopa County
Budgeted Full-time Equivalent County Employees by Function/Program
Last Seven Fiscal Years

Function/Program	Fiscal Year 2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
General Government							
Board of Supervisors	25	25	24	24	22	24	27
Call Center	33	34	33	33	33	33	33
County Assessor	322	322	321	321	331	358	365
County Manager	18	11	12	13	21	26	20
Elections	54	54	54	54	54	58	58
Facilities Management	235	248	245	301	263	264	271
Finance	43	44	48	42	44	56	56
Human Resources	67	66	51	51	55	53	17
Information Technology	67	66	61	63	109	109	117
Internal Audit	16	16	15	15	15	20	20
Management and Budget	22	22	20	21	32	35	27
Materials Management	39	40	36	35	35	37	37
Other General Government	136	141	132	140	81 (2)	83	177
Recorder	71	71	70	70	80	84	84
Employee Health Initiatives	15	16	25	26	23 (2)	24	30
Treasurer	64	64	64	59	59	63	64
Public Safety							
Adult Probation	1,175	1,092	1,072	1,153	1,193	1,237	1,249
Clerk of Superior Court	666	689	684	710	743	772	776
Constables	30	30	30	30	30	31	31
County Attorney	829	917	915	990	992	1,037	1,033
Court System	1,845	1,846	1,849	1,965	2,053	2,190	2,269
Emergency Management	15	15	14	15	15	15	15
Flood Control	223	226	224	227	208	209	196
Juvenile Probation	828	869	833	1,012	966	951	957
Medical Examiner	64	63	65	66	70	73	91
Planning & Development	115	125	125	159	190	214	205
Public Fiduciary	35	35	34	34	36	36	36
Sheriff	2,465	2,488	2,494	3,214	3,558	3,835	3,850
Correctional Health	264	265	262	381	348	368	471
Integrated Criminal Justice Info	14	15	22	19	18	16	22
Highways and Streets							
Transportation	504	478	479	479	477	484	515
Health, Welfare and Sanitation							
Air Quality (1)	N/A	N/A	N/A	N/A	131 (1) (2)	164 (1)	165
Animal Control	133	140	141	144	149	158	156
Environmental Services	283	274	282	303	197	205	307
Human Services	368	369	368	461	463	471	461
Other Health, Welfare and Sanitation	115	108	40	40	41	50	7
Public Health	523	535	542	557	575	587	556
Solid Waste	12	14	13	12	13	18	23
Culture and Recreation							
Library District	136	136	136	147	150	150	161
Parks and Recreation	98	104	104	86	88	90	92
Stadium District	4	4	4	5	5	5	5
Education							
Superintendent of Schools	30	30	33	32	33	33	40
	12,001	12,107	11,976	13,509	13,999	14,726	15,091

Source: County Management and Budget Department
(1) Air Quality reported as a component of Environmental Services prior to fiscal year 2006.
(2) Data updated in fiscal year 2007.

Maricopa County
Operating Indicators by Function/Program
Last Seven Fiscal Years

Function/Program	Fiscal Year 2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
General Government							
County Assessor							
Number of parcels assessed	1,214,539	1,259,703	1,305,716	1,361,695	1,339,473	1,494,585	1,533,026
Elections							
Registered voters	1,296,457	1,290,457	1,552,421	1,573,606	1,475,218	1,529,223	1,588,186
Number voting (1)	723,867	723,867	1,211,963	1,211,963	899,484	899,484	1,380,571
Public Safety							
Adult Probation							
Probationers (including absconders)	32,671	30,216	32,001	28,631	30,631	31,405	30,617
Community service hours	864,242	853,041	769,314	891,897	813,931(8)	680,989	517,816
Collections	$36,502,058	$23,772,376	$25,349,639	$28,417,533	$32,078,615	$31,078,450	$29,590,772
County Attorney							
Adult felony filings	30,322	30,459	34,052	34,480	39,654	38,694	N/A (3)
Juvenile filings	9,578	8,651	9,537	9,557	13,752	14,401	N/A (3)
Flood Control District							
Linear miles of watercourses delineated	N/A (3)	441	1302	N/A (3)	260	282	342
Presentation, consultation requests completed	N/A (3)	220	495	26	39	30	965
Square miles of watershed studies completed	N/A (3)	10	782	1,238	1,994	503	631
Drainage complaint investigations conducted <30 days	N/A (3)	269	140	N/A (3)	149	140	141
Justice Courts							
Annual new filings	351,278	355,170	348,040	375,944	379,498(8)	412,558	435,744
Total non-jury trials commenced	N/A (3)	22,777	41,238	34,615	17,630	4,079	5,467
Total jury trials commenced	N/A (3)	71	70	49	218(8)	495	754
Juvenile Probation							
Population under 18 years old (est.)	861,454	878,683	896,257	914,182	932,466	951,049	1,110,894
Juveniles brought to detention	10,287	10,119	9,916	9,782	10,029	10,491	10,444
Average length of detention (days)	15	15	17	19	19	17	14
Sheriff							
Number of 911 calls dispatched	N/A (3)	205,314	222,843	251,303	257,807	287,898	N/A (6)
Police service communications dispatched	N/A (3)	N/A (3)	N/A (3)	N/A (3)	221,310(8)	232,577	232,496
Number of non-emergency calls/inquiries	N/A (3)	305,811	294,865	297,310	268,708	319,690	N/A (6)
Number of motor vehicle warrant checks	N/A (3)	112,272	125,511	132,477	136,075	N/A (6)	N/A (6)
Superior Court							
Annual Case Filings	136,069(5)	145,299(5)	155,460(5)	154,996(5)	157,956(5)	162,856	177,892
Health, Welfare and Sanitation							
Human Services							
Children served in Headstart Program	3,107	2,392	2,324	2,339	2,349	3,086	N/A (3)
Number of low income households	N/A (3)	N/A (3)	N/A (3)	N/A (3)	N/A (3)	71,085	N/A (3)
Number of low income households receiving services	N/A (3)	N/A (3)	N/A (3)	N/A (3)	N/A (3)	5,247	N/A (3)
Community and information referral units	14,803	16,053	15,788	16,986	19,921	N/A (6)	N/A (3)
Individuals at risk of homelessness due to cost burden of unaffordable housing and utilities	N/A (3)	201,925	201,925	201,925	201,925	N/A (6)	N/A (3)
Public Health							
Certified copies of birth or death certificates	225,224	217,686	257,249	286,124	311,980	324,777	354,316
Number of immunizations	185,320	211,455	232,431	222,100	308,493	235,573	279,778
Cases of communicable diseases investigated	2,645	3,794	3,914	3,121	2,867	3,031	8,795
Culture and Recreation							
Library District							
Number of items circulated	N/A (4)	N/A (4)	3,768,536	3,716,554	4,271,158	4,531,500	5,911,180
Number of library cards issued	N/A (4)	N/A (4)	290,492	58,118	57,732	52,652	64,648
Number of print, media and electronic items	N/A (4)	N/A (4)	578,879	887,682	986,390	736,061	826,458
Education							
Superintendent of Schools							
School districts in Maricopa County	57	58	58	57	58	58	58
Students in those districts	511,578	591,149	630,352	657,519	N/A (7)	N/A (7)	N/A (7)
Home Schooled students	7,700	8,832	10,255	11,592	8,249	9,517	9,790
Private School students	15,000	19,200	21,724	25,793	27,585	27,606	29,283

(1) November general election data used for two fiscal-year time span (i.e., fiscal-year of election date and fiscal year immediately prior to election).
(2) Financial data is unavailable to calculate cost per budget.
(3) Information unavailable for fiscal year.
(4) Data unavailable as a new computer system was installed in fiscal year 2003.
(5) Data was adjusted during fiscal year 2005.
(6) Data no longer tracked due to changes in the Strategic Business Plan for Fiscal Year 2007.
(7) Data unavailable, Superintendant of Schools does not track or have access to student enrollment.
(8) Data updated in fiscal year 2007.
Note: Indicators for Highways and Streets is not available.

Maricopa County
Capital Asset Statistics by Function/Program
Last Seven Fiscal Years

Function/Program	Fiscal Year 2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
General Government							
Facilities Management							
Number of buildings owned by Facilities	N/A	N/A	N/A	353	353	26 (1)	26
Number of buildings maintained by	N/A	N/A	N/A	177 (2)	177 (2)	177 (2)	175
Public Safety							
Flood Control District							
Operating alert stations	118	118	118	297	310	318	324
Justice Courts	23	23	23	23	23	23	23
Juvenile Courts	2	2	2	2	2	2	2
Sheriff							
Inmate beds available (incl. portable)	8,287	8,873	9,570	10,062	10,062	9,562	9,562
Number of jail facilities	4	4	6	6	6	6	6
Highways and Streets							
Transportation							
Miles of Road	5,823	5,586	5,569	5,555	5,557	5,205	5,420
Miles of road with paved surfaces	4,421	4,421	4,452	4,503	4,514	4,255	4,491
Number of major bridges	25	27	28	28	27	27	23
Number of total bridges	258	265	283	299	290	293	286
Health, Welfare and Sanitation							
Animal Care and Control							
Number of animal shelters	3	3	3	3	3	3	2
Public Health							
Number of public health facilities	2	2	2	2	2	2	2
Number of WIC facilities	2	2	2	2	2	2	2
Solid Waste Management							
Number of transfer stations	6	6	6	6	6	6	6
Culture and Recreation							
Library District							
Number of facilities owned	2	2	2	2	3	2	2
Facilities operated	10	11	10	10	10	13	13
Bookmobiles	2	2	2	2	1	1	1
Parks and Recreation							
Regional county parks	9	9	9	9	9	9	9
County managed golf courses	3	3	3	3	3	3	3
Total acres managed	119,301	119,307	119,239	119,261	118,754	119,185	119,257
Conservation areas	1	1	1	1	1	1	1
Stadium District							
Major league baseball field	1	1	1	1	1	1	1

(1) The number of Facilities Management owned buildings decreased significantly from fiscal year 2006 as various buildings were transferred from Facilities Management to the respective County department.
(2) Data was adjusted in fiscal year 2007.

Source: Various County Agencies.

Note: Indicators for Education is not available.

www.maricopa.gov

A REPORT
TO THE
ARIZONA LEGISLATURE

Financial Audit Division

Single Audit

Maricopa County

Year Ended June 30, 2008

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

Debra K. Davenport
Auditor General

The **Auditor General** is appointed by the Joint Legislative Audit Committee, a bipartisan committee composed of five senators and five representatives. Her mission is to provide independent and impartial information and specific recommendations to improve the operations of state and local government entities. To this end, she provides financial audits and accounting services to the State and political subdivisions, investigates possible misuse of public monies, and conducts performance audits of school districts, state agencies, and the programs they administer.

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Maricopa County
Single Audit Reporting Package
Year Ended June 30, 2008

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Report Issued Separately

Comprehensive Annual Financial Report

DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

WILLIAM THOMSON
DEPUTY AUDITOR GENERAL

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with *Government Auditing Standards*

Members of the Arizona State Legislature

The Board of Supervisors of
Maricopa County, Arizona

We have audited the financial statements of the governmental activities, aggregate discretely presented component units, each major fund, and aggregate remaining fund information of Maricopa County as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 24, 2009. Our report was modified to include a reference to our reliance on other auditors and as to consistency because of the implementation of Government Auditing Standards Board Statement Nos. 45, 48, 49, and 50. 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. Other auditors audited the financial statements of the Stadium District, Phoenix Regional Sports Commission, Risk Management, Employee Benefits Trust, and the Housing Authority of Maricopa County, as described in our report on the County's financial statements. The financial statements of the Phoenix Regional Sports Commission were not audited by the other auditors in accordance with *Government Auditing Standards.* This report includes our consideration of the results of the other auditors' testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we and the other auditors identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

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A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a material misstatement of the County's basic financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider items 08-01 through 08-07 described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider items 08-01 and 08-03 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests and those of the other auditors disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Maricopa County's responses to the findings identified in our audit are presented on pages 30 through 40. We did not audit the County's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the members of the Arizona State Legislature, the Board of Supervisors, management, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Debbie Davenport
Auditor General

March 24, 2009

DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

WILLIAM THOMSON
DEPUTY AUDITOR GENERAL

Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133

Members of the Arizona State Legislature

The Board of Supervisors of
Maricopa County, Arizona

Compliance

We have audited the compliance of Maricopa County with the types of compliance requirements described in the *U.S. Office of Management and Budget* (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008, except for that portion of the federal programs administered by the Housing Authority of Maricopa County (Authority). The Authority was audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the compliance of the Authority with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement*, is based solely on the report of the other auditors. The County's major federal programs are identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit and the report of the other auditors.

Maricopa County's basic financial statements include the operations of the Maricopa County Accommodation Schools, which expended $1,471,550 in federal awards that are not included in the County's Schedule of Expenditures of Federal Awards for the year then ended June 30, 2008. Our audit, described below, did not include the operations of the Maricopa County Accommodation Schools because the Accommodation School engaged other auditors to perform an audit in accordance with OMB Circular A-133.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations.* Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

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In our opinion, based on our audit and the report of the other auditors, Maricopa County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and that are described in the accompanying Schedule of Findings and Questioned Costs as items 08-101 and 08-102.

Internal Control over Compliance

The County's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the County's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies and others that we consider to be material weaknesses.

A control deficiency in the County's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the County's internal control. We consider items 08-101 through 08-105 described in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over compliance.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the County's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs, we consider items 08-101 through 08-105 to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, aggregate discretely presented component units, each major fund, and aggregate remaining fund information of Maricopa County as of and for the year ended June 30, 2008, and have issued our report thereon dated March 24, 2009. Our report was modified to include a reference to our reliance on other auditors and as to consistency because of the implementation of Governmental Accounting Standards Board Statements Nos. 45, 48, 49, and 50. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB

Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of the other auditors, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Maricopa County's responses to the findings identified in our audit are presented on pages 30 through 40. We did not audit the County's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the members of the Arizona State Legislature, the Board of Supervisors, management, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Debbie Davenport
Auditor General

May 11, 2009, except for the
Schedule of Expenditures of
Federal Awards, for which the
date is March 24, 2009

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA Number	Pass-Through Grantor's Number	Expenditures
U.S. Office of National Drug Control Policy			
High Intensity Drug Trafficking Areas, passed through the Arizona Criminal Justice Commission	07.17PSAP501Z	HT17-07-0911, HT17-07-1113, HT17-07-1210	$ 356,105
High Intensity Drug Trafficking Areas, passed through the Arizona Criminal Justice Commission	07.16PSAP501Z	HT16-06-0711, HT16-06-1113, HT16-06-2510	281,782
High Intensity Drug Trafficking Areas, passed through Pima County	07.I5PSAP549	01-11-M-136284-1004, 01-11-M-136285-1004	2,606
High Intensity Drug Trafficking Areas, passed through Pima County	07.I3PSAP549	01-11-M-140377-0907	8,680
Total U.S. Office of National Drug Control Policy			649,173
U.S. Department of Agriculture			
Child Nutrition Cluster:			
School Breakfast Program, passed through the Arizona Department of Education	10.553	ED05-0001	236,578
National School Lunch Program, passed through the Arizona Department of Education	10.555	ED05-0001	331,846
Total Child Nutrition Cluster			568,424
Special Supplemental Nutrition Program for Women, Infants, and Children, passed through the Arizona Department of Health Services	10.557	HG361070, HG761304, HG861080, HP661311	10,000,161
Child and Adult Care Food Program, passed through the Arizona Department of Education	10.558	KR02-1170-ALS	249,900
State Administrative Matching Grants for the Special Nutrition Assistance Program, passed through the Arizona Department of Health Services	10.561	HG361088, HG861075	170,283
Schools and Roads—Grants to States, passed through the Arizona State Treasurer	10.665	None	147,980
Cooperative Law Enforcement Agreement	10.06-LE-11031200-003		106,333
Total U.S. Department of Agriculture			11,243,081
U.S. Department of Housing and Urban Development			
Community Development Block Grants/Entitlement Grants	14.218		2,301,266
Emergency Shelter Grants Program	14.231		95,073
HOME Investment Partnerships Program	14.239		5,305,036
Public and Indian Housing	14.850		2,547,641

(Continued)

See accompanying notes to schedule.

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008
(Continued)

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA Number	Pass-Through Grantor's Number	Expenditures
Resident Opportunity and Supportive Services— Service Coordinator	14.870		$ 7,200
Section 8 Housing Choice Vouchers	14.871		12,405,576
Public Housing Capital Fund	14.872		1,019,209
Lead-Based Paint Hazard Control in Privately-Owned Housing, passed through the City of Phoenix	14.900	118265	70,974
Lead-Based Paint Hazard Control in Privately-Owned Housing, passed through the Southwest Fair Housing Council	14.900	AZLOR001004	19,776
Total Lead-Based Paint Hazard Control in Privately-Owned Housing			90,750
Disaster Voucher Program	14.DVP		11,955
Total U.S. Department of Housing and Urban Development			23,783,706
U.S. Department of the Interior			
Payments in Lieu of Taxes	15.226		1,814,394
Distribution of Receipts to State and Local Governments, passed through the Arizona State Treasurer	15.227	None	9,240
Partners for Fish and Wildlife	15.631		7,136
Reclamation Projects	15.9-07-30-L0298		430
Total U.S. Department of the Interior			1,831,200
U.S. Department of Justice			
Comprehensive Approaches to Sex Offender Management Discretionary Grant (CASOM)	16.203		34,851
Juvenile Accountability Block Grants, passed through the Arizona Governor's Office for Children, Youth and Families	16.523	JB-GRA-04-6273-04, JB-IGA-05-7273-09, JB-CSG-07-8274-06	368,348
Juvenile Justice and Delinquency Prevention—Allocation to States, passed through the Arizona Governor's Office for Children, Youth and Families	16.540	J2-CSG-07-8182-12, J2-CSG-08-8182-01, J2-CSG-08-8182-00	131,240
Title V—Delinquency Prevention Program, passed through the Arizona Governor's Office for Children, Youth and Families	16.548	J5-CSG-04-5273	37,604
Crime Victim Assistance, passed through the Arizona Department of Public Safety	16.575	2006-VA-GX-0013	49,392

(Continued)

See accompanying notes to schedule.

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008
(Continued)

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA Number	Pass-Through Grantor's Number	Expenditures
Crime Victim Compensation, passed through the Arizona Criminal Justice Commission	16.576	VC-07-056, VC08-056	$ 331,127
Edward Byrne Memorial Formula Grant Program, passed through the Arizona Criminal Justice Commission	16.579	CRI06-07-105	15,598
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580		673,279
Crime Victim Assistance/Discretionary Grants, passed through the National Association of VOCA Assistance Administrators	16.582	08-105	8,732
Residential Substance Abuse Treatment for State Prisoners, passed through the Arizona Criminal Justice Commission	16.593	SAT-06-108	44,040
Community Capacity Development Office, passed through the City of Phoenix	16.595	121296	9,975
State Criminal Alien Assistance Program	16.606		2,926,154
Bulletproof Vest Partnership Program	16.607		42,549
Community Prosecution and Project Safe Neighborhoods, passed through the Arizona Criminal Justice Commission	16.609	PSN-08-1015, PSN4-06-1015	18,220
Public Safety Partnership and Community Policing Grants	16.710		6,463
Enforcing Underage Drinking Laws Program, passed through the Arizona Governor's Office of Highway Safety	16.727	2005-OJJDP-013, 2007-OJJDP-009	8,959
Edward Byrne Memorial Justice Assistance Grant Program	16.738		1,629,272
Edward Byrne Memorial Justice Assistance Grant Program, passed through the Arizona Supreme Court	16.738	AD-08-041	492,481
Edward Byrne Memorial Justice Assistance Grant Program, passed through the Arizona Criminal Justice Commission	16.738	AC-07-020, AC-08-020, PC-08-020, CRI07-08-107	854,411
Total Edward Byrne Memorial Justice Assistance Grant Program			2,976,164
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742		2,960
Paul Coverdell Forensic Sciences Improvement Grant Program, passed through the Arizona Criminal Justice Commission	16.742	CVF07-08-304	12,392
Total Paul Coverdell Forensic Sciences Improvement Grant Program			15,352
Anti-Gang Initiative, passed through the Arizona Criminal Justice Commission	16.744	PSNA-08-1010	70,669
Joint Terrorism Task Force	16.66F-PX-A54566-S/LMOU		17,092

(Continued)

See accompanying notes to schedule.

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008
(Continued)

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA Number	Pass-Through Grantor's Number	Expenditures
Desert Hawk Violent Crime Task Force	16.88A-PX-46088		$ 13,437
Operation FALCON 2008	16.FALCON 2008		1,375
Federal Equitable Sharing Agreement	16.unknown		94,062
Southwest Border Prosecution Initiative	16.unknown		567,623
DEA Task Force	16.unknown		36,590
Total U.S. Department of Justice			8,498,895
U.S. Department of Labor			
Workforce Investment Act (WIA) Cluster:			
WIA Adult Program, passed through the Arizona Department of Economic Security	17.258	E5706007, DE070298001, DE081290001	4,693,579
WIA Youth Activities, passed through the Arizona Department of Economic Security	17.259	E5706007, DE070298001, DE081290001	2,253,066
WIA Dislocated Workers, passed through the Arizona Department of Economic Security	17.260	E5706007, DE070298001, DE081030001, DE081290001	2,223,987
Total WIA Cluster			9,170,632
WIA Pilots, Demonstrations, and Research Projects	17.261		297,771
WIA Pilots, Demonstrations, and Research Projects, passed through the Goodwill Industries of Central Arizona	17.261	YF-14844-05-60, YF-14846-05-60	6,485
Total WIA Pilots, Demonstrations, and Research Projects			304,256
Incentive Grants—WIA Section 503, passed through the Arizona Department of Economic Security	17.267	DE071140	25,555
Total U.S. Department of Labor			9,500,443
U.S. Department of Transportation			
Highway Planning and Construction, passed through the Arizona Department of Transportation	20.205	CM-MMA-0(044)A, JPA 03-122, JPA07-016T	442,635
Highway Planning and Construction, passed through the Maricopa Association of Governments	20.205	262	809,548
Total Highway Planning and Construction			1,252,183
Federal Transit—Formula Grants, passed through the City of Phoenix	20.507	AZ-90-X068, AZ-90-X070, AZ-90-X074, AZ-90-X080	911,532

(Continued)

See accompanying notes to schedule.

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008
(Continued)

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA Number	Pass-Through Grantor's Number	Expenditures
Job Access—Reverse Commute, passed through the City of Phoenix	20.516	90026, AZ-37-X006	$ 892,977
Highway Safety Cluster:			
State and Community Highway Safety, passed through the Arizona Governor's Office of Highway Safety	20.600	2007-AL-006, 2006-157PT-006	29,297
Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants, passed through the Arizona Governor's Office of Highway Safety	20.601	2007-K8HV-004, 2007-K8-016, 2007-K8-042, 2007-HVE-007	120,291
Total Highway Safety Cluster			149,588
Interagency Hazardous Materials Public Sector Training and Planning Grants, passed through the Arizona Emergency Response Commission	20.703	None	2,043
Safe Routes to School Program, passed through the State and Territorial Injury Prevention Directors Association	20.DTNH22-06-H-00065	None	12,500
Total U.S. Department of Transportation			3,220,823
U.S. Environmental Protection Agency			
Air Pollution Control Program Support	66.001		891,451
Surveys, Studies, Research, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act	66.034		56,728
Total U.S. Environmental Protection Agency			948,179
U.S. Department of Energy			
Weatherization Assistance for Low-Income Persons, passed through the Arizona Department of Commerce	81.042	C064-07	220,478
U.S. Department of Education			
Adult Education—Basic Grants to States, passed through the Arizona Department of Education	84.002	08FAEABE-870694-02A, 08FAECIV-870694-01A	244,786
Special Education—Grants to States, passed through the Arizona Department of Education	84.027	07FESSCG-770692-02A, 08FESCBG-870696-04A, 08FESCBG-870692-01A, 08FESSCG-870692-02A	53,896

(Continued)

See accompanying notes to schedule.

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008
(Continued)

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA Number	Pass-Through Grantor's Number	Expenditures
Safe and Drug-Free Schools and Communities— State Grants, passed through the Arizona Department of Education	84.186	07FBPIVB-760738-04A, 08FSDIVB-860738-02A	$ 12,908
Fund for the Improvement of Education	84.215		223,681
Twenty-First Century Community Learning Centers, passed through the Arizona Department of Education	84.287	07FBPCY3-770696-01A, 07FBPCY4-760738-01A, 08FSECY5-860738-01A, 08FSECY4-870696-01A	296,224
State Grants for Innovative Programs, passed through the Arizona Department of Education	84.298	06FAATVE-660738-02A	11,126
Education Technology State Grants, passed through the Arizona Department of Education	84.318	06FBPETD-660738-05A	5,672
Education Technology State Grants, passed through Pima County	84.318	08FSESTP-860950-10A	145,483
Total Education Technology State Grants			151,155
Early Reading First, passed through Arizona State University	84.359	05-549	533
English Language Acquisition Grants, passed through the Arizona Department of Education	84.365	06FAAENG-670696-05A, 07FAAENG-770696-05A, 08FAAENG-870696-06A	117,773
Improving Teacher Quality State Grants, passed through the Arizona Department of Education	84.367	06FAAIEQ-670696-07A, 07FAAAZE-770696-02A, 08FAAAZE-870696-03A	93,239
Total U.S. Department of Education			1,205,321
U.S. Department of Health and Human Services			
Aging Cluster:			
Special Programs for the Aging—Title III, Part B— Grants for Supportive Services and Senior Centers, passed through Area Agency on Aging	93.044	2007-29-MCSM, 2007-38-MCSTS, 2008-31-MCSM, 2008-30-MCSTS	373,339
Special Programs for the Aging—Title III, Part C— Nutrition Services, passed through the Area Agency on Aging	93.045	2008-30-MCSTS	233,756

(Continued)

See accompanying notes to schedule.

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008
(Continued)

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA/ Number	Pass-Through Grantor's Number	Expenditures
Nutrition Services Incentive Program, passed through the Area Agency on Aging	93.053	2008-30-MCSTS	$ 49,817
Total Aging Cluster			656,912
Project Grants and Cooperative Agreements for Tuberculosis Control Programs, passed through the Arizona Department of Health Services	93.116	HG352247, HG852310	266,069
Consolidated Health Centers (Health Care for the Homeless)	93.224		2,191,330
Mental Health Research Grants, passed through Arizona State University	93.242	07-860	42,000
Substance Abuse and Mental Health Services— Projects of Regional and National Significance, passed through the University of Arizona	93.243	Y772798	13,148
Immunization Grants, passed through the Arizona Department of Health Services	93.268	HG352193, HG854288	2,029,324
Centers for Disease Control and Prevention— Investigations and Technical Assistance	93.283		72,121
Centers for Disease Control and Prevention— Investigations and Technical Assistance, passed through the Arizona Department of Health Services	93.283	252031, HG754199	2,607,884
Total Centers for Disease Control and Prevention— Investigations and Technical Assistance			2,680,005
Promoting Safe and Stable Families, passed through the Child and Family Resources, Inc.	93.556	C86-06-577-1-01, C86-06-577-1-02, 4375068	52,966
Temporary Assistance for Needy Families, passed through the Arizona Department of Economic Security	93.558	E6306005	871,941
Child Support Enforcement, passed through the Arizona Department of Economic Security	93.563	G 02-04-AZ-4004, DES060728-1	1,188,742
Low-Income Home Energy Assistance, passed through the Arizona Department of Economic Security	93.568	E6306005	1,441,213
Low-Income Home Energy Assistance, passed through the Arizona Department of Commerce	93.568	C064-07	352,143
Total Low-Income Home Energy Assistance			1,793,356
Community Services Block Grant, passed through the Arizona Department of Economic Security	93.569	E6306005	1,149,451
Refugee and Entrant Assistance—Discretionary Grants, passed through the Arizona Department of Economic Security	93.576	E6305001	939,139

(Continued)

See accompanying notes to schedule.

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008
(Continued)

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA Number	Pass-Through Grantor's Number	Expenditures
Head Start	93.600		$ 18,810,478
Voting Access for Individuals with Disabilities—Grants to States, passed through the Arizona Secretary of State	93.617	HHS-2006-ACF-ADD-VOTE-0135	4,261
Social Services Block Grant, passed through Area Agency on Aging	93.667	2008-30-MCSTS, 2008-31-MCSM	240,053
Social Services Block Grant, passed through the Arizona Department of Economic Security	93.667	E6306005	334,153
Total Social Services Block Grant			574,206
Specially Selected Health Projects	93.888		320,492
HIV Emergency Relief Project Grants	93.914		7,672,747
HIV Care Formula Grants, passed through the Arizona Department of Health Services	93.917	HG754273	41,419
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs, passed through the Arizona Department of Health Services	93.919	HG361201, HG761266	271,143
Healthy Start Initiative	93.926		366,801
HIV Prevention Activities—Health Department Based, passed through the Arizona Department of Health Services	93.940	HG454516, HG652198	561,731
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance, passed through the Arizona Department of Health Services	93.944	HG652198	135,050
Preventive Health Services—Sexually Transmitted Diseases Control Grants, passed through the Arizona Department of Health Services	93.977	HG354249, HG354255, HG854317, HG854321	564,474
Preventive Health and Health Services Block Grant, passed through the Arizona Department of Health Services	93.991	HG354175, HG854371	162,768
Maternal and Child Health Services Block Grant to the States, passed through the Arizona Department of Health Services	93.994	HG754060, HG861344, HP461323, HP461413	705,137
Total U.S. Department of Health and Human Services			44,065,090
U.S. Department of Homeland Security			
Emergency Food and Shelter National Board Program, passed through the United Way	97.024	025600-023	153,021

(Continued)

See accompanying notes to schedule.

Maricopa County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008
(Continued)

Federal Grantor/Program Title/ Pass-Through Grantor	CFDA Number	Pass-Through Grantor's Number	Expenditures
Emergency Management Performance Grants, passed through the Arizona Department of Emergency and Military Affairs	97.042	None	$ 297,178
Homeland Security Grant Program, passed through the Arizona Department of Emergency and Military Affairs	97.067	2005-GE-T5-0030, 2006-GE-T6-0007	1,054,894
Homeland Security Grant Program, passed through the Arizona Department of Homeland Security	97.067	2005-GE-T5-0030, 2006-GE-T6-0007, 222205-05, 07-AZDOHS-HSGP-333803-02, 07-AZDOHS-HSGP-333803-03, 07-AZDOHS-HSGP-333212-03, 07-AZDOHS-HSGP-333212-01, 07-AZDOHS-LETPP-333212-04	251,071
Total Homeland Security Grant Program			1,305,965
Homeland Security Biowatch Program	97.091		411,210
Disaster Housing Assistance Grant	97.109		108,129
Immigration and Customs Enforcement Joint Operations	97.AZ0070000		20,851
Total U.S. Department of Homeland Security			2,296,354
Total Expenditures of Federal Awards			$ 107,462,743

See accompanying notes to schedule.

Maricopa County
Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008

Note 1 – Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Maricopa County and is presented on the modified accrual basis of accounting, except for the following programs: Schools and Roads—Grants to States (10.665), Payments in Lieu of Taxes (15.226), Distribution of Receipts to State and Local Governments (15.227), and State Criminal Alien Assistance Program (16.606). For these programs, revenues received during the fiscal year are considered earned and are reported as expenditures. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations.* Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

The amounts included on the schedule of $30,881 for the HIV Prevention Activities—Health Department Based program (93.940), and $123,592 for the Preventive Health Services—Sexually Transmitted Diseases Control Grants program (93.977) represent the value of noncash assistance expended for each of the federal programs.

Note 2 – Catalog of Federal Domestic Assistance (CFDA) Number

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2008 *Catalog of Federal Domestic Assistance*. When no CFDA number had been assigned to a program, the two-digit federal agency identifier, a period, and the federal contract number were used. When there was no federal contract number, the two-digit federal agency identifier, a period, and the word “unknown” were used.

Note 3 – Subrecipients

From the federal expenditures presented in the schedule, the County awarded the following to subrecipients:

Program Title	CFDA Number	Amount
Community Development Block Grants/Entitlement Grants	14.218	$1,959,312
Emergency Shelter Grants Program	14.231	81,000
HOME Investment Partnerships Program	14.239	5,029,078
Comprehensive Approaches to Sex Offender Management Discretionary Grant (CASOM)	16.203	22,856
Juvenile Accountability Block Grants	16.523	149,135
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	468,998

Maricopa County
Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2008

Program Title	CFDA Number	Amount
Edward Byrne Memorial Justice Assistance Grant Program	16.738	$ 930,847
WIA Youth Activities	17.259	1,468,612
WIA Dislocated Workers	17.260	45,000
Incentive Grants—WIA Section 503	17.267	24,263
Highway Planning and Construction	20.205	468,791
Weatherization Assistance for Low-Income Persons	81.042	220,478
Consolidated Health Centers (Health Care for the Homeless)	93.224	94,254
Immunization Grants	93.268	156,195
Temporary Assistance for Needy Families	93.558	307,426
Low-Income Home Energy Assistance	93.568	352,143
Community Services Block Grant	93.569	761,377
Head Start	93.600	7,294,059
Social Services Block Grant	93.667	334,153
HIV Emergency Relief Project Grants	93.914	4,887,148
Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	132,096
Maternal and Child Health Services Block Grant to the States	93.994	140,771
Homeland Security Grant Program	93.067	9,099
Total Awards to Subrecipients		$25,337,091

Maricopa County
Schedule of Findings and Questioned Costs
Year Ended June 30, 2008

Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified	
	Yes	No
Material weaknesses identified in internal control over financial reporting?	X	
Significant deficiencies not considered to be material weaknesses?	X	
Noncompliance material to the financial statements noted?		X

Federal Awards

Material weaknesses identified in internal control over major programs?	X	
Significant deficiencies identified not considered to be material weaknesses?	X	
Type of auditors' report issued on compliance for major programs:	Unqualified	
Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (section .510[a])?	X	

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)
14.871	Section 8 Housing Choice Vouchers
14.872	Public Housing Capital Fund Program
17.258, 17.259, 17.260	WIA Cluster
93.283	Centers for Disease Control and Prevention—Investigations and Technical Assistance
93.600	Head Start
97.091	Homeland Security Biowatch Program

Dollar threshold used to distinguish between Type A and Type B programs:	$3,000,000	
Auditee qualified as low-risk auditee?		X

Other Matters

Auditee's Summary Schedule of Prior Audit Findings required to be reported in accordance with Circular A-133 (section .315[b])?	X	

Financial Statement Findings

08-01
The County needs to improve infrastructure reporting

The County maintains a network of flood control and transportation infrastructure assets valued at $1.4 billion, so it is essential that the County accurately value and account for these assets. However, the County did not have sufficient internal control policies and procedures to ensure that all flood control and transportation infrastructure assets were identified, properly valued, and reported. Specifically, for flood control construction projects, the County incorrectly included $20 million in projects managed by other governments in the financial statements. Additionally, auditors tested eight flood control construction projects deleted from the County's records and noted that the County did not properly value each project. This error caused construction in progress and land to be recorded incorrectly on the financial statements.

Also, the County reported $19 million in transportation infrastructure assets that were annexed by other governments, and an additional $9 million in assets was reported for the donation of bridges that the County did not own at fiscal year-end. In addition, the County recorded a $17 million construction project on the financial statements that had previously been excluded because the County asserted that it did not own the asset. Further, the County omitted $9 million of land donations received in prior fiscal years. Finally, the County did not properly value donated transportation infrastructure assets at fair market value at the date of donation and did not document its determination of fair market values for donated land.

The County adjusted its financial statements for all significant errors and restated the July 1, 2007, balances for errors affecting prior years. These deficiencies are considered to be a material internal control weakness.

To help ensure that the County accurately accounts for its flood control and transportation infrastructure assets, the County should implement the following procedures:

- Perform a detailed review of all intergovernmental agreements and other supporting documentation for all flood control and transportation construction projects and identify and ensure all infrastructure assets of the County are properly valued and recorded in its capital assets listing.
- Obtain all property annexations filed by other governments with the County Recorder's Office and remove these infrastructure assets from the County's capital assets listing in the year of annexation.
- Monitor and ensure the County's capital assets policies are being followed.
- Maintain an up-to-date inventory of county-owned infrastructure assets.

08-02
The County needs to improve capital asset reporting

Capital assets represent more than 62 percent of the County's total assets. Therefore, it is essential that the County accurately report these assets in its financial statements and maintain control over them. However, the County did not always follow its capital assets policies and procedures. For example, the County found and corrected an error that understated capital assets beginning balances by $19 million because of the omission of capital assets it purchased in previous fiscal years. The error occurred primarily because the acquisition of these capital assets were not reported to the Department of Finance in a timely manner.

To help ensure that the County maintains physical control over its capital assets and accurately reports them, the County should follow its existing internal control policies and procedures that require departments to prepare and submit capital assets acquisition forms to the Department of Finance for newly acquired assets in a timely manner to ensure assets are recorded in the correct fiscal year.

A similar recommendation was provided to the County in the prior year.

08-03
The Office of Enterprise Technology needs to improve controls over the Treasurer's computer systems

The Treasurer's Office computer systems are central to its daily operations for collecting and distributing property taxes and managing and investing more than $3.9 billion in public monies belonging to the County, school districts, and other special districts in the County. The Treasurer's computer systems are operated by the Office of Enterprise Technology (OET). However, the OET did not have adequate internal controls to monitor the information systems used by the Treasurer's Office. As a result, the OET did not regularly review security reports for failed login attempts and did not have an automated logging device to track changes made directly to the systems' databases. Further, the activities of users with high-level access privileges were not reviewed. In addition, the OET did not use its established program change control process to track all changes made to the systems.

These deficiencies are considered to be a material internal control weakness.

To help strengthen controls over the Treasurer's computer systems, the OET should:

- Regularly review security reports for failed login attempts.
- Monitor the activities of users with high-level privileges.
- Institute an automated logging device to track changes made directly to the systems' databases and verify all significant changes are appropriately documented and approved. Also, the log should be given to the Treasurer's Office for review.
- Use the established program change control process for changes made to the systems and ensure that all requests have been appropriately authorized, developed, tested, reviewed, and approved.

08-04
The Office of Enterprise Technology should develop, implement, and test a disaster recovery plan

The County's payroll information system and the Treasurer's computer systems are vital to the County's daily operations as these systems process and store critical information. Therefore, it is critical that the Office of Enterprise Technology (OET) have a properly designed disaster recovery plan in place to provide for the continuity of operations and that electronic data files are not lost in the event of a major system or equipment failure or other interruption. In addition, written policies and procedures that provide instructions to employees for processing daily transactions in the event of a disaster are also necessary. However, the OET did not follow existing policies and procedures requiring each department to develop a disaster recovery plan. Therefore, no disaster recovery plan was established for the County's payroll or Treasurer's computer systems.

To help ensure continuity of operations in the event of a major equipment or system failure or other service interruption, the OET should develop and implement a disaster recovery plan and test it annually. In addition, the OET should ensure the plan includes the following:

- A risk analysis identifying exposures, and an assessment of the impact on the County.
- A listing of current employees assigned to disaster teams, including telephone numbers.
- Employee assignments and responsibilities.
- A designated alternative computer facility or arrangements with vendors to support hardware and software requirements.
- Details of off-site storage locations and availability of information stored at these locations.
- A list of procedures for processing critical transactions, including forms or other documents to use.
- Restoration procedures for backup media (i.e., tapes and servers).
- An outline of overall testing strategies, establishing testing frequencies, and documentation of testing the disaster plan.

A similar recommendation was provided to the County in the prior year.

08-05
The County should accurately report its operating leases financial disclosure

The County rents equipment and office space under the terms of operating leases. As required by Generally Accepted Accounting Principles, current year rental expense and future lease payments for these lease agreements are to be reported in the notes to the financial statements. However, the County did not adequately review the amounts reported in the operating lease note disclosure. As such, auditors noted numerous errors in the compilation of the operating leases note disclosure and determined the County incorrectly reported its rental expense and future lease payments by $1,420,463 and $1,052,416, respectively. For example, the County did not use the correct lease terms or amounts when calculating rental expense and future lease payments. The County corrected all the errors noted by auditors.

To help ensure that financial statement users have information that is useful, the County should follow its policies and procedures to ensure that amounts presented are accurate.

The other auditors that audited the discretely presented component unit, the Phoenix Regional Sports Commission (Sports Commission), reported the following significant deficiencies for the Sports Commission:

08-06
Sports Commission

Inadequate documentation of bank reconciliations: We were unable to locate documentation of timely bank reconciliations. Timely bank reconciliations is a key to maintaining adequate control over both cash receipts and disbursements. We recommend that documentation of such reconciliations be printed, reviewed by Management, and filed in a systematic manner.

Management response: None reported.

08-07
Sports Commission

Record retention and maintenance: We recommend that the Commission institute a more formal record retention policy related to maintaining documentation underlying cash receipts and disbursements. The current procedures of filing paid invoices and cash receipt documentation does not appear to be consistently followed.

Management response: None reported.

Other Internal Control Deficiencies

While performing the 2008 financial statement audit of Maricopa County, auditors also conducted a procedural review focused on evaluating internal controls established by the Maricopa County Attorney's Office and the Maricopa County Sheriff's Office over the administration and use of Anti-Racketeering Influenced and Corrupt Organizations (RICO) monies. Our review consisted primarily of inquiries, observations, and selected tests of internal control policies and procedures, accounting records, and related documents. The review was more limited than would be necessary to give an opinion on internal controls. Accordingly, we do not express an opinion on internal controls or ensure that all deficiencies in internal controls are disclosed. Further, items 08-08 through 08-11 are not significant deficiencies as defined by U.S. generally accepted auditing standards and *Government Auditing Standards*.

08-08
The Sheriff's Office should follow county travel policies

Maricopa County has established policies and procedures to properly control employee travel. However, the Sheriff's Office has not always followed these procedures. Although Anti-Racketeering Influenced and Corrupt Organizations Act (RICO) monies can be spent on law enforcement training and travel, the Sheriff's Office did not ensure that these expenditures complied with county travel policies. For example, some travel reimbursement claims included lodging charges that exceeded allowable rates, and there was no documented justification for these exceptions to the County's travel policies. In addition, for one conference, Sheriff's Office employees stayed at the most expensive conference hotel even though less expensive options were available as shown in the conference brochure. In addition, travel requests did not always include adequate information to justify the use of RICO monies, including a clear purpose for the travel or explanation of the training's relevance to job responsibilities. Auditors performed additional procedures and determined that travel and training costs were an allowable use of RICO monies. Furthermore, in one case, Sheriff's employees were allowed to rent a vehicle without providing clear justification that the use of the rented vehicle was for the County's advantage rather than for the employee's personal convenience and that the rental of the vehicle would result in an overall reduction in the trip budget expenditure.

To help ensure that all monies expended for travel are appropriate and in accordance with county travel policies, the Sheriff's Office should:

- Evaluate current practices regarding travel expenses and ensure that all employees are familiar with the established travel policies.
- Establish the necessary controls to ensure that the County's travel policies are followed consistently.
- Require sufficient documentation and approval to justify the use of RICO monies for travel and training costs, and maintain the documentation in each travel file.
- Thoroughly review the travel reimbursement claims to ensure employees are following established travel policies.

08-09
The Sheriff's Office should ensure expenditures of RICO monies are allowable and properly documented

In accordance with state statutes and federal laws, RICO monies can be used for law enforcement activities, including community policing activities, training, and law enforcement operations that could result in further seizures and forfeitures. RICO monies cannot be used for nonlaw enforcement personnel and nonlaw enforcement expenditures. Auditors noted expenditures that did not appear allowable under the state RICO statutes and federal laws. Specifically, the Sheriff's Office used RICO monies to pay $1,375 in travel costs for a member of the County Board of Supervisors, who is not a law enforcement officer, to attend a National Sheriff's conference. Also, expenditures that appeared to support general agency operations totaling approximately $728, including a staff recruiting sign and monthly bottled water delivery, were paid from RICO monies.

While RICO monies can be used for a wide variety of law enforcement activities, expenditures of RICO monies must be supported by adequate documentation. Auditors noted meals and hotel rooms totaling approximately $4,500 for visiting law enforcement officials from Honduras were approved and paid from RICO monies without the proper detailed supporting documentation required by county policy, including itemized restaurant receipts, purpose of the function, agenda, and list of attendees. Auditors were able to determine that these expenditures were allowable under the RICO statute and laws based on review of available supporting documentation.

To help ensure that RICO monies are spent only for allowable purposes, the Sheriff's Office should thoroughly review RICO expenditure requests and require supporting documentation to ensure that monies are spent in accordance with applicable state and federal laws. Expenditures should be carefully reviewed to prevent RICO monies from being spent for goods or services reasonably expected to be paid from the County's operating monies. When the use of RICO monies is not immediately discernible, policies should require supporting documentation to demonstrate that the expenditure was for law enforcement activities.

08-10
The County Attorney's Office should ensure law enforcement agencies report their use of RICO monies

Arizona Revised Statutes (A.R.S.) §§13-2314.01 and 13-2314.03 require all state and local law enforcement agencies to maintain their RICO monies with either the Attorney General or the local county attorney. The RICO fund maintained by the Maricopa County Attorney's Office includes RICO monies of 22 local law enforcement agencies. Quarterly, these local law enforcement agencies are required to submit a report of expenditures of their RICO monies to the County Attorney's Office. The County Attorney's Office is required by A.R.S. §13-2314.03 to collect these reports and submit them to the ACJC. If a local law enforcement agency fails to file a report with the County Attorney's Office within 45 days after the report is due and there is no good cause for the delay as determined by the ACJC, the County Attorney's Office should not allow the local law enforcement agency to make expenditures from their RICO monies until the report is filed. However, the County Attorney's Office did not always follow its established policies and procedures to ensure that the local law enforcement agencies submitted their quarterly reports in a timely manner and to notify local law enforcement agencies when reports were delinquent. For one reporting quarterly period tested and submitted to the ACJC, the County Attorney's Office received and submitted quarterly reports from 5 local law enforcement agencies, while reports for 17 agencies had not been

received by the quarterly deadline. Further, the County Attorney's Office did not have documentation to support that the local law enforcement agencies had been notified of the delinquent reports. Auditors did not note any unallowable expenditures related to these specific reports tested.

To help ensure compliance with A.R.S. §13-2314.03, the County Attorney's Office should work with the local law enforcement agencies to improve the quarterly reporting of RICO account activities. In addition, the County Attorney's Office should notify the local law enforcement agency when a report is delinquent and retain a copy of the notification in the file along with a date of when the delinquent report was received. Further, if a local law enforcement agency does not submit the report within 45 days of the quarterly due date, and ACJC has not determined there is good cause for the delay, the County Attorney's Office should suspend expenditures from the fund for benefit of the local law enforcement agency until the reports are received.

08-11
The County Attorney's Office should properly monitor programs funded with RICO monies

The County Attorney's Office awards RICO monies to local nonprofit organizations to administer gang and substance abuse prevention and education programs. Monies are sent to the nonprofit organization in one lump sum at the beginning of the agreement. The nonprofit organization must submit a final program and financial report within 60 days of project completion. However, the description of the intended use of monies in the funding requests and final program and financial reports submitted by the nonprofit organizations did not always include enough information to determine how the program would help prevent participation in gangs or substance abuse. Funding requests and final program and financial reports often described programs designed to teach life skills and character development, but did not indicate a clear objective of gang and substance abuse prevention and education. For example, $5,000 was awarded to pay the cost of a soccer program to improve the life of families through instruction and involvement in youth soccer; however, the nonprofit organization did not demonstrate how the monies were used to provide anti-gang and anti-drug instruction and materials to the participants.

In addition, the funding requests and final program and financial reports for three other nonprofit organizations did not contain sufficient detail to clearly demonstrate the activities of the program were for gang and substance abuse prevention and education. Further, the County Attorney's Office did not always receive the final program and financial reports from the nonprofit organizations within 60 days of completing the project. For three of six programs tested, the County Attorney's Office did not obtain the reports until requested by the auditors in September 2008 when the programs ended in May 2006 and December 2007.

To properly monitor programs funded with RICO monies, the County Attorney's Office should modify its grant application process to require nonprofit organizations to clearly identify program objectives, and explain how the objectives are directed to and support gang and substance abuse prevention and education, before these organizations are given RICO monies. Proposals submitted by nonprofit organizations should include a detailed narrative course description, course outlines, and examples of the materials that will be used during the program. In addition, the County Attorney's Office should ensure that final program and financial reports are received from all nonprofit organizations within 60 days of the program's end. These reports should be reviewed to ensure that monies were used to achieve the program's objectives as outlined in the grant application and proposal.

Federal Award Findings and Questioned Costs

08-101
Workforce Investment Cluster
CFDA No.: 17.258 **WIA Adult Program**
17.259 **WIA Youth Activities**
17.260 **WIA Dislocated Workers**
U.S. Department of Labor
Passed through the Arizona Department of Economic Security
Award Years: April 1, 2005 through June 30, 2008
April 1, 2006 through June 30, 2009
April 1, 2007 through June 30, 2010
April 1, 2008 through June 30, 2011
Award Numbers: DE070298001, DE081030001 DE081290001, E5706007
Activities Allowed/Unallowed and Allowable Costs/Cost Principles
Questioned Cost: $368

CFDA No.: 93.600 **Head Start**
U.S. Department of Health and Human Services
Award Year: July 1, 2007 through June 30, 2008
Award Number: 09CH7096/42
Activities Allowed/Unallowed and Allowable Costs/Cost Principles
Questioned Cost: None

The County's Department of Human Services did not always adhere to its internal control policies and procedures to ensure that all required documentation was maintained for purchasing card expenditures. Specifically, the Department is required to maintain a purchase transaction log; vendor invoice, receipt, or confirmation of the transaction; monthly bank statement; and supervisor approval as evidenced by a signature on the purchase transaction log for each purchasing card transaction. In addition, 29 Code of Federal Regulations (CFR) §97.42 and 45 CFR §92.42 require documents to be retained for 3 years. However, the Department did not comply with the following:

- For the Workforce Investment Act (WIA) Cluster, the Department did not retain documents to support the expenditures and/or the approval for 6 out of 13 purchasing card transactions tested. Further, 2 of the transactions were not supported by a vendor invoice, receipt, or confirmation of the transaction, and consequently, auditors were unable to determine if the costs were spent on allowable activities and for allowable costs resulting in a questioned cost of $368.
- For Head Start, the Department did not retain all required documents to support the expenditures and/or the approval for three out of five purchasing card transactions tested. However, auditors were able to determine that the costs were spent on allowable activities.

It was not practical to extend our auditing procedures sufficiently to determine whether any additional questioned costs resulted from this finding. For WIA, this finding is considered a material internal control weakness and noncompliance with the cluster's activities allowed/unallowed and allowable costs/cost principles requirements. For Head Start, this finding is considered a significant deficiency over the programs activities allowed/unallowed and allowable costs/cost principles requirements, as purchasing card expenditures were not significant to the program.

To comply with 29 CFR §97.42, 45 CFR §92.42, and the Department's internal control policies and procedures, the Department should maintain adequate supporting documentation for each expenditure transaction, such as purchase transaction logs, vendor invoices, receipt or confirmation of the transaction, and monthly bank statements for 3 years. In addition, all purchase card transactions should be approved by a supervisor.

08-102
Workforce Investment Act Cluster
CFDA No.: 17.258 WIA Adult Program
17.259 WIA Youth Activities
17.260 WIA Dislocated Workers
U.S. Department of Labor
Passed through the Arizona Department of Economic Security
Award Years: April 1, 2005 through June 30, 2008
April 1, 2006 through June 30, 2009
April 1, 2007 through June 30, 2010
April 1, 2008 through June 30, 2011
Award Numbers: DE070298001, DE081030001, DE081290001, E5706007
Activities Allowed/Unallowed and Allowable Costs/Cost Principles
Questioned Cost: Unknown

The County's Department of Human Services is required by 2 CFR Appendix A Part 225 §§(C)(3)(a) and (C)(1)(j) to maintain adequate supporting documentation for costs that are assignable to cost objectives in accordance with the relative benefits received. However, the Human Services Department did not retain adequate supporting documentation for its cost allocation of payroll charges between federal and nonfederal activities as the Department did not establish internal control policies and procedures. Specifically, for 6 out of 70 employees, the payroll allocation reported on the employee timesheets did not agree to the actual allocation of the employee's payroll charges. Also, not all expenditures were properly reallocated from the cost pool into WIA cluster's expenditures. As a result, auditors were unable to verify if payroll charges were properly allocated to the program in accordance with the relative benefits received.

It was not practical to extend our auditing procedures sufficiently to determine the amount of questioned costs, if any, that may have resulted from this finding. This finding is a material internal control weakness and noncompliance with the cluster's activities allowed/unallowed and allowable costs/cost principles requirements.

To comply with 2 CFR Appendix A, Part 225 §§(C)(3)(a) and (C)(1)(j), the Department should ensure costs are assignable to cost objectives in accordance with relative benefits received. In addition, the Department should maintain adequate supporting documentation for each payroll cost allocation, including employee timesheets and explanations of other determinations made. Furthermore, to ensure separate accountability is maintained for time charges between federal and nonfederal activities, the Department should develop written policies and procedures of their allocation methodology.

08-103
Workforce Investment Act Cluster
CFDA No.: 17.258 WIA Adult Program
17.259 WIA Youth Activities
17.260 WIA Dislocated Workers
U.S. Department of Labor
Passed through the Arizona Department of Economic Security
Award Years: April 1, 2005 through June 30, 2008
April 1, 2006 through June 30, 2009
April 1, 2007 through June 30, 2010
April 1, 2008 through June 30, 2011
Award Numbers: E5706007, DE081290001, DE070298001, DE081030001
Suspension and Debarment

Questioned Cost: None

CFDA No.: 93.600 Head Start
U.S. Department of Health and Human Services
Award Year: July 1, 2007 through June 30, 2008
Award Number: 09CH7096/42
Suspension and Debarment

Questioned Cost: None

The County's Department of Human Services is required by each grantor agency's administrative requirements to verify that vendors and subrecipients are not suspended or debarred before entering into transactions with them to be paid with federal monies. However, not all employees were aware of this requirement, and consequently, the Department was unable to provide documentation that it verified that vendors who were paid over $25,000 in federal monies were not suspended or debarred. Specifically, for 3 of 14 for WIA cluster and 8 out 11 vendors tested for Head Start, auditors noted that the Department was unable to provide documentation that the vendors status was verified. For this cluster and program, auditors performed additional procedures and noted no instances of noncompliance as no payments were made to suspended or debarred vendors or subrecipients. This finding has the potential to affect other federal programs administered by the Department.

This finding is a material internal control weakness with both the cluster's and program's suspension and debarment requirements. This finding is similar to a prior year finding.

To ensure compliance with 29 CFR §97.35 and 45 CFR §92.35, the Department should document its determination that vendors being paid over $25,000 in federal monies have not been suspended or debarred from doing business with governmental entities. This verification may be accomplished by checking the Excluded Parties List System maintained by the U.S. General Services Administration, obtaining a certification from the vendor or subrecipient, or adding a clause or condition to the contract with that entity.

08-104
CFDA No.: 93.600 **Head Start**
U.S. Department of Health and Human Services
Award Year: July 1, 2007 through June 30, 2008
Award Number: 09CH7096/42
Matching
Questioned Cost: Unknown

The County's Department of Human Services is required to provide 25 percent of the total cost of the program, which can include cash and in-kind matching contributions. The Department has procedures in place that require in-kind forms be signed by the volunteer/donor and for those forms to be reviewed and approved by the Head Start program staff as internal control procedures were not adhered to. However, 3 of 48 in-kind forms tested did not include the signature by Head Start program staff. Therefore, auditors could not determine if the in-kind forms had been reviewed and approved by Head Start program staff.

It was not practical to extend our auditing procedures sufficiently to determine the amount of questioned costs, if any, that may have resulted from this finding. However, for the 48 in-kind forms tested, auditors determined they appeared to be from an allowable source and the Department complied with the matching requirement. This finding is a material internal control weakness with the program's matching requirements. This finding is similar to a prior year finding.

To ensure the propriety, accuracy, and reasonability of the in-kind matching contributions, the Department should adhere to its policies and procedures to ensure that in-kind forms are reviewed, approved, and signed by Head Start program staff.

08-105
CFDA No.: 10.557 **Special Supplemental Nutrition Program for Women, Infants, and Children**
U.S. Department of Agriculture
Passed through the Arizona Department of Health Services
Award Year: July 1, 2007 through June 30, 2008
Award Numbers: HG361070, HG761304, HG861080, HP661311
Eligibility
Questioned Cost: Unknown

The County's Department of Public Health uses the Arizona In Motion System (AIMs) to determine eligibility and the food packages that will be issued to certified participants. The Federal Information System Controls Audit Manual (FISCAM), chapter 3.4, recommends that work responsibilities should be segregated so that one individual does not control all critical stages of a process. However, the Department did not have adequate internal control policies and procedures to ensure that there was adequate segregation of duties within AIMs for the eligibly process. For example, Community Nutrition Workers and Clerks have access to information in AIMs that was not compatible with their job responsibilities as they both had the ability to determine eligibility and issue food packages. Department management was not aware that duties had not been adequately segregated.

It was not practical to extend our auditing procedures sufficiently to determine the amount of questioned costs, if any, that may have resulted from this finding. However, auditors reviewed 48 case files and noted that all individuals were eligible to participate in the program. This finding is a material weakness in internal controls with the program's eligibility requirements.

The Department should develop policies and procedures to ensure that there is adequate segregation of duties when assigning users access rights to AIMs to ensure that only eligible participants are issued food packages. In addition, the Department should review current user access rights and eliminate incompatible job responsibilities.

Maricopa County

Department of Finance

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May 11, 2009

Debbie Davenport
Auditor General
2910 North 44th Street, Suite 410
Phoenix, AZ 85018

Dear Ms. Davenport:

The accompanying Corrective Action Plan has been prepared as required by U.S. Office of Management and Budget Circular A-133. Specifically, we are providing you with the names of the contact persons responsible for corrective action, the corrective action planned, and the anticipated completion date for each audit finding included in the current year's Schedule of Findings and Questioned Costs.

Sincerely,

Shelby L. Scharbach
Finance Director

Maricopa County
Corrective Action Plan
Year Ended June 30, 2008

Financial Statement Findings

08-01
The County needs to improve infrastructure reporting
Contact Person: Chris Plumb, Programming and System Analysis Manager, Maricopa County Department of Transportation, (602) 506-4176; Dave Turner, Accountant, Maricopa County Flood Control District, (602) 506-8612
Anticipated Completion Date: Department of Transportation October 2009; Flood Control District completed

Concur. The County recognizes the significance of accurately valuing and accounting for its infrastructure assets and is in the process of implementing County-wide infrastructure policies and procedures that will provide departments with a framework to assist them in reporting, accounting for, and valuing their infrastructure assets. In addition, the Department of Transportation and the Flood Control District have strengthened their internal controls and procedures to specifically address the deficiencies noted. These procedures include: 1) performing detailed reviews of intergovernmental agreements, expenditures, and other supporting documents, 2) reorganizing the data entry process and improving the flow of information, and 3) providing periodic reporting of infrastructure data for validation. Further, the County will continue to evaluate opportunities to improve its policies and procedures over infrastructure assets to ensure that they are accurately accounted for, valued, and reported.

08-02
The County needs to improve capital asset reporting
Contact Person: Cynthia Moder, Senior Financial Analyst, Maricopa County Department of Finance, (602) 506-7842
Anticipated Completion Date: Completed

Concur. The County understands the importance of proper control over and reporting of capital assets and has increased its scrutiny on capital asset transactions to help ensure that they are accurately tracked, monitored, and reported. During fiscal year 2008, the County strengthened existing internal control procedures in addition to implementing additional procedures. As a result of the improved internal controls over capital assets, the County noted numerous assets that were not recorded properly, which resulted in the $19 million restatement amount noted in the finding. The County's procedures over capital assets include the following: 1) monthly reconciliations to ensure capital expenditures are properly recorded, 2) monthly capital outlay activity reports sent to applicable departments to ensure assets are properly capitalized, 3) monthly reconciliations of capital outlay expenditures to capital asset acquisition forms, and 4) annual validation and reconciliation of capital assets. In addition, the Department of Finance monitors and tracks department's compliance with the County Capital Asset Manual, including facilitating, tracking, and monitoring the monthly reconciliation and annual validation processes. As capital assets are a significant component of the County's total assets, the County will continue to strive to improve the Capital Asset Program and implement additional policies and procedures as necessary.

08-03

The Office of Enterprise Technology needs to improve controls over the Treasurer's computer systems

Contact Person: Rohini Badwal, Application Development Officer, (602) 506-8044, and Phil Van Kley, IT Consultant, (602) 506- 4635, Maricopa County Office of Enterprise Technology

Anticipated Completion Date: December 31, 2009

Concur. The Office of Enterprise Technology (OET) will identify an individual within OET to regularly review the daily failed login attempts report that is produced on the TIS production cluster. In addition, OET is in the process of refreshing the Treasurer's system, including the servers and hardware and software technology. Once these new systems are in place, OET, in cooperation with its business partners, will identify, evaluate and implement a solution set to mitigate the logging and monitoring issues. Finally, during fiscal year 2009, the Treasurer's IT Department was integrated with County-wide OET; as such, the Treasurer's systems now fully participate in the established change control board process ensuring that all change requests have been authorized, tested, reviewed and approved.

08-04

The Office of Enterprise Technology should develop, implement, and test a disaster recovery plan

Contact Person: Rohini Badwal, Application Development Officer, (602) 506-8044, and Phil Van Kley, IT Consultant, (602) 506- 4635, Maricopa County Office of Enterprise Technology

Anticipated Completion Date: HR Payroll System – After ADP implementation in October 2009; NexTIS and TIS Systems – Unknown as the project is in the early development stages.

Concur. The Office of Enterprise Technology (OET) and the Workforce Management & Development Department have been working together in collaboration with ADP to implement a new HR system for the County. Since the County is moving towards a new HR Payroll system, the Disaster Recovery for the PeopleSoft system is not being pursued. The new ADP system will include a fully functional plan that will be tested annually by OET. In addition, the Office of Enterprise Technology is currently working on an IT infrastructure plan that will support disaster recovery operations involving the Treasurer systems. This infrastructure plan encompasses the use of the Scottsdale-based I/O Data Center. The Treasurer's systems will utilize the I/O Site for disaster recovery/business continuity. OET is working with an external partner on an implementation plan including a recently completed application impact assessment and configuration items matrix.

Maricopa County
Corrective Action Plan
Year Ended June 30, 2008

08-05
The County should accurately report its operating leases financial disclosure
Contact Person: Bridget Harper, Financial Supervisor, Maricopa County Department of Finance, (602) 372-3505
Anticipated Completion Date: Completed

Concur. The County has existing internal control procedures over operating leases; however, these discrepancies were not caught during the normal review process. To ensure that these discrepancies do not occur in the future, the County will improve the internal review procedures to ensure amounts reported in the note disclosure and support are accurate and in accordance with Generally Accepted Accounting Principles.

Maricopa County
Corrective Action Plan
Year Ended June 30, 2008

Federal Award Findings and Questioned Costs

08-101
CFDA No.: 17.258 WIA Adult Program
CFDA No.: 17.259 WIA Youth Activities
CFDA No.: 17.260 WIA Dislocated Workers
CFDA No.: 93.600 Head Start
Contact Person: Michelle Stevens, Financial Support Supervisor, Maricopa County Human Services Department, (602) 506-4859
Anticipated Completion Date: June 30, 2009

The Maricopa County Human Services Department Finance Office will review and strengthen its internal control policies and procedures to ensure that all required documentation is properly documented and maintained for purchasing card expenditures. Additionally, the Maricopa County Human Services Department Finance Office will ensure that the appropriate staff are fully trained and adhere to the policies and procedures.

08-102
CFDA No.: 17.258 WIA Adult Program
CFDA No.: 17.259 WIA Youth Activities
CFDA No.: 17.260 WIA Dislocated Workers
Contact Person: Melba Davidson, Finance Administrator, Maricopa County Human Services Department, (602) 506-2513
Anticipated Completion Date: June 30, 2009

The Maricopa County Human Services Department Finance Office will ensure that payroll charges are properly allocated to the program in accordance with the relative benefits received.

In addition, the Maricopa County Human Services Department implemented real-time, on-line payroll distribution through its PeopleSoft HR/payroll system in fiscal year 2009. The Human Services Department Finance Office will review and strengthen its internal control policies and procedures to ensure that the department retains adequate supporting documentation for its cost allocation of payroll charges between federal and non-federal activities and ensure separate accountability is maintained for time charges between federal and nonfederal activities.

08-103
CFDA No.: 17.258 WIA Adult Program
CFDA No.: 17.259 WIA Youth Activities
CFDA No.: 17.260 WIA Dislocated Workers
CFDA No.: 93.600 Head Start
Contact Person: Melba Davidson, Finance Administrator, Maricopa County Human Services Department, (602) 506-2513
Anticipated Completion Date: June 30, 2009

Maricopa County
Corrective Action Plan
Year Ended June 30, 2008

The Maricopa County Human Services Department, Contract Management Unit will implement internal control policies and procedures to ensure compliance with the program's suspension and debarment requirements. The procedures will be implemented across all programs and will be in compliance with one of the three federal acceptable methods – verification by checking the Excluded Parties Lists System (EPLS) maintained by the General Services Administration, collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity.

Additionally, contracts or agreements issued by the Maricopa County Human Services Department will be prepared on a pre-approved contract template which includes the required suspension and debarment contract language.

It is important to note that WIA contracts originating in fiscal year 2008 were compliant. Annual review for ongoing contracts will follow the procedures stated above to ensure compliance with the program's suspension and debarment requirements.

08-104
CFDA No.: 93.600 Head Start
Contact Person: Marjorie Weiss, Assistant Director, Education, Maricopa County Human Services Department, (602) 506-4841
Anticipated Completion Date: June 30, 2009

The Maricopa County Human Services Department will ensure the appropriate staff adheres to its existing policies and procedures to ensure that in-kind forms are properly signed to document review of in-kind contributions. Department Head Start and Finance staff will team up to monitor, on a more frequent basis, adherence to its existing policies and procedures to ensure that in-kind forms are reviewed, approved, and signed by Head Start program staff.

08-105
CFDA No.: 10.557 Special Supplemental Nutrition Program for Women, Infants, and Children
Contact Person: Donna Thompson, Program Administrator – Office of Nutrition Services, Maricopa County Department of Public Health, (602) 506-9339
Anticipated Completion Date: June 1, 2009

The Maricopa County Department of Public Health will modify the AIM system security access for clerks to be limited to view only on the certification screens to ensure adequate segregation of duties. The clerks will not have the ability to make any changes on the certification screens and will only have the ability to update the demographic information on the registration screens.

MARICOPA COUNTY SHERIFF'S OFFICE

JOSEPH M. ARPAIO
SHERIFF

May 15, 2009

Debbie Davenport
Auditor General
2910 North 44th Street, Suite 410
Phoenix, AZ 85018

Dear Ms. Davenport:

The following Corrective Action Plan has been prepared in response to your findings 08-06 and 08.07. Specifically, I am providing you with the name of the contact persons responsible for corrective action, the corrective action planned, and the anticipated completion date for each finding.

Finding # 08-08
The Sheriff's Office should follow county travel policies
Contact Persons: Loretta Barkell, Director, Business Operations; Marilyn Haight, MSCO Travel Coordinator
Anticipated Completion date: May 22, 2009

The Sheriff's Office has evaluated current practices regarding travel expenses and has already provided training and guidance to employees responsible for this Office's travel arrangements. Controls have been put in place to review travel reporting each week.

Documentation and supporting justification will be provided for each RICO travel file. Staff of the Sheriff's Office will receive regular updates on reimbursement policies and procedures.

Finding # 08-09
The Sheriff's Office should ensure expenditures of RICO monies are allowable and properly documented
Contact Person: Loretta Barkell, Director, Business Operations
Anticipated Completion date: May 22, 2009

Concur. Requests for RICO expenditures will be thoroughly documented and supported by applicable RICO state and Federal statute.

Sincerely,

Loretta M. Barkell

Loretta Barkell
Director, Business Operations Command

Wells Fargo Plaza • 100 West Washington • Suite 1900 • Phoenix, Arizona 85003
(602) 876-1000 • Statewide Toll Free 1-800-352-4553 • WWW.MCSO.ORG

Maricopa County Attorney

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May 15, 2009

Debbie Davenport
Office of the Auditor General
2910 N. 44th Street, Suite 410
Phoenix, AZ 85018

RE: **FINDINGS O8-10 AND 08-11 AND ACTION PLANS:**

Dear Ms. Davenport:

Thank you for the time and efforts of your audit team. We were pleased to cooperate in such an important accountability process and to have the opportunity to respond to your findings. The Maricopa County Attorney's Office is pleased to read your general statement that these findings "are not significant deficiencies as defined by U.S. generally accepted auditing standards." At the same time we agree that we should strive to maintain transparency and regularity in discharging our statutory duties under §13-2314.03 and other statutes relating to the administration of the anti-racketeering revolving fund [hereinafter referred to as the asset forfeiture accounts or RICO accounts].

08-10
The County Attorney's Office should ensure law enforcement agencies report their use of RICO monies.

The County Attorney's Office believes that there is a misunderstanding as to the interplay of §13-2314.03(G) and §13-2314.03(F) but we do not disagree that the County Attorney's Office may take voluntary steps to improve overall compliance and reporting under the statutes. We simply do not agree that these changes arise to the level of a statutory duty.

We do not dispute that in the one quarter referred to in the audit a number of law enforcement agencies did not file their quarterly reports with the County Attorney as required by statute. A review of the accounts and correspondence with all of the agencies shows that while our memo to ACJC reported that only four agency reports were attached to our quarterly report, in fact five were included as one was received after the memo was actually drafted. We think it is important to note the structure of interacting statutory reporting scheme as well as the actual activities of these seventeen agencies.

The Statute pertaining to the duties of the county attorneys reads in relevant part that "****The County Attorney shall be responsible for collecting all reports from political subdivisions within that county and transmitting the reports to the Arizona criminal justice commission [sic] at the time that the county report required pursuant to subsection F of this section is submitted.****" §13-2314.03(G).

We think that a fair reading of the statute [§13-2314.03(G)] suggests a ministerial function on the county attorneys to obtain the reports from the political subdivisions of the state receiving finds and then forward them to the ACJC. This conclusion is born out by a more full reading of the statute in question. The same section of the statute that states that the county attorney "shall be responsible for collecting" the reports, places the burden on the individual unit of government or law enforcement agency to produce the report, not on the County Attorney:

****On or before ...[specified dates]...each political subdivision of this state receiving monies pursuant to this section...shall cause to be filed with the county attorney of the county in which the political subdivision is located a report for the previous calendar quarter.****"

§13-2314.03(G)

If a law enforcement agency does not produce a report as required by the statute there is nothing for the County Attorney to forward in its quarterly report to ACJC as required in §13-2314.03(F). In this instance the Maricopa County Attorney went one step further and notified the ACJC of the deficiencies of the reporting of the individual agencies. The statutory scheme then places the burden on the ACJC to take the next enforcement steps regarding the failure to report. This is noted inasmuch as the Audit Finding states **** and ACJC has not determined that there is good cause for the delay, the County Attorney's Office should suspend expenditures from the fund for the benefit of local law enforcement agency [the political subdivision] until the reports are received."

As we discussed in our initial meeting on the findings the statute makes it clear that:

"**** Monies deposited...shall be held for the benefit of the agency or agencies responsible for the seizure or forfeiture to the extent of their contribution. ****"

§13-2314.03(D).

This seems to be clear in that the triggering event which gives the county attorneys the authority to "make no expenditures from the fund for the benefit of the political subdivision" [after a failure to submit a quarterly report] under §13-2314.03(G) is the finding that "there is no good cause showing" by the ACJC. The county attorneys do not have the authority to suspend payments unless and until the ACJC determines that "there is no good cause showing" for the failure to report by the political subdivision [the individual law enforcement agency]. §13-2314.03(G).

We would also like to note the actual account activities of the agencies for the quarter in question and the fact that there were no financial improprieties discovered as a result of the absence of some quarterly reports. The breakdown of the records of the accounts of the seventeen non-compliant agencies reveals:

- Three reports were received from agencies within the 45 day deadline and had expenditure requests which could not have been withheld by the County Attorney;
- One report was received from an agency within the 45 day deadline but they did not have an expenditure request;
- Four reports were received after the 45 day deadline from agencies and they had made lawful [per §13-2314.03(G)] expenditure requests prior to filing their quarterly reports;
- Two reports were received after the 45 day deadline and the agencies did not have any expenditure requests;
- Six reports were never received but there was no account transaction by the agencies involved there was only the posting of interest accrued to their accounts;
- One report was never received from an agency and there was a single deposit for the quarter in question.

At the point of a "no good cause" determination, presumably the ACJC notifies a county attorney's office that it should begin to withhold expenditures on behalf of the delinquent reporting Agency. In the instant case there is no record of a finding by, or a notification from, the ACJC to the County Attorney, nor to one of the delinquent law enforcement agencies for that matter. Absent that finding the County Attorney has no duty to do conduct any but normal business with a law enforcement agency. Most of these agencies had little or no account activity to report.

ACTION PLAN:

Nonetheless we agree that the Maricopa County Attorney's Office can and will do more.

In future reporting cycles, we will resume the procedure of reminding the mandatory reporters, political subdivisions or agencies, when their quarterly report is due and requesting that it be filed with the County Attorney within the statutory deadlines. In addition, when faced with an instance of a failure to report, the County Attorney will take the additional step of asking that the Arizona Criminal Justice Commission to note the failure to report and take any action they deem appropriate, including determining whether there is "no good cause" for the failure to timely report. The County Attorney will request that the ACJC notify the County Attorney's Office of any further action required pursuant to statute including "make no expenditures from the fund for the benefit of the political subdivision" [§13-2314.03(G)] until the delinquent report is on file with the both the County Attorney and ACJC or the ACJC has changed its determination.

08-11
The County Attorney's Office should properly monitor programs funded with RICO moneys

The audit reviewed program files of non-profit agency requests for grants of RICO monies. Twice yearly the MCAO receives requests from community groups and other non-profit organizations, usually for small grants to further the purposes of the statute which provides in part "Monies in the fund may be used to provide funding of gang prevention programs, substance abuse prevention programs, substance abuse education programs…or for any purpose permitted by federal law****". §13-2314.03(E). These requests are reviewed by a three member Committee of experienced criminal justice professionals who make final recommendations on the applicant requests to the County Attorney. Not all applications receive funding and the grant conditions require among other things, a close-out report to be filed by a grantee within sixty days of the end of the program.

The audit reports that "the description of the intended use of the monies in the funding requests and final program and financial reports submitted by the non-profit organizations **did not always include enough information** to determine how the program would help prevent participation in gangs or substance abuse. Funding requests and final program and financial reports often described programs designed to teach life skills and character development but did not indicate a clear objective of gang and substance abuse prevention and education." [Emphasis added.]

In addition the Finding states that there were three other non-profit organizations whose funding requests and final program and financial reports "did not contain sufficient detail to clearly demonstrate the activities of the program were for gang and substance abuse prevention and education."

The Community RICO Grant Committee is made up of experienced public policy and criminal justice professionals who are familiar with crime prevention, gang prevention and drug abuse prevention programs as well as education programs designed to discourage involvement with gangs and drugs as required by Statute. §13-2314.03(E). We understand that the applications reviewed and approved may have described activities which appeared at first to have only indirect links to the stated statutory purposes but we are convinced that the judgments were sound.

For example, funding requests often described programs designed to teach life skills and character development without an explanation of how these curriculum actually can provide drug abuse resistance/prevention or avoid gang membership in the community grant context. There is nothing to suggest that the Committee and County Attorney could not properly conclude that the funded activities were permissible, but the documentation can and should be improved. Specific references to demonstrate that various grant activities would advance the stated statutory purposes and the additional documentation should be included in the future.

ACTION PLAN

Nonetheless we agree that public accountability and transparency is especially important in the area of RICO expenditures and will modify our grant making and tracking processes. While there is no statutory requirement that a program provide the copies of any course outlines or examples of materials to justify the Committee's initial recommendation as ratified by the County Attorney's decision we will modify the application and end of grant reporting process.

The Office is also in agreement that the follow-up reports on the community grant expenditures have on occasion been late or in a few cases were missing from the files. In the past, Committee Chairs have had to go to extra lengths to obtain the end of grant reports from what are often small, unsophisticated groups. Perhaps the immediate past Chair did not recognize that problem. We have addressed these issues with the new Chair of the RICO Community Grant Committee.

In order to ensure that proper expenditures have been made and to provide the public with greater accountability for these expenditures the Maricopa County Attorney's Office will revise its written applications to require all applicants to make explicit statements of the relationship of the activities to be funded and the permissible statutory purposes. The applicants will be asked to provide specific descriptions of the activities related to these purposes. Where applicable, specific measures related to a successful effort will be requested of and provided by the applicant.

The Maricopa County Attorney's Office will construct new forms for the Grant close-out phase to ensure proper documentation of the grant-funded activities, any program materials developed or used and reporting any measures of activity or success. These reporting forms will be provided to the grantee at the end of the grant period with a specific return date.

Thank you again. If you need anything further, please contact Catherine Martin at 602-506-3180.

Sincerely,

for

Mark C. Faull
Special Counsel

Maricopa County

Department of Finance

Shelby L. Scharbach
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May 11, 2009

Debbie Davenport
Auditor General
2910 North 44th Street, Suite 410
Phoenix, AZ 85018

Dear Ms. Davenport:

The accompanying Summary Schedule of Prior Audit Findings has been prepared as required by U.S. Office of Management and Budget Circular A-133. Specifically, we are reporting the status of audit findings included in the prior audit's Schedule of Findings and Questioned Costs related to federal awards. This schedule also includes audit findings reported in the prior audit's Summary Schedule of Prior Audit Findings that have not been corrected.

Sincerely,

Shelby L. Scharbach
Finance Director

Maricopa County
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2008

Status of Federal Award Findings and Questioned Costs

CFDA No.: 10.553 – School Breakfast Program
CFDA No.: 10.555 – National School Lunch Program
Finding No. 07-101
Status: Not corrected.

In order to ensure the accuracy of meal count information, the Juvenile Probation Department has established a process where by a Judicial Clerk Supervisor at each of the Detention Facilities will inspect and confirm the accuracy of the daily meal count sheets prior to their submittal to the Juvenile Probation Finance Unit. A process will also be created to provide a supervisory review of the Child Nutrition Program Web Claim forms prior to its submission to the Arizona Department of Education. As the Single Audit for fiscal year 2007 was not completed until August 2008, the County was unable to implement a corrective action plan until fiscal year 2009. This finding was fully corrected by August 31, 2008. Contact person is Tony Weaver, Director of Budget and Finance, Maricopa County Juvenile Probation Department, (602) 506-4338.

CFDA No.: 17.258 – WIA Adult Program
CFDA No.: 17.259 – WIA Youth Activities
CFDA No.: 17.260 – WIA Dislocated Workers
Finding No. 07-102
Status: Fully corrected.

CFDA No.: 20.205 – Highway Planning and Construction
Finding No. 07-106
Status: Not corrected.

The Department of Transportation will ensure that the CFDA title and number and grant requirements are included in the Intergovernmental Agreement. The Department will also recommend that Grant Program Managers attend County training on the OMB Circular A-133 compliance requirements. As the Single Audit for fiscal year 2007 was not completed until August 2008, the County was unable to implement a corrective action plan until fiscal year 2009. This finding was fully corrected by August 31, 2008. Contact person is Rodney Rach, Financial Support Supervisor, Maricopa County Department of Transportation, (602) 506-8170.

CFDA No.: 20.516 – Job Access – Reverse Commute
CFDA No.: 93.600 – Head Start
Finding No. 06-109, 07-107
Status: Not corrected.

The Maricopa County Human Services Department will modify all fiscal year 2009 contracts with vendors and subrecipients by adding a certification statement regarding suspension and debarment to the contract, or by checking the Excluded Parties List

System. This finding was fully corrected by December 31, 2008. Contact person is Patrick Burkhart, Assistant Director, Workforce Development, Maricopa County Human Services Department, (602) 506-4146.

CFDA No.: 20.516 – Job Access – Reverse Commute
Finding No. 07-109
Status: Not corrected.

Due to staff turnover in the Maricopa County Human Services Department, some supporting documentation was not able to be located and there was not adequate documentation for cost allocations. The Department developed a cost allocation methodology that was approved by the grantor for allocating costs for fiscal year 2008. Also, procedures are being reviewed to ensure compliance with proper grant procedures including retention of supporting documentation. As the Single Audit for fiscal year 2007 was not completed until August 2008, the County was unable to implement a corrective action plan until fiscal year 2009. This finding was fully corrected by December 31, 2008. Contact person is Patrick Burkhart, Assistant Director, Workforce Development, Maricopa County Human Services Department, (602) 506-4146.

CFDA No.: 20.516 – Job Access – Reverse Commute
Finding No. 07-110
Status: Not corrected.

Due to staff turnover in the Maricopa County Human Services Department, some matching documentation was incomplete. There was also vague guidance from the pass-through grantor and federal grantor regarding acceptable matching sources for the grant, resulting in auditors questioning some of the matching sources. However, based on subsequent conversations and emails between the Maricopa County Human Services Department and the U.S. Department of Transportation, it was determined that the questioned matching sources would have been allowable. In January 2009 the county received written approval with the City of Phoenix (pass-through grantor) approving the matching sources. As the Single Audit for fiscal year 2007 was not completed until August 2008, the County was unable to implement a corrective action plan until fiscal year 2009. This finding was fully corrected by January 31, 2009. Contact person is Patrick Burkhart, Assistant Director, Workforce Development, Maricopa County Human Services Department, (602) 506-4146.

CFDA No.: 84.287 – Twenty-First Century Community Learning Centers
Finding No. 06-101
Status: Fully corrected.

CFDA No.: 93.268 – Immunization Grants
Finding No. 06-105, 07-103
Status: Not corrected.

The Maricopa County Department of Public Health immunization staff screeners are instructed to check that clients have indicated their eligibility status on the consent form. The Department of Public Health has procedures in place for recipients of this program to record eligibility on the proper forms and for the form to be reviewed by a screener for accuracy. The Department of Public Health will conduct trainings on these procedures for all employees involved with this program. This finding was fully corrected by August 31, 2008. Contact person is Machrina Leach, Community Health Nursing Program Manager, Maricopa County Department of Public Health, (602) 506-6662.

CFDA No.: 93.268 – Immunization Grants
Finding No. 07-104
Status: Fully corrected.

CFDA No.: 93.268 – Immunization Grants
Finding No. 07-105
Status: Fully corrected.

CFDA No.: 93.568 – Low-Income Home Energy Assistance
Finding No. 06-106
Status: Fully corrected.

CFDA No.: 93.569 – Community Services Block Grant
Finding No. 06-107
Status: Fully corrected.

CFDA No.: 93.600 – Head Start
Finding No. 07-108
Status: Not corrected.

The Maricopa County Human Services Department will ensure the appropriate staff adheres to its existing policies and procedures to ensure that in-kind forms are properly signed to document review of in-kind contributions. Though staff training is conducted at the start of the educational program over a four-day period and again in mid-year for two-day training, additional training will be provided on a one-on-one basis as needed. In addition, the Department will implement internal control monitoring policies and procedures to ensure compliance with proper review of in-kind contributions. As the Single Audit for fiscal year 2007 was not completed until August 2008, the County was unable to implement a corrective action plan until fiscal year 2009. This finding is anticipated to be fully corrected by May 31, 2009. Contact person is Marjorie Weiss,

Assistant Director, Education, Maricopa County Human Services Department, (602) 506-4841.

CFDA No.: 14.871 – Section 8 Housing Choice Vouchers
Finding No. 06-111
Status: Fully corrected.

CFDA No.: 14.871 – Section 8 Housing Choice Vouchers
Finding No. 07-111
Status: Fully corrected.