

# Comprehensive Annual Financial Report

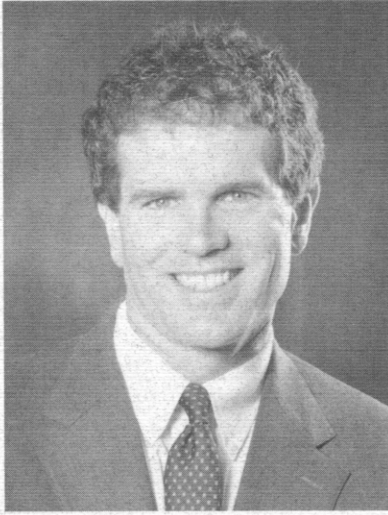
Fiscal Year Ended  
June 30, 1997



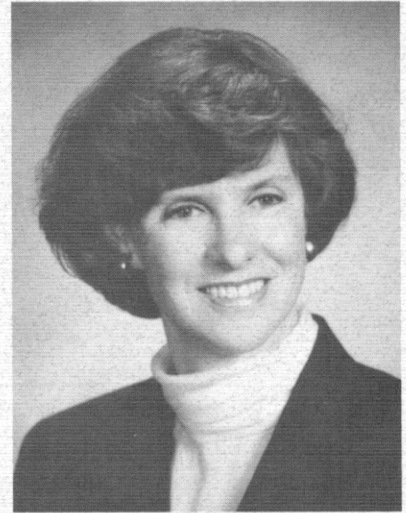
Maricopa County - Phoenix, Arizona



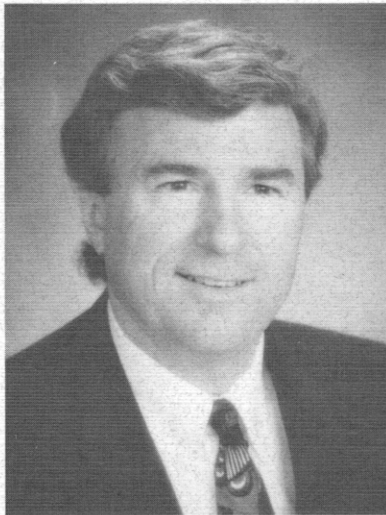
# Board of Supervisors



Fulton Brock  
Member



Betsey Bayless  
Member



Don Stapley  
Chairman



Janice K. Brewer  
Member



Mary Rose Garrido Wilcox  
Member

# Comprehensive Annual Financial Report

Maricopa County  
Phoenix, Arizona

For The Fiscal Year  
July 1, 1996 to June 30, 1997



Prepared By

Department of Finance

Tom Manos, Chief Financial Officer

## **INTRODUCTORY SECTION**

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Organizational Charts

Letter Of Transmittal

Certificate Of Achievement For Excellence  
In Financial Reporting



# Comprehensive Annual Financial Report

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**Maricopa County Officials**

**BOARD OF SUPERVISORS**

Don Stapley, Chairman, District 2  
Fulton Brock, District 1  
Betsey Bayless, District 3  
Janice K. Brewer, District 4  
Mary Rose Garrido Wilcox, District 5



**COUNTY ADMINISTRATIVE OFFICER**

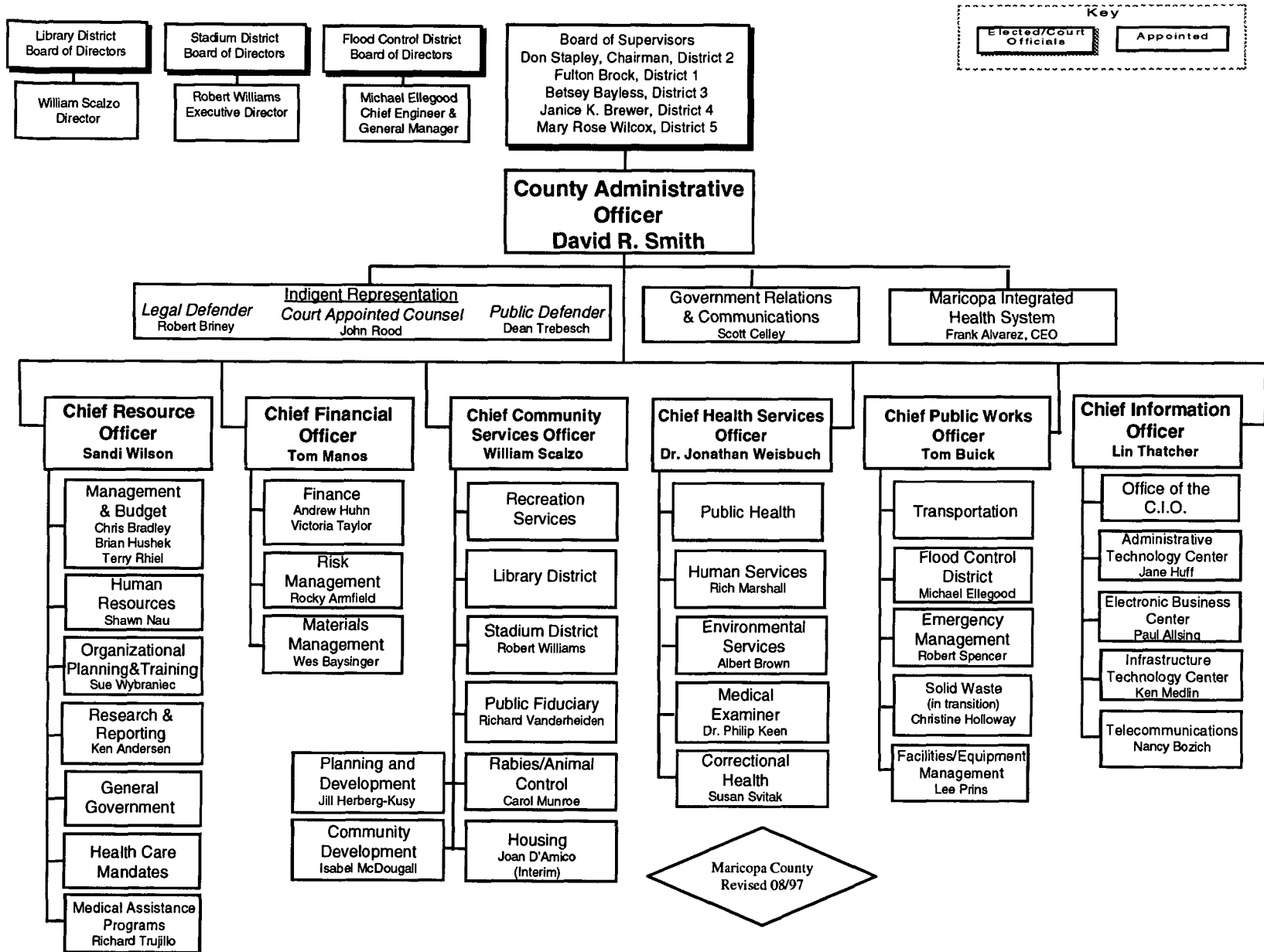
David R. Smith



**CHIEF FINANCIAL OFFICER**

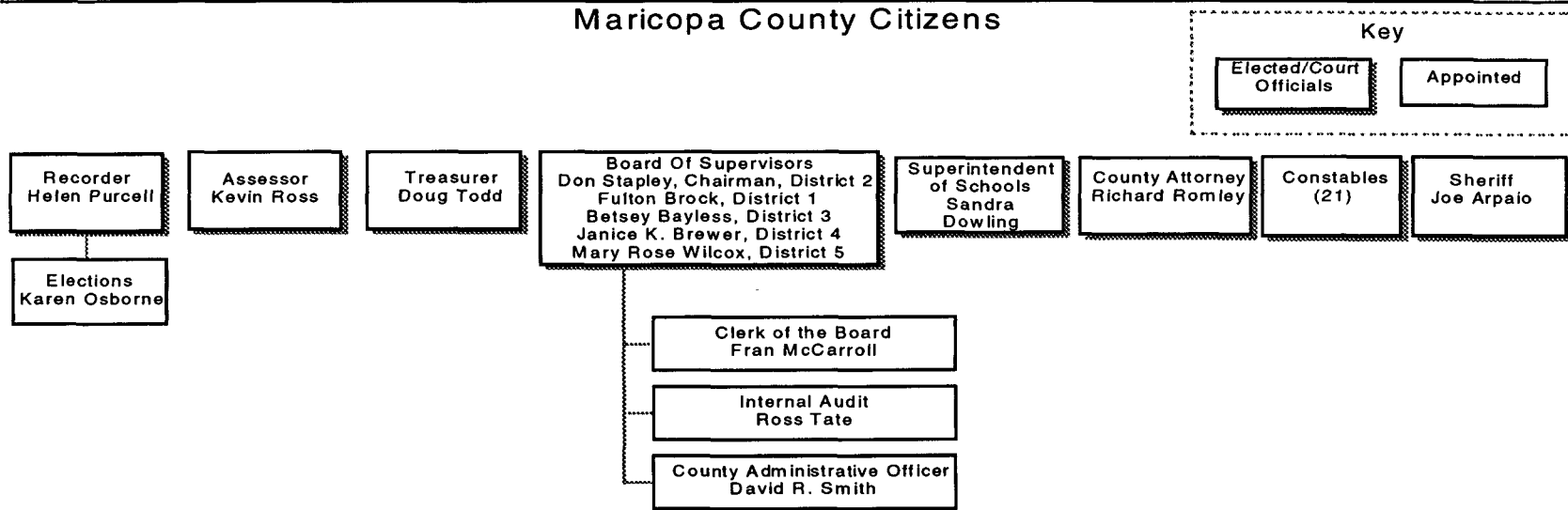
Tom Manos

# Organizational Charts

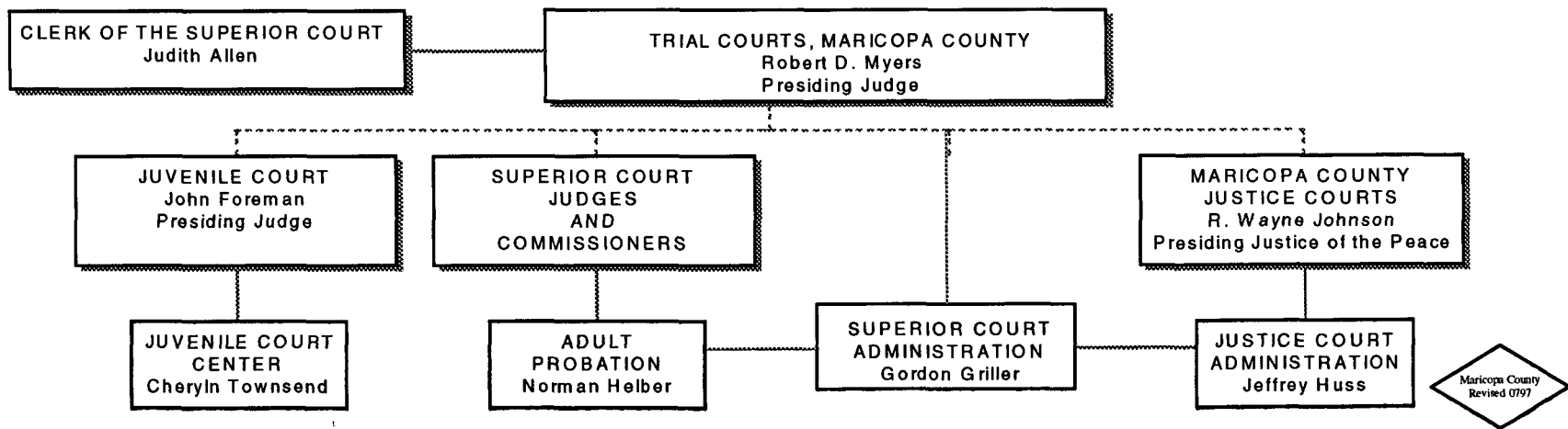


# Organizational Charts Continued

## Maricopa County Citizens



## Arizona Judicial Branch in Maricopa County





Office of the  
County Administrative Officer



Financial Resources  
Management

October 31, 1997

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

We are pleased to submit to you, in accordance with Arizona Revised Statutes, the Comprehensive Annual Financial Report of Maricopa County, prepared by the Department of Finance, for the fiscal year ended June 30, 1997. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the management of Maricopa County. We believe the data, as presented, is accurate in all material aspects and that it is presented in a manner designed to openly disclose the financial position and results of operations of the various funds and account groups of Maricopa County. All disclosures necessary to enable the reader to gain an understanding of Maricopa County's financial activities have been included.

The financial report is presented in three main sections:

The **Introductory Section** includes the table of contents, a list of principal Maricopa County officials, the organizational chart, this transmittal letter, and the Certificate of Achievement for Excellence in Financial Reporting. This section is intended to give the reader of the financial report some basic background about the governmental unit as a whole.

The **Financial Section** includes the opinion of Maricopa County's independent auditor, the general purpose financial statements, including the notes (these materials provide an overview of the County's financial position and results of operations), the combining statements by fund type, the individual fund statements and other schedules that provide additional detailed information relative to the general purpose financial statements.

The **Statistical Section** includes statistical tables and charts that present various financial, economic, social and demographic data about Maricopa County over the last ten years.

The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Due to the size and complexity of the County's financial systems, the Single Audit report will be issued separately from the Comprehensive Annual Financial Report. Copies will be available upon request.

The financial reporting entity includes all the funds and account groups of the primary government (Maricopa County), as well as its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Accordingly, the Maricopa County Flood Control District, Stadium District, Library District and various improvement districts are reported as part of the governmental fund types of the primary government.

There are various school districts, irrigation districts, and fire districts within Maricopa County governed by independently elected boards. The financial statements of such districts are not included in this report except to reflect amounts held in an agency capacity by the County Treasurer.

Maricopa County offers a wide variety of governmental services. Health care services are provided by the Maricopa Integrated Health System which consists of the Maricopa Medical Center, Arizona Long-Term Care System, Maricopa County Health Plan, other health plans and numerous Primary Care Centers. Environmental quality and community services are provided by the departments of Environmental Services, Human Services, Library, Community Health, Community Development, Public Health, Solid Waste Management, and Parks and Recreation. Transportation and development services are provided by the departments of Planning and Development, Transportation, and Flood Control. Justice and law enforcement services are provided by the departments of Adult Probation, Superior Court, Juvenile Court, Justice Court, Public Defender, Public Fiduciary, Clerk of the Superior Court, Medical Examiner, Sheriff, County Attorney, Constable, and Correctional Health. Maricopa County also provides a full range of general government and administrative support services.

### **ECONOMIC CONDITION AND OUTLOOK**

Maricopa County is Arizona's most populous county. It is located in the central portion of the State within a 9,226 square mile region and is comprised of desert terrain, low mountains and man-made lakes.

Its economy is based on high technology, manufacturing, light manufacturing and commercial activities (including construction and trade), tourism, government, and agriculture.

Maricopa County's economic indicators have continued to improve over the past five years. The overall value of building permits increased 172 percent from 1991 to 1996, (from \$2.5 billion to \$6.8 billion, respectively) and 25 percent from 1995 to 1996. The most dramatic change from 1995 to 1996 occurred in the value of industrial building permits with a growth of 90 percent to \$788,083,000.

The County's population has increased 25 percent from 1990 to 1996. The Arizona Department of Economic Security's estimated census for 1996 tabulated a population of 2,634,625. While this growth has a positive impact, it also presents significant challenges to the County:

- ◆ Health Care mandates increase indigent health costs.
- ◆ Increased construction activity requires additional resources in the Assessor's and Recorder's offices to update the tax roll.
- ◆ Increased population adds to the workload of the Sheriff's office, the County Attorney's office, and the Court Institutions.

The County anticipates that the combination of increasing needs for service, unfunded mandates, potential cutbacks at the State and Federal levels, and stable assessed valuations will continue to require strong budgetary and financial controls to maximize County resources for its citizens. Stated simply, resources will become even more scarce, and tough decisions will continue to loom on the horizon.

### **MAJOR INITIATIVES**

#### **For Fiscal Year 1996-97...**

In October 1995, the Board of Supervisors approved a five-year business plan for the Solid Waste Management Department. This plan was developed in response to projections of significant waste flow reduction to the County landfills due to the developing market, industry dynamics and landfill closure costs. In summary, the plan required the sale of the Northwest Regional Landfill, which occurred on September 13, 1996, for \$17,413,000. The Northwest Regional Landfill was the newest, best documented, and most valuable County landfill. The proceeds of that sale will be used to gradually close the five remaining landfills within the next five years and to fund the County's post-closure cost.

On January 9, 1996, Maricopa County voters authorized proceeding with the next step in the charter government process, and elected a 15 member Citizen Charter Committee to draft a proposed charter for Maricopa County government. Voters rejected the charter at the November 1996 General Election.

On March 19, 1997, Moody's Investors Service raised its ratings on Maricopa County's general obligation bonds to A2 from A and its ratings on various Certificates of Participation issues to Baa1 from Baa. On April 11, 1997, Standard and Poor's Corporation raised its ratings on Maricopa County's general obligation bonds to A+ from A and its ratings on various Certificates of Participation issues to BBB+ from BBB.

During 1996, Maricopa County was involved in negotiations to privatize the Maricopa Integrated Health System. On December 13, 1996, the Board of Supervisors voted to discontinue negotiations and on December 19, 1996, authorized the County Administrative Officer to engage a private management firm to operate the Maricopa Integrated Health System. The Quorum Health Group is empowered to implement changes to make the health



system competitive. The County and Quorum are currently developing a long term strategic plan which could allow the Health system to efficiently operate in today's competitive market.

Maricopa County completed the upgrade of its general accounting and materials management computer software on September 8, 1997. This upgrade allows Maricopa County to be in compliance with all Year 2000 recordkeeping issues. The payroll and human resources software upgrades are expected to be completed during fiscal year 1997-98.

### **For the Future...**

The County jail system currently houses more than 7,100 inmates in facilities constructed to hold only 5,000. Maricopa County's juvenile facilities are overcrowded in similar proportions. Although the Sheriff's office has designed and implemented some of the most cost effective and innovative programs in the country, it is imperative that the County plan now in order to accommodate these issues.

In February 1997, the Board of Supervisors appointed a Citizens Advisory Committee and retained the services of a national consulting firm to evaluate the detention needs of Maricopa County. The committee will make recommendations to the Board of Supervisors in November on how to most efficiently provide for detention needs. These recommendations will most likely include additional jail facilities as well as efficiency improvements within the entire criminal justice process.

In fiscal year 1997-98, Maricopa County will begin the process of upgrading law enforcement communications by migrating to a 800 MHZ Smart Zone radio system. The new system is required to meet the County's obligation to the Federal Communication Commission for the 37 frequencies that the County has been granted. The first phase of this project will be the installation of the infrastructure with the purchase of the radios to follow in the next two years.

The County will continue the process of competitive analysis to identify opportunities where privatization of County functions can increase operating efficiencies and maintain or improve the quality of services. Some of the services to be analyzed in the coming year include:

- Equipment Services
- Painting Services
- Risk Management Claims Administration
- Durable Medical Equipment

## **FINANCIAL INFORMATION**

### **Internal Controls**

The management of Maricopa County is responsible for establishing and maintaining an internal control structure designed to ensure that assets of the government are protected from loss, theft, or misuse. We are also responsible for ensuring that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits

likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management. We believe that Maricopa County's accounting controls adequately safeguard assets and provide reasonable assurance that financial transactions are properly recorded.

### **Single Audit**

Maricopa County receives both federal and state financial assistance and is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is periodically evaluated by management and the accounting staff. As part of the government's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal and state financial assistance programs, and County compliance with applicable laws and regulations. The Federal Single Audit Report is issued separately.

### **Budgetary Controls**

In addition to the internal controls noted previously, the County maintains budgetary controls. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Supervisors. The County's budget process provides for input from department administrators, top management, elected officials, and the public in developing revenue and expenditure projections and determining the County's programs and services for the coming year.

The County's fiscal year begins on July 1<sup>st</sup> and ends the following June 30<sup>th</sup>. Each fiscal year's process starts in early December with an analysis of revenue and expenditure data from the first half of the current fiscal year. A preliminary forecast of economic conditions is made for the next fiscal year. A preliminary estimate of maximum expenditure levels for the County as a whole is made which is the basis for the development of budget policies that will guide the departmental budget process. Budgets are prepared and submitted by County departments for review by the Office of Management and Budget (OMB). OMB submits a total recommended budget to the Board of Supervisors in May as the County's Tentative Budget. The Tentative Budget, which sets the maximum level of revenues and expenditures, is then approved by the Board. The final adopted budget is approved by late June and is followed by the setting of the property tax rates by the third Monday in August.

Maricopa County adopts annual budgets for all Governmental Fund Types and Proprietary Fund Types. Budgets for Capital Improvement Projects are adopted on a project basis.

The level of Budgetary Control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level and is aided during the fiscal year by the use of encumbrances of estimated purchases. Open encumbrances lapse at year end and are rebudgeted as needed in the next fiscal year.

### **General Government Revenues**

Revenues for the recurring operations of the County (the General Fund, Special Revenue Funds, and Debt Service Funds) for the fiscal year ended June 30, 1997, totaled \$862.6 million, a 5.1 percent increase from the preceding year. Capital Projects Funds are not

considered part of General Government recurring operations. The following is a summary of the governmental fund revenues:

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**PRIMARY GOVERNMENT REVENUE SUMMARY**

| Revenue Source       | 1996-97              |              | 1995-96              |              | Variance<br>(Millions) |
|----------------------|----------------------|--------------|----------------------|--------------|------------------------|
|                      | Amount<br>(Millions) | %            | Amount<br>(Millions) | %            |                        |
| Taxes                | \$ 240.1             | 27.8         | \$ 234.6             | 28.6         | \$ 5.5                 |
| Licenses & Permits   | 13.3                 | 1.6          | 12.4                 | 1.5          | 0.9                    |
| Intergovernmental    | 521.2                | 60.4         | 478.7                | 58.3         | 42.5                   |
| Charges for Services | 44.5                 | 5.2          | 47.6                 | 5.8          | (3.1)                  |
| Fines & Forfeits     | 11.5                 | 1.3          | 9.9                  | 1.2          | 1.6                    |
| Miscellaneous        | 32.0                 | 3.7          | 37.4                 | 4.6          | (5.4)                  |
| <b>Total</b>         | <b>\$ 862.6</b>      | <b>100.0</b> | <b>\$ 820.6</b>      | <b>100.0</b> | <b>\$ 42.0</b>         |

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**Taxes**

**Assessed Valuations:**

The primary valuation in 1996 increased by 3.6 percent to \$13.9 billion and the secondary valuation increased by 1.6 percent to \$14.3 billion when compared to the previous year. The secondary valuation is a more accurate indicator of market conditions since increases in the primary valuation are controlled by State Statute.

**Property Tax Collections:**

Current tax collections were 97.9 percent of the levy, .3 percentage points lower than the previous year. Total property tax collections were \$222.4 million, approximately \$7.3 million more than the previous year, due to an increase of \$6.8 million in the levy. Historically, collections against the year's levy have been approximately 94.6 percent, based on the last 10 years. The balance of the taxes revenue source is comprised of in lieu taxes and penalties and interest on past due taxes. In lieu taxes include the Salt River Project contributions and in lieu taxes from various governmental entities. In lieu taxes decreased \$600,000 from the previous year to \$9.5 million. Penalties and interest decreased \$1.7 million from the previous year to \$7.8 million.

**Licenses & Permits**

Fees levied for licenses and permits as authorized by Arizona Revised Statutes include environmental permits (\$3.4 million), air pollution permits (\$2.9 million), animal licenses (\$2.8 million), building safety permits (\$1.0 million), and others. Licenses and permits increased by \$900,000 compared to the previous year mainly due to a \$700,000 increase in the issuance of air pollution permits.



## **Intergovernmental**

Major items included in intergovernmental (State-shared) revenues during fiscal year 1996-97 are sales tax (\$242.4 million), vehicle license tax (\$64.6 million), and highway user revenue (\$73.2 million) received from the State of Arizona and Federal grants. The major factor driving the increases in these intergovernmental revenues (\$42.5 million) is the population increases within the State of Arizona and Maricopa County.

### **Sales Tax:**

The State collects transaction privilege taxes (sales tax) on nearly 20 types of business activities. A portion of each of these taxes is allocated to a pool for distribution to cities, counties and the State. Of this pool, 40.5 percent is allocated to Arizona counties. Half of the amount earmarked for counties is allocated based upon assessed valuation, and half is allocated based upon location of actual sales tax receipts. Sales tax increased 5.0 percent over the previous year.

### **Vehicle License Tax:**

The State assesses vehicle license tax annually on all vehicles. The County distributes 50 percent of vehicle license tax received from the State to incorporated cities and towns and retains the remaining amount in the General Fund. The distribution to the cities and towns is based upon relative population. Vehicle license tax increased 20.9 percent over the previous fiscal year.

### **Highway User Fee:**

The State levies a gas (highway user) tax on motor fuel sold within the State. The primary purpose of the gas tax is to fund the construction and maintenance of streets and highways. Of the gas tax revenues collected, 20 percent is allocated to counties based upon fuel sales and estimated consumption. Highway user revenue increased 4.4 percent over fiscal year 1995-96.

## **Charges for Services**

County customers are charged for service provided based upon the cost of providing the service. In fiscal year 1996-97, major items in this category included court fees (\$3.1 million), recording fees (\$5.5 million), record automation surcharge (\$1.6 million), rental car surcharge (\$5.3 million), street lighting assessments (\$3.0 million), and probation service fees (\$4.6 million). The total fiscal year 1996-97 charges for services were \$44.5 million or \$3.1 million lower than the prior year.

## **Fines & Forfeits**

The County assesses fines and forfeits in areas in which it is responsible for enforcing laws and codes. Citations are issued by the Sheriff and Air Pollution Departments.

Fiscal year 1996-97 experienced a \$1.6 million increase to \$11.5 million over the previous year mainly due to an \$1.2 million increase in court fines.

**Miscellaneous**

Major items included in the \$32.0 million of miscellaneous revenues include interest income of \$14.9 million, sales at the Sheriff's Inmate Canteen (\$3.5 million), the final payment on the sale of the Auto License Facilities to the State of Arizona (\$1.9 million), and Flood Control land sales of \$1.0 million. The decrease of \$5.4 million versus the previous year is mainly the result of the Arizona Long-Term Care System refund (which was \$5.3 million in fiscal year 1995-96 and reported as miscellaneous revenue) being classified as a reduction in expenditures in fiscal year 1996-97.

**General Government Expenditures**

Expenditures for the recurring operations of the County (the General Fund, Special Revenue Funds, and Debt Service Funds) for the fiscal year ended June 30, 1997, totaled \$800.3 million, a 7.4 percent increase over the preceding year. Capital Projects Funds are not considered part of General Government recurring operations. Governmental fund expenditures are summarized as follows:

**PRIMARY GOVERNMENT EXPENDITURE SUMMARY**

| <u>Function</u>              | <u>1996-97<br/>Amount<br/>(Millions)</u> | <u>%</u>     | <u>1995-96<br/>Amount<br/>(Millions)</u> | <u>%</u>     | <u>Variance<br/>(Millions)</u> |
|------------------------------|------------------------------------------|--------------|------------------------------------------|--------------|--------------------------------|
| General Government           | \$ 83.3                                  | 10.4         | \$ 84.4                                  | 11.3         | \$ (1.1)                       |
| Public Safety                | 312.5                                    | 39.0         | 285.0                                    | 38.2         | 27.5                           |
| Highways & Streets           | 41.9                                     | 5.2          | 42.2                                     | 5.7          | (0.3)                          |
| Health, Welfare & Sanitation | 295.3                                    | 37.0         | 292.0                                    | 39.2         | 3.3                            |
| Culture & Recreation         | 35.3                                     | 4.4          | 11.7                                     | 1.6          | 23.6                           |
| Education                    | 1.1                                      | 0.1          | 1.1                                      | 0.1          | 0.0                            |
| Debt Service                 | 30.9                                     | 3.9          | 28.7                                     | 3.9          | 2.2                            |
| Total                        | <u>\$ 800.3</u>                          | <u>100.0</u> | <u>\$ 745.1</u>                          | <u>100.0</u> | <u>\$ 55.2</u>                 |

**General Government**

The decrease in expenditures in General Government (\$1.1 million) was primarily due to reductions in Facilities Management (\$0.9 million) and General Government (\$4.0 million) which were partially offset by increases in Elections (\$1.3 million) and in Information Systems (\$0.9 million).

The reduction in Facilities Management was mainly due to decreases in outside contractor services for repairs and maintenance. The reduction in General Government (\$4.0 million) occurred as a result of decreases in salaries, decreases in services rendered from outside contractors and in legal fees.

The increase in Elections (\$1.3 million) resulted from additional expenses related to the November 1996 biannual election. The increase in Information Systems (\$0.9 million) is mainly due to system upgrades.

### **Public Safety**

The increase in Public Safety of \$27.5 million was comprised of increases in the Sheriff's Office (\$9.6 million), in Superior Courts (\$4.9 million), the County Attorney's Office (\$2.3 million), Grants and Contracts (\$4.6 million), and in the Public Defender's Office (\$2.0 million).

The increase in the Sheriff's Office was mainly due to increases in salaries. The increase in Superior Courts occurred as a result of a \$4 million increase in salaries and a \$600,000 increase in legal fees. The increase in the County Attorney's Office was mainly due to salary increases. The increases in Grants and Contracts was due to expenditures related to additional federal funding received. The increase in the Public Defender's Office was mainly due to salary increases.

### **Highways & Streets**

The decrease in Highways and Streets of \$300,000 occurred primarily within the Transportation Fund.

### **Health, Welfare & Sanitation**

Expenditures in Health, Welfare and Sanitation increased by \$3.3 million versus the prior year. This increase occurred mainly in Grants and Contracts (\$3.5 million), in Domestic Relations (\$2.5 million), in Public Health (\$2.0 million), and in the Housing Authority (\$1.7 million) These increases were offset by reductions in the Medical Assistance Program (\$5.2 million) and Health Care Mandates (\$2.3 million).

The additional spending in Grants and Contracts occurred mainly in Housing Development Block Grants; Public Health increased due to higher salaries and Domestic Relations was previously classified as Public Safety in the prior year.

The reduction in the Medical Assistance Program was primarily due to reductions in spending for Pre-AHCCCS Outside Hospital Costs of \$5,770,000. The reduction in Health Care Mandates was primarily due to a reduction in Seriously Mentally Ill (SMI) payments of \$5 million which was offset by an increase in the Arizona Long-Term Care System payment to the State (\$1.3 million net of refund).

### **Culture & Recreation**

The increase of \$23.6 million in Culture and Recreation versus prior year occurred primarily in the Stadium District as the result of grants given to the City of Mesa (\$4.3 million) and to the Maryvale Baseball Park (\$20 million) for the construction of new stadiums and practice facilities for the Chicago Cubs and Milwaukee Brewers baseball teams, respectively.



## Debt Service

The increase of \$2.2 million in Debt Service expenditures compared to the previous year is due to an increase in principal payments on the General Obligation Bonds.

## **General Government Fund Balance**

Fund balances reflect the excess of revenues over expenditures and other changes in financial reserves. Unencumbered appropriations lapse at the end of the fiscal year and revert to unreserved fund balance. A comparison of fund balances for budgeted governmental funds is as follows:

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| <b>PRIMARY GOVERNMENT FUND BALANCE SUMMARY</b> |                               |                               |                                |
|------------------------------------------------|-------------------------------|-------------------------------|--------------------------------|
| <u>Fund</u>                                    | <u>6/30/97<br/>(Millions)</u> | <u>6/30/96<br/>(Millions)</u> | <u>Variance<br/>(Millions)</u> |
| General Fund                                   | \$ 81.5                       | \$ 55.3                       | \$ 26.2                        |
| Special Revenue Funds                          | 111.9                         | 87.4                          | 24.5                           |
| Debt Service Funds                             | 1.9                           | 0.6                           | 1.3                            |

---

## General Fund

The fund balance of the General Fund increased by \$26.2 million to \$81.5 million. This increase was the result of net operating transfers of \$22.4 million, proceeds from capital leases of \$1.1 million and equity transfers from Equipment Services (the return of equipment replacement funds of \$1.6 million), ALTCS (excess fund balance over required reserves at June 30, 1996, that was returned to the General Fund in the amount of \$3,971,700), and Health Care Administration (this fund was closed and the contributed capital in the amount of \$521,164 was returned). These positive impacts on fund balance were partially offset by an \$3.0 million deficiency of revenues over expenditures.

## Special Revenue Funds

The fund balance of the Special Revenue Funds increased by \$24.5 million to \$111.9 million. Major changes occurred in the Transportation Fund (\$21.7 million) due to an excess of revenues over expenditures of \$12.3 million and the return of equipment replacement funds of \$10.2 million; and in Flood Control (\$4.0 million) due to the return of equipment replacement funds of \$2.9 million and the excess of revenues over expenditures of \$1.1 million.

## Debt Service Funds

The fund balance of the Debt Service Funds increased by \$1.3 million to \$1.9 million. The increase was due to a \$1.2 million excess of revenues over expenditures.

## Capital Projects Funds

The Capital Projects Funds account for resources used for the acquisition or construction of major capital facilities other than those financed by Enterprise Funds. Completed and construction-in-progress projects at fiscal year end, except for infrastructure fixed assets, are capitalized in the General Fixed Assets Account Group. During fiscal year 1996-97, expenditures in the Capital Projects Funds totaled \$167.4 million, compared with fiscal year 1995-96 expenditures of \$90.6 million. The three funds in the Capital Projects Fund Group are as follows:

- ◆ Major League Baseball Stadium expenditures account for \$157.9 million of capital projects expenditures. The expenditures are financed through the .25 percent stadium sales tax and are used for the construction of the Arizona Diamondbacks Stadium.
- ◆ Bond Funds which are financed through proceeds from the General Obligation Bond Issue account for \$8.4 million of the capital projects expenditures. Major projects financed during the fiscal year were the Estrella Jail Work Furlough Center (\$2.2 million), the Road Runner Campground (\$1.6 million), the Cave Creek Campground (\$1.2 million), and the Sheriff's Cook Chill System (\$700,000).
- ◆ Intergovernmental Funds are funds transferred from other funds to finance capital projects. Transfers for the fiscal year totaled \$5.0 million. Expenditures of \$1.4 million occurred during fiscal year 1996-97. These included \$584,000 in spending on Sheriff's replacement vehicles and \$242,000 on major maintenance projects.

## Proprietary Operations

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is for the costs of providing services to the general public be financed primarily through user charges. The County's five Enterprise Funds provide health care and solid waste disposal services. The health care funds receive a subsidy from the General Fund which is summarized below:

---

|                                | MEDICAL<br>CENTER    | NON-AHCCCS<br>HEALTH PLANS | TOTAL                |
|--------------------------------|----------------------|----------------------------|----------------------|
| Eliminate Current Year Deficit | \$ 17,152,780        | \$                         | \$ 17,152,780        |
| ALTCS Excess Reserves          | 3,971,700            |                            | 3,971,700            |
| Hospital Subsidy               | 27,519,371           |                            | 27,519,371           |
| SAIL Grant Matching Subsidy    |                      | 555,824                    | 555,824              |
|                                | <u>\$ 48,643,851</u> | <u>\$ 555,824</u>          | <u>\$ 49,199,675</u> |

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The following is a summary of the Enterprise Funds for the year ended June 30, 1997:

|                               | OPERATING<br>REVENUES<br>(Thousands) | OPERATING<br>EXPENSES<br>(Thousands) | NON-<br>OPERATING<br>(Thousands) | NET<br>INCOME/(LOSS)<br>(Thousands) |
|-------------------------------|--------------------------------------|--------------------------------------|----------------------------------|-------------------------------------|
| Maricopa Health Plan          | \$ 54,994                            | \$ 55,332                            | \$ 419                           | \$ 81                               |
| Medical Center                | 143,440                              | 188,078                              | 45,928                           | 1,290                               |
| Arizona Long-Term Care System | 240,276                              | 234,024                              | 4,041                            | 10,293                              |
| Non-AHCCCS Health Plans       | 22,920                               | 27,064                               | 1,965                            | (2,179)                             |
| Solid Waste                   | 3,034                                | 10,056                               | 11,739                           | 4,717                               |
| <b>TOTAL</b>                  | <b>\$ 464,664</b>                    | <b>\$ 514,554</b>                    | <b>\$ 64,092</b>                 | <b>\$ 14,202</b>                    |

Internal Service Funds are used to account for the financing of goods and services provided by one department to other departments of the County or to other governmental units on a cost reimbursement basis. The following is a summary of certain selected operating results of the Internal Service Funds for the current fiscal year:

|                               | OPERATING<br>REVENUES<br>(Thousands) | OPERATING<br>EXPENSES<br>(Thousands) | NON-<br>OPERATING<br>(Thousands) | NET<br>INCOME/(LOSS)<br>(Thousands) |
|-------------------------------|--------------------------------------|--------------------------------------|----------------------------------|-------------------------------------|
| Health Service Administration | \$ 15,149                            | \$ 14,752                            | \$ (138)                         | \$ 259                              |
| Equipment Services            | 12,607                               | 8,387                                | 3,701                            | 7,921                               |
| Telecommunications            | 9,749                                | 9,249                                | (234)                            | 266                                 |
| Reprographics                 | 701                                  | 619                                  |                                  | 82                                  |
| Facilities Discretionary      | 211                                  | 216                                  |                                  | (5)                                 |
| Risk Management               | 3,739                                | 9,570                                | 1,972                            | (3,859)                             |
| Employee Benefit Trust        | 43,790                               | 44,032                               | 301                              | 59                                  |
| <b>TOTAL</b>                  | <b>\$ 85,946</b>                     | <b>\$ 86,825</b>                     | <b>\$ 5,602</b>                  | <b>\$ 4,723</b>                     |

### Fiduciary Operations

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of operations. The principal Agency Funds are Property Tax Collection and Special Purpose Funds. In addition, the County maintains other Agency Funds not under the control of the Board of Supervisors (i.e. Schools and Special Districts).

### DEBT ADMINISTRATION

At June 30, 1997, Maricopa County had outstanding bonded debt issues of \$137,215,000.

On March 19, 1997, Moody's Investors Service raised its ratings on Maricopa County's general obligation bonds to A2 from A and its ratings on various Certificates of Participation issues to Baa1 from Baa. On April 11, 1997, Standard and Poor's Corporation raised its ratings on Maricopa County's general obligation bonds to A+ from A and its ratings on various Certificates of Participation issues to BBB+ from BBB. County bond ratings are as follows:

|                               | <u>General Obligation</u> | <u>Certificates of Participation</u> |
|-------------------------------|---------------------------|--------------------------------------|
| Moody's Investors Service     | A2                        | Baa1                                 |
| Standard & Poor's Corporation | A+                        | BBB+                                 |

Net direct bonded debt per capita was \$51.43 as of June 30, 1997. Under current State Statutes, a local government's outstanding general obligation debt is subject to legal limitations based on 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 not to exceed 15 percent of such taxable property. The legal debt margin as of June 30, 1997, was well below the legal limit:

|                   | <u>6% Limit<br/>General Purpose</u> | <u>15% Limit<br/>Specific Purposes</u> |
|-------------------|-------------------------------------|----------------------------------------|
| Legal Limit       | \$ 860,589,360                      | \$ 2,151,473,400                       |
| Outstanding Bonds | 154,515,000                         |                                        |
| Legal Debt Margin | \$ 706,074,360                      | \$ 2,151,473,400                       |

## CASH MANAGEMENT

The County invests all cash, other than imprest accounts, with the Maricopa County Treasurer's Office. The Treasurer's Office investment practice is to minimize credit and market risks while maintaining a competitive yield on its portfolio. The securities purchased are held by the County's financial institution's trust department or agent. The actual purchased security indicates the financial institution as the owner. However, these securities are booked in the financial institution's records as Maricopa County securities. The effective annual yield on investments was 5.58%.

The Department of Finance maintains a monthly cash flow analysis which contributed to the elimination of the County's need to draw on its line of credit for fiscal year 1996-97.

Interest earned by County funds is apportioned twice a month based upon their mid-month and month-end balance. Interest expense is charged to funds with deficit balances.

## RISK MANAGEMENT

Maricopa County has a Self Insurance Fund to account for the risk management function of the County. The fund is administered by an administrator and an appointed Board of Trustees and provides self-insurance coverage to the County for medical malpractice, workers' compensation, unemployment, public liability, property, environmental liability and employee benefits as well as acquiring coverage for other risks. Claims and litigation management are also involved in this program. Self-insured retention (SIR) or deductible levels have been reviewed and arranged at \$1,000,000 for public liability (including general liability and automobile liability), a \$300,000 deductible for workers' compensation and a \$1,025,000

medical malpractice SIR. The fund is financed by retention of the fund's interest income within the fund and by charges to specific user departments and to the General Fund.

The following loss control techniques are employed to enhance our overall risk management program:

- ◆ employee safety programs which include safety awareness, OSHA and EPA compliance and training;
- ◆ regular inspections of all facilities and operations by the Maricopa County Risk Management or consultants; and
- ◆ inspections by third party inspectors such as State ADOSHA and insurance company loss control specialists.

### **OTHER INFORMATION**

#### **Independent Audit**

Maricopa County engages the audit services of the Office of the Auditor General, State of Arizona, to comply with Arizona Revised Statutes which require an annual audit of the County's financial statements. The Independent Auditor's Report has been included to demonstrate compliance with Arizona Revised Statutes.

#### **Securities And Exchange Commission (SEC)**

In October of 1994, the County was contacted by representatives of the Pacific Regional Office of the Securities and Exchange Commission (SEC). They were interested in the 1993 bonds and refunding issue that had been authorized back on July 26, 1993. The SEC conducted a confidential, informal investigation into those bond offerings. The County cooperated fully with the SEC staff. The inquiry culminated with the SEC issuing an Order dated September 30, 1996, instituting cease and desist proceedings against Maricopa County. This is a civil administrative proceeding, and no current or former County employees have been charged. This administrative proceeding inquires into the contents of several specific documents prepared in 1993 in connection with the bond issue.

On October 2, 1996, the Maricopa County Board of Supervisors approved an offer to settle this matter. The terms for this settlement were prepared in collaboration with attorneys for the SEC. In the settlement, the County neither admitted nor denied any of the SEC's allegations. No fines or penalties were imposed. In addition, the County agreed to comply with all requirements of the SEC in the future.

#### **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 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 annual increase is the maximum allowed by law unless special voter approval is obtained.

### **Awards**

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, Arizona for its comprehensive annual financial report for fiscal year ended June 30, 1996. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Maricopa County has received a Certificate of Achievement for the last eight consecutive years (fiscal years ended 6/30/89-6/30/96). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

### **Acknowledgment**

The preparation of this report could not be accomplished without the efficient and dedicated services of the Department of Finance staff. We appreciate all of those who assisted in and contributed to the preparation of this report. We also thank the Board of Supervisors for their prudent fiscal policies in planning and overseeing the financial operations of the County.

Respectfully submitted,

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David R. Smith  
County Administrative Officer

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Tom Manos  
Chief Financial Officer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Maricopa,  
Arizona

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 1996

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

General Purpose Financial Statements

General Purpose Financial Statements - Notes

Combining, Individual Fund And Account Group  
Statements And Schedules:

General Fund

Special Revenue Funds

Debt Service Funds

Capital Projects Funds

Enterprise Funds

Internal Service Funds

Trust And Agency Funds

General Fixed Assets Account Group

General Long Term Debt Account Group



DOUGLAS R. NORTON, CPA  
AUDITOR GENERAL

STATE OF ARIZONA  
OFFICE OF THE  
AUDITOR GENERAL

DEBRA K. DAVENPORT, CPA  
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 general purpose financial statements of Maricopa County as of and for the year ended June 30, 1997, as listed in the table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Maricopa County Major League Stadium District, which reflect total assets of \$2,966,974, \$2,912,997, \$25,868,660, and \$251,286,395 of the Special Revenue Funds, Debt Service Funds, Capital Projects Funds, and the General Fixed Assets Account Group, respectively, as of June 30, 1997, and total revenues and other financing sources of \$27,886,890, \$4,405,224, and \$105,867,046 of the Special Revenue Funds, Debt Service Funds, and Capital Projects Funds, respectively, for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the Maricopa County Major League Stadium District in the Special Revenue Funds, Debt Service Funds, Capital Projects Funds, and the General Fixed Assets Account Group, is based solely on the report of the other auditors.

We conducted our audit in accordance with 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of the other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Maricopa County as of June 30, 1997, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

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

As discussed in Note 2, the County reclassified certain Agency Funds to the Special Revenue Funds, which constitute a change in reporting entity.

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

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

Douglas R. Norton  
Auditor General

October 17, 1997



*Financial Section*

**General Purpose Financial Statements**

The General Purpose Financial Statements are intended to provide the users with an overview and broad perspective of the financial position and results of operations for Maricopa County as a whole.

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**Combined Balance Sheet**  
**All Fund Types And Account Groups**  
**June 30, 1997**

|                                                             | GOVERNMENTAL FUND TYPES |                       |                      |                      |
|-------------------------------------------------------------|-------------------------|-----------------------|----------------------|----------------------|
|                                                             | GENERAL                 | SPECIAL REVENUE       | DEBT SERVICE         | CAPITAL PROJECTS     |
| <b>ASSETS AND OTHER DEBITS</b>                              |                         |                       |                      |                      |
| Cash and cash equivalents                                   | \$ 6,740,042            | \$ 128,630,716        | \$ 24,750,264        | \$ 9,255,015         |
| Cash and investments with trustee                           | 3,094,419               |                       | 1,567,887            |                      |
| Receivables (net of allowances for uncollectibles):         |                         |                       |                      |                      |
| Taxes                                                       | 2,696,733               | 1,013,669             | 459,096              |                      |
| Accounts                                                    | 381,092                 |                       |                      |                      |
| Accrued interest                                            | 1,036,268               | 1,217,597             | 2,090                | 34,509               |
| Special assessments                                         |                         | 12,876                | 1,017,797            |                      |
| Due from other funds                                        | 44,171,143              | 1,069,138             | 112,156              | 87,944               |
| Due from other governmental units                           | 54,890,998              | 22,787,002            |                      | 16,429,336           |
| Inventory of supplies                                       | 3,371,644               | 889,442               |                      |                      |
| Prepays                                                     |                         |                       |                      |                      |
| Miscellaneous                                               | 215,196                 | 715,466               |                      | 8,965,298            |
| Property, plant and equipment                               |                         |                       |                      |                      |
| Accumulated depreciation                                    |                         |                       |                      |                      |
| Amount available for retirement of long-term debt           |                         |                       |                      |                      |
| Amount to be provided for retirement of long-term debt      |                         |                       |                      |                      |
| Total assets and other debits                               | <u>\$ 116,597,535</u>   | <u>\$ 156,335,906</u> | <u>\$ 27,909,290</u> | <u>\$ 34,772,102</u> |
| <b>LIABILITIES, EQUITY AND OTHER CREDITS</b>                |                         |                       |                      |                      |
| Liabilities:                                                |                         |                       |                      |                      |
| Vouchers payable                                            | \$ 7,973,266            | \$ 20,100,027         | \$                   | \$ 12,492,117        |
| Employee compensation                                       | 12,350,892              | 5,220,544             |                      |                      |
| Accrued liabilities                                         | 1,234,157               | 389,576               |                      | 450                  |
| Notes payable                                               |                         |                       |                      | 48,900,000           |
| Due to other funds                                          | 1,848,503               | 786,601               |                      | 147,932              |
| Due to other governmental units                             | 8,801,074               | 4,082,702             |                      |                      |
| Deferred revenue                                            | 2,869,315               | 13,807,272            | 1,327,816            |                      |
| Deposits held for other parties                             |                         |                       |                      |                      |
| Interest payable                                            |                         |                       | 5,796,466            |                      |
| General obligation bonds payable                            |                         |                       | 17,340,000           |                      |
| Stadium District revenue bonds payable                      |                         |                       | 1,460,000            |                      |
| Special assessment debt with governmental commitment        |                         |                       | 51,506               |                      |
| Housing Authority permanent notes and interest payable      |                         |                       |                      |                      |
| Housing Authority bonds payable                             |                         |                       |                      |                      |
| Housing Authority loans payable                             |                         |                       |                      |                      |
| Capital leases payable                                      |                         |                       |                      |                      |
| Certificates of participation payable                       |                         |                       |                      |                      |
| Claims and judgments payable                                |                         |                       |                      |                      |
| Liability for reported and incurred but not reported claims |                         |                       |                      |                      |
| Total liabilities                                           | <u>35,077,207</u>       | <u>44,386,722</u>     | <u>25,975,788</u>    | <u>61,540,499</u>    |
| Equity and other credits:                                   |                         |                       |                      |                      |
| Contributed capital                                         |                         |                       |                      |                      |
| Investment in general fixed assets                          |                         |                       |                      |                      |
| Retained earnings (deficits):                               |                         |                       |                      |                      |
| Unreserved                                                  |                         |                       |                      |                      |
| Fund balances (deficits):                                   |                         |                       |                      |                      |
| Reserved for inventory of supplies                          | 3,371,644               | 889,442               |                      |                      |
| Reserved for debt service                                   |                         |                       | 1,933,502            |                      |
| Unreserved                                                  | 78,148,684              | 111,059,742           |                      | (26,768,397)         |
| Total equity and other credits                              | <u>81,520,328</u>       | <u>111,949,184</u>    | <u>1,933,502</u>     | <u>(26,768,397)</u>  |
| Total liabilities, equity and other credits                 | <u>\$ 116,597,535</u>   | <u>\$ 156,335,906</u> | <u>\$ 27,909,290</u> | <u>\$ 34,772,102</u> |

See the accompanying notes to the financial statements.

| PROPRIETARY FUND TYPES |                      | FIDUCIARY FUND TYPE     | ACCOUNT GROUPS        |                        | TOTALS (MEMORANDUM ONLY) |
|------------------------|----------------------|-------------------------|-----------------------|------------------------|--------------------------|
| ENTERPRISE             | INTERNAL SERVICE     | TRUST AND AGENCY        | GENERAL FIXED ASSETS  | GENERAL LONG-TERM DEBT | JUNE 30, 1997            |
| \$ 90,375,160          | \$ 34,545,091        | \$ 1,127,029,938        | \$                    | \$                     | \$ 1,421,326,226         |
| 476,479                | 5,615,000            |                         |                       |                        | 10,753,785               |
|                        |                      |                         |                       |                        | 4,169,498                |
| 40,180,204             | 49,286               |                         |                       |                        | 40,610,582               |
| 969,164                | 483,514              | 8,364,295               |                       |                        | 12,107,437               |
|                        |                      |                         |                       |                        | 1,030,673                |
| 78,711                 | 2,971,198            | 6,302,891               |                       |                        | 54,793,181               |
| 9,158,832              |                      | 205,842                 |                       |                        | 103,472,010              |
| 1,303,047              | 363,244              |                         |                       |                        | 5,927,377                |
| 48,716                 | 674,099              |                         |                       |                        | 722,815                  |
| 663,649                |                      | 3,248                   |                       |                        | 10,562,857               |
| 114,593,177            | 6,248,609            |                         | 806,024,648           |                        | 926,866,434              |
| (64,048,908)           | (4,238,686)          |                         |                       |                        | (68,287,594)             |
|                        |                      |                         |                       | 1,933,502              | 1,933,502                |
|                        |                      |                         |                       | 344,117,153            | 344,117,153              |
| <u>\$ 193,798,231</u>  | <u>\$ 46,711,355</u> | <u>\$ 1,141,906,214</u> | <u>\$ 806,024,648</u> | <u>\$ 346,050,655</u>  | <u>\$ 2,870,105,936</u>  |
| \$ 6,579,595           | \$ 5,307,308         | \$ 9,440,260            | \$                    | \$                     | \$ 61,892,573            |
| 7,250,265              | 581,938              |                         |                       | 19,958,249             | 45,361,888               |
| 20,423,546             | 813,394              |                         |                       |                        | 22,861,123               |
|                        |                      |                         |                       |                        | 48,900,000               |
| 41,935,811             | 25,907               | 10,048,427              |                       |                        | 54,793,181               |
|                        |                      | 1,078,954,939           |                       |                        | 1,091,838,715            |
|                        |                      | 43,329,993              |                       |                        | 18,004,403               |
|                        |                      |                         |                       |                        | 43,329,993               |
|                        |                      |                         |                       | 392,154                | 6,188,620                |
|                        |                      |                         |                       | 137,215,000            | 154,555,000              |
|                        |                      |                         |                       | 65,210,000             | 66,670,000               |
|                        |                      |                         |                       | 634,091                | 685,597                  |
|                        |                      |                         |                       | 17,973,888             | 17,973,888               |
|                        |                      |                         |                       | 135,495                | 135,495                  |
|                        |                      |                         |                       | 2,295,974              | 2,295,974                |
| 2,609,341              |                      |                         |                       | 9,596,021              | 12,205,362               |
| 4,890,041              |                      |                         |                       | 24,853,992             | 29,744,033               |
|                        |                      |                         |                       | 67,785,791             | 67,785,791               |
| <u>39,432,293</u>      | <u>43,733,319</u>    |                         |                       |                        | <u>83,165,612</u>        |
| <u>123,120,892</u>     | <u>50,461,866</u>    | <u>1,141,773,619</u>    |                       | <u>346,050,655</u>     | <u>1,828,387,248</u>     |
| 53,323,390             | 17,209,669           |                         |                       |                        | 70,533,059               |
|                        |                      |                         | 806,024,648           |                        | 806,024,648              |
| 17,353,949             | (20,960,180)         |                         |                       |                        | (3,606,231)              |
|                        |                      |                         |                       |                        | 4,261,086                |
|                        |                      |                         |                       |                        | 1,933,502                |
|                        |                      | 132,595                 |                       |                        | 162,572,624              |
| <u>70,677,339</u>      | <u>(3,750,511)</u>   | <u>132,595</u>          | <u>806,024,648</u>    |                        | <u>1,041,718,688</u>     |
| <u>\$ 193,798,231</u>  | <u>\$ 46,711,355</u> | <u>\$ 1,141,906,214</u> | <u>\$ 806,024,648</u> | <u>\$ 346,050,655</u>  | <u>\$ 2,870,105,936</u>  |

**Combined Statement Of Revenues, Expenditures  
And Changes In Fund Balances  
All Governmental Fund Types And Expendable Trust Fund  
Year Ended June 30, 1997**

|                                                                                       | GOVERNMENTAL FUND TYPES |                       |                     |                        |
|---------------------------------------------------------------------------------------|-------------------------|-----------------------|---------------------|------------------------|
|                                                                                       | GENERAL                 | SPECIAL<br>REVENUE    | DEBT<br>SERVICE     | CAPITAL<br>PROJECTS    |
| <b>REVENUES</b>                                                                       |                         |                       |                     |                        |
| Taxes                                                                                 | \$ 172,143,843          | \$ 44,366,040         | \$ 23,628,785       | \$                     |
| Licenses and permits                                                                  | 2,380,662               | 10,944,271            |                     |                        |
| Intergovernmental                                                                     | 340,111,217             | 180,828,719           | 279,935             | 96,058,302             |
| Charges for services                                                                  | 21,498,899              | 22,713,435            | 302,898             | 64,018                 |
| Fines and forfeits                                                                    | 9,552,255               | 1,947,305             |                     |                        |
| Miscellaneous                                                                         | 12,052,384              | 19,343,464            | 622,445             | 10,056,965             |
| Total revenues                                                                        | <u>557,739,260</u>      | <u>280,143,234</u>    | <u>24,834,063</u>   | <u>106,179,285</u>     |
| <b>EXPENDITURES</b>                                                                   |                         |                       |                     |                        |
| Current:                                                                              |                         |                       |                     |                        |
| General government                                                                    | 80,586,317              | 2,702,187             |                     |                        |
| Public safety                                                                         | 241,382,475             | 71,086,541            |                     |                        |
| Highways and streets                                                                  |                         | 41,937,037            |                     |                        |
| Health, welfare and sanitation                                                        | 222,952,943             | 72,286,838            |                     |                        |
| Culture and recreation                                                                | 2,106,984               | 33,175,347            |                     | 25,000                 |
| Education                                                                             | 1,138,321               |                       |                     |                        |
| Capital outlay                                                                        | 12,563,817              | 63,013,495            |                     | 167,414,440            |
| Debt service:                                                                         |                         |                       |                     |                        |
| Principal retirement                                                                  |                         |                       | 19,077,158          |                        |
| Interest charges                                                                      |                         |                       | 11,799,174          |                        |
| Total expenditures                                                                    | <u>560,730,857</u>      | <u>284,201,445</u>    | <u>30,876,332</u>   | <u>167,439,440</u>     |
| Excess (deficiency) of revenues over expenditures                                     | <u>(2,991,597)</u>      | <u>(4,058,211)</u>    | <u>(6,042,269)</u>  | <u>(61,260,155)</u>    |
| <b>OTHER FINANCING SOURCES (USES)</b>                                                 |                         |                       |                     |                        |
| Operating transfers in                                                                | 79,236,300              | 571,764               | 7,359,505           | 5,000,000              |
| Operating transfers out                                                               | (56,780,539)            | (5,203,549)           |                     |                        |
| Proceeds of capital leases                                                            | 1,064,094               |                       |                     |                        |
| Proceeds from sales of bonds                                                          |                         | 19,110,000            |                     | 246,467                |
| Total other financing sources (uses)                                                  | <u>23,519,855</u>       | <u>14,478,215</u>     | <u>7,359,505</u>    | <u>5,246,467</u>       |
| Excess (deficiency) of revenues and other sources<br>over expenditures and other uses | <u>20,528,258</u>       | <u>10,420,004</u>     | <u>1,317,236</u>    | <u>(56,013,688)</u>    |
| Fund balances at beginning of year - as adjusted                                      | 55,283,920              | 87,437,878            | 616,266             | 29,245,291             |
| Increase (decrease) in reserve for inventory of supplies                              | 568,531                 | (82,575)              |                     |                        |
| Residual equity transfers                                                             | 5,139,619               | 14,173,877            |                     |                        |
| Fund balances (deficits) at end of year                                               | <u>\$ 81,520,328</u>    | <u>\$ 111,949,184</u> | <u>\$ 1,933,502</u> | <u>\$ (26,768,397)</u> |

See the accompanying notes to the financial statements.



| FIDUCIARY<br>FUND TYPE | TOTALS<br>(MEMORANDUM ONLY) |
|------------------------|-----------------------------|
| EXPENDABLE<br>TRUST    | JUNE 30, 1997               |
| \$                     | \$                          |
|                        | 240,138,668                 |
|                        | 13,324,933                  |
|                        | 617,278,173                 |
|                        | 44,579,250                  |
|                        | 11,499,560                  |
| 46,792                 | 42,122,050                  |
| <u>46,792</u>          | <u>968,942,634</u>          |
|                        | 83,288,504                  |
|                        | 312,469,016                 |
|                        | 41,937,037                  |
|                        | 295,239,781                 |
| 12,225                 | 35,319,556                  |
|                        | 1,138,321                   |
|                        | 242,991,752                 |
|                        | 19,077,158                  |
|                        | 11,799,174                  |
| <u>12,225</u>          | <u>1,043,260,299</u>        |
| <u>34,567</u>          | <u>(74,317,665)</u>         |
|                        | 92,167,569                  |
|                        | (61,984,088)                |
|                        | 1,064,094                   |
|                        | 19,356,467                  |
|                        | <u>50,604,042</u>           |
| <u>34,567</u>          | <u>(23,713,623)</u>         |
| 98,028                 | 172,681,383                 |
|                        | 485,956                     |
|                        | 19,313,496                  |
| <u>\$ 132,595</u>      | <u>\$ 168,767,212</u>       |

**Combined Statement Of Revenues, Expenditures  
And Changes In Fund Balances  
Budget And Actual - General, Special Revenue, Debt Service And  
Capital Projects Funds  
Year Ended June 30, 1997**

|                                                                                    | GENERAL FUND   |                |               | SPECIAL REVENUE FUNDS |                |               |
|------------------------------------------------------------------------------------|----------------|----------------|---------------|-----------------------|----------------|---------------|
|                                                                                    | BUDGET         | ACTUAL         | VARIANCE      | BUDGET                | ACTUAL         | VARIANCE      |
| <b>REVENUES</b>                                                                    |                |                |               |                       |                |               |
| Taxes                                                                              | \$ 170,960,346 | \$ 172,143,843 | \$ 1,183,497  | \$ 44,798,390         | \$ 44,366,040  | \$ (432,350)  |
| Licenses and permits                                                               | 1,776,500      | 2,380,662      | 604,162       | 10,796,954            | 10,944,271     | 147,317       |
| Intergovernmental                                                                  | 325,665,553    | 340,111,217    | 14,445,664    | 204,715,703           | 180,828,719    | (23,886,984)  |
| Charges for services                                                               | 20,236,212     | 21,498,899     | 1,262,687     | 22,102,927            | 21,655,791     | (447,136)     |
| Fines and forfeits                                                                 | 6,450,000      | 9,552,255      | 3,102,255     |                       | 1,944,949      | 1,944,949     |
| Miscellaneous                                                                      | 6,396,180      | 12,052,384     | 5,656,204     | 10,659,768            | 18,275,427     | 7,615,659     |
| Total revenues                                                                     | 531,484,791    | 557,739,260    | 26,254,469    | 293,073,742           | 278,015,197    | (15,058,545)  |
| <b>EXPENDITURES</b>                                                                |                |                |               |                       |                |               |
| Current:                                                                           |                |                |               |                       |                |               |
| General government                                                                 | 85,299,785     | 80,586,317     | 4,713,468     | 4,122,138             | 2,684,328      | 1,437,810     |
| Public safety                                                                      | 238,635,344    | 241,382,475    | (2,747,131)   | 76,085,638            | 70,157,574     | 5,928,064     |
| Highways and streets                                                               |                |                |               | 42,120,982            | 41,937,037     | 183,945       |
| Health, welfare and sanitation                                                     | 232,729,879    | 224,396,583    | 8,333,296     | 89,347,663            | 71,676,565     | 17,671,098    |
| Culture and recreation                                                             | 2,105,965      | 2,106,984      | (1,019)       | 38,902,046            | 32,818,004     | 6,084,042     |
| Education                                                                          | 1,185,981      | 1,138,321      | 47,660        |                       |                |               |
| Capital outlay                                                                     | 43,776,961     | 11,499,723     | 32,277,238    | 103,104,211           | 63,011,320     | 40,092,891    |
| Debt service:                                                                      |                |                |               |                       |                |               |
| Principal retirement                                                               |                |                |               |                       |                |               |
| Interest charges                                                                   |                |                |               |                       |                |               |
| Total expenditures                                                                 | 603,733,915    | 561,110,403    | 42,623,512    | 353,682,678           | 282,284,828    | 71,397,850    |
| Excess (deficiency) of revenues over expenditures                                  | (72,249,124)   | (3,371,143)    | 68,877,981    | (60,608,936)          | (4,269,631)    | 56,339,305    |
| <b>OTHER FINANCING SOURCES (USES)</b>                                              |                |                |               |                       |                |               |
| Operating transfers in                                                             | 69,968,100     | 79,236,300     | 9,268,200     | 312,569               | 571,764        | 259,195       |
| Operating transfers out                                                            | (35,608,588)   | (56,780,539)   | (21,171,951)  | (751,588)             | (5,203,549)    | (4,451,961)   |
| Proceeds from sales of bonds                                                       |                |                |               | 19,200,000            | 19,110,000     | (90,000)      |
| Total other financing sources (uses)                                               | 34,359,512     | 22,455,761     | (11,903,751)  | 18,760,981            | 14,478,215     | (4,282,766)   |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | (37,889,612)   | 19,084,618     | 56,974,230    | (41,847,955)          | 10,208,584     | 52,056,539    |
| Fund balances at beginning of year - as adjusted                                   | 46,676,829     | 55,283,920     | 8,607,091     | 61,117,813            | 86,925,198     | 25,807,385    |
| Increase (decrease) in reserve for inventory of supplies                           |                | 568,531        | 568,531       |                       | (82,575)       | (82,575)      |
| Residual equity transfers                                                          |                | 5,139,619      | 5,139,619     |                       | 14,173,877     | 14,173,877    |
| Fund balances (deficits) at end of year                                            | \$ 8,787,217   | \$ 80,076,688  | \$ 71,289,471 | \$ 19,269,858         | \$ 111,225,084 | \$ 91,955,226 |

See the accompanying notes to the financial statements.

| DEBT SERVICE FUNDS |                |              | CAPITAL PROJECTS FUNDS |                 |               | TOTALS<br>(MEMORANDUM ONLY) |                |                |
|--------------------|----------------|--------------|------------------------|-----------------|---------------|-----------------------------|----------------|----------------|
| BUDGET             | ACTUAL         | VARIANCE     | BUDGET                 | ACTUAL          | VARIANCE      | BUDGET                      | ACTUAL         | VARIANCE       |
| \$ 22,821,315      | \$ 23,628,785  | \$ 807,470   | \$                     | \$              | \$            | \$ 238,580,051              | \$ 240,138,668 | \$ 1,558,617   |
|                    | 279,935        | 279,935      | 86,062,928             | 96,058,302      | 9,995,374     | 12,573,454                  | 13,324,933     | 751,479        |
| 228,753            | 302,898        | 74,145       |                        | 64,018          | 64,018        | 616,444,184                 | 617,278,173    | 833,989        |
|                    |                |              |                        |                 |               | 42,567,892                  | 43,521,606     | 953,714        |
|                    |                |              |                        |                 |               | 6,450,000                   | 11,497,204     | 5,047,204      |
| 300,000            | 622,445        | 322,445      | 15,030,000             | 10,056,965      | (4,973,035)   | 32,385,948                  | 41,007,221     | 8,621,273      |
| 23,350,068         | 24,834,063     | 1,483,995    | 101,092,928            | 106,179,285     | 5,086,357     | 949,001,529                 | 966,767,805    | 17,766,276     |
|                    |                |              |                        |                 |               |                             |                |                |
|                    |                |              |                        |                 |               | 89,421,923                  | 83,270,645     | 6,151,278      |
|                    |                |              |                        |                 |               | 314,720,982                 | 311,540,049    | 3,180,933      |
|                    |                |              |                        |                 |               | 42,120,982                  | 41,937,037     | 183,945        |
|                    |                |              |                        |                 |               | 322,077,542                 | 296,073,148    | 26,004,394     |
|                    |                |              | 396,550                | 25,000          | 371,550       | 41,404,561                  | 34,949,988     | 6,454,573      |
|                    |                |              |                        |                 |               | 1,185,981                   | 1,138,321      | 47,660         |
|                    |                |              | 195,180,879            | 167,414,440     | 27,766,439    | 342,062,051                 | 241,925,483    | 100,136,568    |
| 18,898,501         | 19,077,158     | (178,657)    |                        |                 |               | 18,898,501                  | 19,077,158     | (178,657)      |
| 11,588,260         | 11,799,174     | (210,914)    |                        |                 |               | 11,588,260                  | 11,799,174     | (210,914)      |
| 30,486,761         | 30,876,332     | (389,571)    | 195,577,429            | 167,439,440     | 28,137,989    | 1,183,480,783               | 1,041,711,003  | 141,769,780    |
| (7,136,693)        | (6,042,269)    | 1,094,424    | (94,484,501)           | (61,260,155)    | 33,224,346    | (234,479,254)               | (74,943,198)   | 159,536,056    |
|                    |                |              |                        |                 |               |                             |                |                |
| 2,957,547          | 2,957,544      | (3)          | 5,000,000              | 5,000,000       |               | 78,238,216                  | 87,765,608     | 9,527,392      |
|                    |                |              |                        |                 |               | (36,360,176)                | (61,984,088)   | (25,623,912)   |
|                    |                |              |                        | 246,467         | 246,467       | 19,200,000                  | 19,356,467     | 156,467        |
| 2,957,547          | 2,957,544      | (3)          | 5,000,000              | 5,246,467       | 246,467       | 61,078,040                  | 45,137,987     | (15,940,053)   |
| (4,179,146)        | (3,084,725)    | 1,094,421    | (89,484,501)           | (56,013,688)    | 33,470,813    | (173,401,214)               | (29,805,211)   | 143,596,003    |
| 398,661            | 616,266        | 217,605      | 21,546,326             | 29,245,291      | 7,698,965     | 129,739,629                 | 172,070,675    | 42,331,046     |
|                    |                |              |                        |                 |               |                             | 485,956        | 485,956        |
|                    |                |              |                        |                 |               |                             | 19,313,496     | 19,313,496     |
| \$ (3,780,485)     | \$ (2,468,459) | \$ 1,312,026 | \$ (67,938,175)        | \$ (26,768,397) | \$ 41,169,778 | \$ (43,661,585)             | \$ 162,064,916 | \$ 205,726,501 |

**Combined Statement Of Revenues, Expenses  
And Changes In Fund Equity  
All Proprietary Fund Types  
Year Ended June 30, 1997**

|                                                      | PROPRIETARY FUND TYPES |                       | TOTALS<br>(MEMORANDUM ONLY) |
|------------------------------------------------------|------------------------|-----------------------|-----------------------------|
|                                                      | ENTERPRISE             | INTERNAL<br>SERVICE   | JUNE 30, 1997               |
| <b><u>OPERATING REVENUES</u></b>                     |                        |                       |                             |
| Net patient service revenue                          | \$ 150,885,156         | \$                    | \$ 150,885,156              |
| Charges for services                                 | 308,557,653            | 85,204,601            | 393,762,254                 |
| Other                                                | 5,221,705              | 741,659               | 5,963,364                   |
| Total operating revenues                             | <u>464,664,514</u>     | <u>85,946,260</u>     | <u>550,610,774</u>          |
| <b><u>OPERATING EXPENSES</u></b>                     |                        |                       |                             |
| Personal services                                    | 105,355,162            | 5,796,598             | 111,151,760                 |
| Supplies                                             | 28,719,912             | 4,408,966             | 33,128,878                  |
| Medical services                                     | 311,187,804            |                       | 311,187,804                 |
| Other services                                       | 43,685,097             | 21,440,974            | 65,126,071                  |
| Legal                                                | 305,057                | 1,645,525             | 1,950,582                   |
| Insurance                                            | 761,919                | 47,875,829            | 48,637,748                  |
| Leases and rentals                                   | 2,383,696              | 1,218,579             | 3,602,275                   |
| Repairs and maintenance                              | 2,212,392              | 3,186,756             | 5,399,148                   |
| Travel and transportation                            | 3,513,593              | 70,367                | 3,583,960                   |
| Utilities                                            | 3,048,700              | 540,007               | 3,588,707                   |
| Depreciation                                         | 7,902,912              | 281,406               | 8,184,318                   |
| Miscellaneous                                        | 5,477,696              | 360,783               | 5,838,479                   |
| Total operating expenses                             | <u>514,553,940</u>     | <u>86,825,790</u>     | <u>601,379,730</u>          |
| Operating loss                                       | (49,889,426)           | (879,530)             | (50,768,956)                |
| <b><u>NON-OPERATING REVENUES (EXPENSES)</u></b>      |                        |                       |                             |
| Grant revenues                                       | 6,772,409              |                       | 6,772,409                   |
| Disproportionate share settlement                    | 79,236,300             |                       | 79,236,300                  |
| Interest income                                      | 6,142,027              | 3,116,810             | 9,258,837                   |
| Interest expense                                     | (4,256,061)            | (132,157)             | (4,388,218)                 |
| Gain on sale of fixed assets                         | 8,594,811              | 919,313               | 9,514,124                   |
| Loss on sale of fixed assets                         | (64,515)               |                       | (64,515)                    |
| Loss on disposal of fixed assets                     | (320,957)              | (131,244)             | (452,201)                   |
| Net non-operating revenues                           | <u>96,104,014</u>      | <u>3,772,722</u>      | <u>99,876,736</u>           |
| Net income before operating transfers                | 46,214,588             | 2,893,192             | 49,107,780                  |
| <b><u>OPERATING TRANSFERS</u></b>                    |                        |                       |                             |
| Transfers in                                         | 49,199,675             | 2,069,100             | 51,268,775                  |
| Transfers out                                        | (81,212,510)           | (239,746)             | (81,452,256)                |
| Net income                                           | <u>14,201,753</u>      | <u>4,722,546</u>      | <u>18,924,299</u>           |
| Fund equities at beginning of year - as adjusted     | 56,845,124             | 22,411,319            | 79,256,443                  |
| <b><u>OTHER CHANGES IN FUND EQUITIES</u></b>         |                        |                       |                             |
| Residual equity transfers (net)                      | (772,595)              | (16,051,483)          | (16,824,078)                |
| Increase in Contributed Capital                      | 403,057                |                       | 403,057                     |
| Decrease in Contributed Capital                      |                        | (521,164)             | (521,164)                   |
| Transfer Fund Equity to Enterprise Fund              |                        | (1,908,873)           | (1,908,873)                 |
| Transfer Fund Equity to other Internal Service Funds |                        | (59,381)              | (59,381)                    |
| Transfer to General Fixed Assets Account Group       |                        | (12,343,475)          | (12,343,475)                |
| Fund equities (deficits) at end of year              | <u>\$ 70,677,339</u>   | <u>\$ (3,750,511)</u> | <u>\$ 66,926,828</u>        |

See the accompanying notes to the financial statements.

# Combined Statement Of Cash Flows

## All Proprietary Fund Types

### Year Ended June 30, 1997

|                                                                                                  | PROPRIETARY FUND TYPES |                      | TOTALS                |
|--------------------------------------------------------------------------------------------------|------------------------|----------------------|-----------------------|
|                                                                                                  | ENTERPRISE             | INTERNAL SERVICE     | (MEMORANDUM ONLY)     |
|                                                                                                  |                        |                      | JUNE 30, 1997         |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                                      |                        |                      |                       |
| Operating loss                                                                                   | \$ (49,889,426)        | \$ (879,530)         | \$ (50,768,956)       |
| Adjustments to reconcile operating loss to net cash provided by (used for) operating activities: |                        |                      |                       |
| Depreciation                                                                                     | 7,902,912              | 281,406              | 8,184,318             |
| Changes in assets and liabilities:                                                               |                        |                      |                       |
| Increase in:                                                                                     |                        |                      |                       |
| Investments held by trustee                                                                      |                        | (3,811,062)          | (3,811,062)           |
| Accounts receivable                                                                              |                        | (49,286)             | (49,286)              |
| Due from other funds                                                                             |                        | (1,168,582)          | (1,168,582)           |
| Due from other governmental units                                                                | (6,345,635)            |                      | (6,345,635)           |
| Prepays                                                                                          |                        | (61,793)             | (61,793)              |
| Vouchers payable                                                                                 |                        | 4,021,761            | 4,021,761             |
| Employee compensation                                                                            |                        | 15,134               | 15,134                |
| Accrued liabilities                                                                              |                        | 482,121              | 482,121               |
| Liability for reported and incurred but not reported claims                                      | 39,432,293             |                      | 39,432,293            |
| Decrease in:                                                                                     |                        |                      |                       |
| Accounts receivable                                                                              | 6,742,433              |                      | 6,742,433             |
| Due from other funds                                                                             | 21,022,989             |                      | 21,022,989            |
| Inventory of supplies                                                                            | 352,195                | 142,244              | 494,439               |
| Prepays                                                                                          | 254,794                |                      | 254,794               |
| Miscellaneous                                                                                    | 570,854                | 307,926              | 878,780               |
| Vouchers payable                                                                                 | (8,749,960)            |                      | (8,749,960)           |
| Employee compensation                                                                            | (654,413)              |                      | (654,413)             |
| Accrued liabilities                                                                              | (20,511,251)           |                      | (20,511,251)          |
| Due to other funds                                                                               | (24,567,480)           | (997,730)            | (25,565,210)          |
| Due to other governmental units                                                                  | (2,795,731)            |                      | (2,795,731)           |
| Liability for reported and incurred but not reported claims                                      |                        | (5,590,164)          | (5,590,164)           |
| Net cash used for operating activities                                                           | <u>(37,235,426)</u>    | <u>(7,307,555)</u>   | <u>(44,542,981)</u>   |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>                                           |                        |                      |                       |
| Operating grants received                                                                        | 6,772,409              |                      | 6,772,409             |
| Disproportionate share settlement                                                                | 79,236,300             |                      | 79,236,300            |
| Operating transfers from other funds                                                             | 49,199,675             | 2,069,100            | 51,268,775            |
| Operating transfers to other funds                                                               | (81,212,510)           | (239,746)            | (81,452,256)          |
| Interest expense                                                                                 | (4,256,061)            | (132,157)            | (4,388,218)           |
| Cash transfers to other funds                                                                    | (3,971,700)            | (16,677,140)         | (20,648,840)          |
| Cash transfers from other funds                                                                  | 1,290,232              | 45,112               | 1,335,344             |
| Net cash provided by (used for) noncapital financing activities                                  | <u>47,058,345</u>      | <u>(14,934,831)</u>  | <u>32,123,514</u>     |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>                                  |                        |                      |                       |
| Acquisition of fixed assets                                                                      | (2,811,273)            | (7,818,723)          | (10,629,996)          |
| Proceeds from sale of fixed assets                                                               | 17,580,949             | 919,313              | 18,500,262            |
| Capital lease payments                                                                           | (1,246,412)            |                      | (1,246,412)           |
| Certificate of participation payments                                                            | (1,758,871)            |                      | (1,758,871)           |
| Net cash provided by (used for) capital and related financing activities                         | <u>11,764,393</u>      | <u>(6,899,410)</u>   | <u>4,864,983</u>      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                                                      |                        |                      |                       |
| Interest income                                                                                  | 5,898,161              | 3,334,443            | 9,232,604             |
| Net cash provided by investing activities                                                        | <u>5,898,161</u>       | <u>3,334,443</u>     | <u>9,232,604</u>      |
| Net increase (decrease) in cash and cash equivalents                                             | 27,485,473             | (25,807,353)         | 1,678,120             |
| Cash and cash equivalents, July 1, 1996                                                          | 63,366,166             | 60,352,444           | 123,718,610           |
| Cash and cash equivalents, June 30, 1997                                                         | <u>\$ 90,851,639</u>   | <u>\$ 34,545,091</u> | <u>\$ 125,396,730</u> |
| <b>SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</b>                           |                        |                      |                       |
| Transfer of equipment from (to) General Fixed Assets Account Group                               | \$ 198,529             | \$ (38,217,136)      | \$ (38,018,607)       |
| Transfer of equipment to Enterprise Fund                                                         |                        | (4,083,502)          | (4,083,502)           |
| Transfer of equipment to Internal Service Fund                                                   |                        | (274,932)            | (274,932)             |
| Transfer accumulated depreciation to General Fixed Assets Account Group                          |                        | 25,873,661           | 25,873,661            |
| Transfer accumulated depreciation to Enterprise Fund                                             |                        | 2,174,629            | 2,174,629             |
| Transfer accumulated depreciation to Internal Service Fund                                       |                        | 215,551              | 215,551               |
| Residual equity transfers (net)                                                                  | (1,908,873)            | 14,252,348           | 12,343,475            |
| Transfer of equipment from Equipment Services Fund                                               |                        | 4,083,502            | 4,358,434             |
| Transfer of accumulated depreciation from Equipment Services Fund                                | (2,174,629)            | (215,551)            | (2,390,180)           |
| Deletion of equipment                                                                            | (2,077,320)            | (2,318,651)          | (4,395,971)           |
| Elimination of accumulated depreciation related to deletions                                     |                        | 2,187,407            | 3,943,770             |
| Loss on disposal of fixed assets                                                                 | 320,957                | 131,244              | 452,201               |
| Increase in Contributed Capital                                                                  | (403,057)              |                      | (403,057)             |
| Receipt of donated equipment                                                                     | 204,528                |                      | 204,528               |
| Restatement of June 30, 1996, accounts receivable and July 1, 1996, fund equity                  | 11,962,794             |                      | 11,962,794            |

See the accompanying notes to the financial statements.

**Financial Section**

**General Purpose Financial Statements - Notes**

The Notes to the General Purpose Financial Statements include a summary of significant accounting policies and other disclosures considered necessary for a clear understanding of the accompanying financial statements.



**Maricopa County**  
**Notes to the Financial Statements**  
For The Fiscal Year Ended June 30, 1997

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

The County's major operations include general government, public safety, highways and streets, health, welfare and sanitation, culture and recreation, education, maintenance and construction. In addition, the County owns and operates five enterprise activities: two health plans, a long-term care system, a medical center and landfills.

A. Reporting Entity

Maricopa County is a general purpose local government governed by a separately elected board of five county supervisors. These general purpose financial statements present all fund types and account groups of the County (a 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, and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. Each blended component unit has a June 30 year end. The County has no discretely presented component units. The reporting entity is thus comprised of the primary government, Maricopa County Flood Control District, Maricopa County Library District, Maricopa County Stadium District, Maricopa County Regional School Districts 509 and 512, various Special Assessment Districts and the Maricopa County Street Lighting Districts.

The various school districts and some special districts within the County are governed by independently elected boards, and the County is not obligated in any manner for the debt of such districts. Therefore, the financial statements of such districts are not included in the accompanying financial statements except to reflect amounts held in an agency capacity by the County Treasurer.

The Component Units are as follows:

Maricopa County Flood Control District

The Maricopa County Flood Control District provides flood control facilities and regulates floodplains and drainage to prevent flooding of property in Maricopa County. The County Board of Supervisors serves as the Board of Directors of the Flood Control District.

Maricopa County Library District

The Library District provides and maintains library services for the residents of Maricopa County. The County Board of Supervisors serves as the Board of Directors of the Library District.

## Notes to the Financial Statements (Continued)

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### Maricopa County Stadium District

The Stadium District provides regional leadership and fiscal resources to assure the presence of Major League Baseball in Maricopa County. The County Board of Supervisors serves as the Board of Directors of the Maricopa County Stadium District.

### Maricopa County Regional School Districts 509 and 512

Maricopa County Regional School Districts 509 and 512 provide instruction from kindergarten through twelfth grade in seven main educational facilities. The Maricopa County Superintendent of Schools serves as the Governing Board of the Regional School Districts. Adequate records are not available for Maricopa County Regional School Districts 509 and 512, and thus they have been excluded from the Special Revenue, Debt Service and Capital Projects funds as they are considered to be immaterial.

### Maricopa County Special Assessment Districts

The Special Assessment Districts provide improvements to various properties within the County. The County Board of Supervisors serves as the Board of Directors of the Maricopa County Special Assessment Districts.

### Maricopa County Street Lighting Districts

The Street Lighting Districts provide street lighting in areas of the County that are not under local city jurisdictions. The County Board of Supervisors serves as the Board of Directors of the Maricopa County Street Lighting Districts.

Complete financial statements of the Maricopa County Stadium District and Maricopa County Regional School Districts 509 and 512 may be obtained at the entity's administrative offices listed below:

|                                                                                          |                                                                                      |
|------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------|
| Maricopa County Stadium District<br>45 W. Jefferson, 9th Floor<br>Phoenix, Arizona 85003 | Maricopa County Regional Schools<br>374 North Sixth Avenue<br>Phoenix, Arizona 85003 |
|------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------|

Separate financial statements of the remaining blended component units are not prepared.

## B. Fund Accounting

The County's accounts are maintained in accordance with the principles of fund accounting to ensure that limitations and restrictions on the County's available resources are observed. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with the activities or objectives specified for those resources. Each fund is considered a separate accounting entity, and its operations are accounted for in a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses. Account groups are reporting devices to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

Accounts are separately maintained for each fund and account group; however, in the accompanying financial statements, funds that have similar characteristics have been combined into generic fund types that are further classified into broad fund categories. A description of the fund categories, types, and account groups follows.

# Notes to the Financial Statements

(Continued)

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1. **Governmental Funds** account for the County's general government activities using the flow of current financial resources measurement focus and include the following fund types:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in other funds.

The *Special Revenue Funds* account for specific revenue sources, other than expendable trusts and major capital projects, that are legally restricted to expenditures for specific purposes.

The *Debt Service Funds* account for resources accumulated and disbursed for the payment of general long-term debt principal, interest, and related costs.

The *Capital Projects Funds* account for resources to be used for acquiring or constructing major capital facilities, other than those financed by Proprietary Funds.

2. **Proprietary Funds** account for the County's ongoing activities that are similar to those found in the private sector using the flow of economic resources measurement focus. The County applies only those applicable FASB Statements and Interpretations, APB Opinions, and ARBs issued on or before November 30, 1989, to its proprietary activities unless those pronouncements conflict with or contradict GASB pronouncements. The County's proprietary funds include the following fund types:

The *Enterprise Funds* account for operations that are financed and operated in a manner similar to private business enterprises, in which the intent of the Board of Supervisors is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or for which the Board of Supervisors has decided that periodic determination of revenues earned, expenses incurred, or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The *Internal Service Funds* account for the financing of goods and services provided by the department or agency to the County departments or agencies, or to other governments on a cost-reimbursement basis.

3. **Fiduciary Funds** account for assets held by the County on behalf of others, and include the following fund types:

The *Expendable Trust Fund* is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus. Expendable trust funds account for assets where both the principal and interest may be spent.

The *Agency Fund* is custodial in nature and does not present results of operations or have a measurement focus. This fund is used to account for assets that the government holds for others in an agency capacity.

4. **Account Groups** are used to establish control and accountability for certain County assets and liabilities that are not recorded in the funds and include the following two groups:

The *General Fixed Assets Account Group* accounts for all fixed assets of the County, except those accounted for in Proprietary Funds.

The *General Long-Term Debt Account Group* accounts for all long-term obligations of the County, except those accounted for in Proprietary Funds.

# Notes to the Financial Statements

(Continued)

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## C. Basis of Accounting

Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied, and determines when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. The financial statements of the Governmental, Expendable Trust, and Agency Funds are presented on the modified accrual basis of accounting. Revenues are recognized when they become measurable and available to finance expenditures of the current period. Expenditures are recognized when the related fund liability is incurred, except for principal and interest on general long-term debt that are recognized when due. However, since debt service resources are provided during the current year for payment of general long-term debt principal and interest due early in the following year, those expenditures and related liabilities have been recognized in the Debt Service Funds.

Those revenues susceptible to accrual prior to receipt are property taxes; franchise taxes; special assessments; intergovernmental aid, grants and reimbursements; interest revenue; charges for services; and sales taxes collected and held by the State at year end on behalf of the County. Fines and forfeits, licenses and permits, rents, contributions, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The financial statements of the Proprietary Funds are presented on the accrual basis of accounting. Revenues are recognized when they are earned, and the expenses are recognized when they are incurred.

## D. Budgeting and Budgetary Control

The County is required by Arizona law to prepare and adopt a balanced budget annually for the General, Special Revenue, Debt Service, and Capital Projects Funds. Arizona law further requires that no expenditure shall be made or liability incurred in excess of the amounts budgeted except as provided by law.

Appropriation levels are established on a departmental basis and lapse annually. Transfers during the year from the contingency account to a department's budget require approval by the Board of Supervisors. Budgeted amounts are reported as originally adopted or as adjusted by allocations from reserves (contingency) or as amended by authorization from the Board of Supervisors.

Increases in budgeted revenues and budgeted appropriations resulting from unanticipated grant funds are included in the budget columns in the financial statements. These increases are not subject to Arizona budgetary law. All grant agreements require approval by the Board of Supervisors.

The County budgets for Governmental Fund types on a basis consistent with generally accepted accounting principles (GAAP), with the exception of the following types of transactions:

- Capital Lease Transactions
- Bond Issuance Transactions
- Transfers In and Transfers Out in the Debt Service Funds
- Arizona Long-Term Care System Refund

Encumbrance accounting, under which purchase orders, contracts and other commitments to expend monies are recorded to reserve that portion of the applicable fund balance, is employed as an extension of formal budgetary control. Encumbrances outstanding at year end for goods or services which were not received before fiscal year end are canceled. However, the County may draw warrants against encumbered amounts for goods or services received but unpaid at June 30 for 30 days

## Notes to the Financial Statements

(Continued)

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immediately following the close of the fiscal year. After 30 days, the remaining encumbered balances lapse.

### E. Grants

Grants are recorded as intergovernmental receivables and revenues when the related expenditure (or expense) is incurred. Grant monies received in advance and not spent are recorded as liabilities in their respective fund. Reimbursement grants for the acquisition of fixed assets of Proprietary Fund Types are recorded as intergovernmental receivables and contributed capital when the related expense is incurred.

### F. Cash and Cash Equivalents

Cash belonging to the County is placed in the custody of the County Treasurer. The Treasurer has a fiduciary responsibility for administering all funds held in the County Treasury. The County considers all highly liquid investments with a maturity of three months or less from the date of the financial statements and all pooled investments on deposit with the Treasurer to be cash equivalents.

### G. Investments

Investments are stated at cost or amortized cost.

### H. Inventory of Supplies

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 are recorded as assets when purchased and expensed when consumed. The amount shown on the balance sheet for the Enterprise Funds is valued at cost using the first-in, first-out method. The amount shown on the balance sheet for the Internal Service Funds is valued at cost using the moving average method.

### I. Property, Plant and Equipment

Property, plant and equipment expenditures are recorded in the Governmental Fund types, while the assets are recorded in the General Fixed Assets Account Group. Property, plant and equipment for general governmental purposes are capitalized at cost or estimated fair market value at date of donation in the case of gifts. Depreciation on property, plant and equipment in the General Fixed Assets Account Group is not recorded.

The County capitalizes equipment that is relatively permanent and of significant value. Relatively permanent is defined as a useful life of one year or longer. Significant value is defined as \$1,000 or more. Structures and improvements of \$5,000 or more are capitalized.

Certain infrastructure assets, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, are not capitalized. Such assets normally are immovable and of value only to the County; therefore, the purposes of stewardship and cumulative accountability for capital expenditures are satisfied without capitalizing these assets.

# Notes to the Financial Statements

(Continued)

Property, plant and equipment acquired by the Proprietary Funds are recorded at cost or estimated fair market value at date of donation in the case of gifts. Depreciation is computed using the straight-line method applied over the estimated useful lives of the assets and is charged as an expense against operations. The cost of maintenance and repairs is charged to expense as incurred. Significant renewals and improvements are capitalized and retirements are deducted.

The following shows the estimated useful lives of various kinds of County assets:

| <u>TYPE OF ASSETS</u>             | <u>ESTIMATED USEFUL<br/>LIFE IN YEARS</u> |
|-----------------------------------|-------------------------------------------|
| Buildings                         | 20 - 50                                   |
| Improvements other than Buildings | 20 - 50                                   |
| Autos and trucks                  | 3                                         |
| Other equipment                   | 3 to 20                                   |

## J. Property Tax Revenues

Property taxes are recognized as revenues in the fiscal year they are levied and collected or if they are collected within 60 days subsequent to fiscal year end. Property taxes not collected within 60 days subsequent to fiscal year end or collected in advance of the fiscal year for which they are levied are reported as deferred revenues.

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

The County also levies various personal property taxes throughout the year. Rolls are compiled by the Assessor as property is discovered and certified to the Board of Supervisors. The Board acting as the Board of Equalization, conducts hearings on the roll and certifies the amended roll to the County Treasurer at regular monthly Board meetings. The taxes are then due the second Monday of the following month after receipt of the tax notice and become delinquent 30 days thereafter.

The County also assesses personal property taxes upon secured and unsecured property. Secured personal property taxes are assessed and billed with real estate taxes. Unsecured personal property taxes are billed annually and are payable 30 days after the billing date. A lien assessed against real and personal property attaches on the first day of January preceding assessment and levy thereof.

## K. 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 depending on years of service, but any vacation hours in excess of the maximum amount that are unused at year-end are forfeited. Generally, sick leave benefits provide for ordinary sick pay and are cumulative but do not vest with employees and therefore, are not accrued. However, upon retirement, County employees with accumulated sick leave in excess of 1,000 hours are entitled to a \$3,000 bonus. The amount of such bonuses is accrued in the liability recorded for compensated absences.

The amount of compensated absences expected to be paid by available financial resources is recorded as a current liability at June 30 in the Governmental Funds. The remaining noncurrent amount of compensated absences of the Governmental Funds is recorded in the General Long-Term Debt Account Group. Vested compensated absences of the Proprietary Funds are recorded as

# Notes to the Financial Statements

(Continued)

expenses and liabilities of those funds as the benefits accrue to employees. See Note 11 - Employee Compensation Payable for more information.

## L. Total Columns on Combined Statements

The total columns on the combined statements are captioned "Memorandum Only" to indicate the aggregate of the columnar statements by fund type and account group. The data in these columns does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles and is not comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

## NOTE 2 - REPORTING CHANGES

As a result of internal reviews of reporting entities, the County chose to reclassify the following funds during fiscal year 1996-97:

| <u>FUND NAME</u>       | <u>FISCAL YEAR 1996-97<br/>CLASSIFICATION</u> | <u>FISCAL YEAR 1995-96<br/>CLASSIFICATION</u> |
|------------------------|-----------------------------------------------|-----------------------------------------------|
| Regional Schools       | Special Revenue Fund                          | Agency Fund                                   |
| Taxpayers' Information | Special Revenue Fund                          | Agency Fund                                   |

In addition, Document Storage (Special Revenue Fund) was divided into two funds with the balances being included in Document Storage and Domestic Relations (Special Revenue Funds), and Health Services Administration (Internal Service Fund) was closed during fiscal year 1996-97.

Further, the fund name of the following Special Revenue Funds was changed in fiscal year 1996-97:

| <u>NEW FUND NAME</u> | <u>OLD FUND NAME</u> |
|----------------------|----------------------|
| Domestic Relations   | Conciliation Court   |
| Domestic Relations   | Court Enhancement    |
| Law Library          | Courts               |

The financial impact of these reporting changes is disclosed in Note 3 - Beginning Fund Balances Restated and Note 19 - Residual Equity Transfers.

## NOTE 3 - BEGINNING FUND BALANCES/EQUITIES RESTATED

The beginning fund balances of the Taxpayers' Information and Regional Schools Funds were reclassified from the Agency Funds to the Special Revenue Funds. The beginning fund balance of the General Fund was corrected for the understatement of the liability to the Arizona Long-Term Care System at June 30, 1996. In addition, the beginning fund balance for Grants and Contracts, Transportation, Lake Pleasant Recreation, Library, Air Pollution and Public Health Funds were restated to correct a misstatement of deferred revenue related to grants. Further, the beginning fund balances for the General Fund and Lake Pleasant Recreation (Special Revenue Fund) were adjusted for misstatements of June 30, 1996, miscellaneous accounts receivable and accounts payable. The beginning fund balance for the Medical Center was reduced for the overstatement of June 30, 1996, accounts receivables.

**Notes to the Financial Statements**  
(Continued)

|                                                                    | General              | Special<br>Revenue   | Enterprise<br>Funds  |
|--------------------------------------------------------------------|----------------------|----------------------|----------------------|
| Fund Balance/Equity at June 30, 1996, as previously reported       | \$ 60,884,599        | \$ 88,079,868        | \$ 68,807,918        |
| Reclassification of Taxpayers' Information Fund out of Agency Fund |                      | 122,325              |                      |
| Reclassification of Regional Schools Fund out of Agency Fund       |                      | 13,922               |                      |
| Correct understatement of prior year's ALTCS liability             | (5,286,176)          |                      |                      |
| Correct misstatements of deferred revenue related to grants        |                      | (595,578)            |                      |
| Correct misstatements of prior year's receivables/payables         | (314,503)            | (182,659)            |                      |
| Correct overstatement of prior year's Medical Center receivables   |                      |                      | (11,962,794)         |
| Fund Balance/Equity at July 1, 1996, as adjusted                   | <u>\$ 55,283,920</u> | <u>\$ 87,437,878</u> | <u>\$ 56,845,124</u> |

**NOTE 4 - INDIVIDUAL FUND DEFICITS**

The Housing Authority (Special Revenue Fund), Major League Stadium (Capital Projects Fund), Non-AHCCCS Health Plans (Enterprise Fund), and Facilities Discretionary and Risk Management Funds (Internal Service Funds) had deficits of \$179,106, \$34,859,741, \$2,169,733, \$5,039, and \$7,378,793, respectively, at June 30, 1997. For all of these funds except Risk Management, the deficits resulted from operations during the year and are expected to be corrected through normal operations in fiscal year 1997-98. The Risk Management deficit is the result of management's decision to not fully fund the liability for incurred but not reported claims. The deficit in Risk Management is not expected to be corrected in the near future.

**NOTE 5 - CASH AND INVESTMENTS**

Arizona Revised Statutes (ARS) authorize the County to invest public monies in the State Treasurer's investment pool; interest-bearing savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; bonds or other obligations of the U.S. government that are guaranteed as to principal and interest by the U.S. government; and bonds of the State of Arizona counties, cities, towns, school districts, and special districts as specified by statute. As required by statute, collateral is required for demand deposits, certificates of deposit, and repurchase agreements at 101 percent of all deposits not covered by federal depository insurance.

Cash and investments held by the County Treasurer consist of both County monies and monies of other entities not under the control of the Board of Supervisors (i.e., primarily monies of the various school districts). However, the Treasurer has a fiduciary responsibility to administer all monies held in the County Treasury. The Treasurer invests, on a pool basis, all cash not specifically invested for a fund or program. Interest earned from investments purchased with such pooled monies is allocated to each of the funds based on their mid-month and month-end cash balances.

Cash and investments are presented in two categories on the combined balance sheet:

|                                   | Totals<br>(Memorandum Only) |
|-----------------------------------|-----------------------------|
| Cash and cash equivalents         | \$ 1,421,326,226            |
| Cash and investments with trustee | 10,753,785                  |
| <b>Total</b>                      | <u>\$ 1,432,080,011</u>     |

At least monthly, the County determines that the collateral has a market value adequate to cover the deposits. All deposits were fully collateralized at fiscal year end and at all times during the year. The carrying amount of the County's total cash in bank was (\$4,407) and the bank balance was \$28,005,749 at June 30, 1997. Of the bank balance, \$300,000 was covered by Federal depository insurance, and



# Notes to the Financial Statements

(Continued)

\$24,675,427 was collateralized with securities held by the pledging financial institution, or by its trust department or agent book entry in the County's name and \$3,030,322 was uncollateralized.

The investments are categorized below to give an indication of the level of risk assumed by the County at year end. Category I includes investments that are insured or registered in the County's name, or for which the securities are held by the County or its agent in the County's name. Category II includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the County's name. Category III includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the County's name.

|                       | I | CATEGORY<br>II          | III                 | CARRYING<br>AMOUNT      | MARKET<br>VALUE         |
|-----------------------|---|-------------------------|---------------------|-------------------------|-------------------------|
| Repurchase agreements |   | \$ 40,221,000           | \$                  | \$ 40,221,000           | \$ 40,221,000           |
| Government securities |   | 1,388,292,773           |                     | 1,388,292,773           | 1,384,447,313           |
| Mutual Funds          |   |                         | 3,570,645           | 3,570,645               | 3,570,645               |
| Total investments     |   | <u>\$ 1,428,513,773</u> | <u>\$ 3,570,645</u> | <u>\$ 1,432,084,418</u> | <u>\$ 1,428,238,958</u> |

## NOTE 6 - ACCOUNTS RECEIVABLE

Accounts receivable balances shown on the combined balance sheet for the Enterprise Funds are stated net of allowances for uncollectibles. A summary of such receivables and related estimated uncollectibles at June 30, 1997, follows:

|                                | ENTERPRISE<br>FUNDS  |
|--------------------------------|----------------------|
| Gross accounts receivable      | \$ 70,216,419        |
| Less: estimated uncollectibles | <u>(30,036,215)</u>  |
| Accounts receivable            | <u>\$ 40,180,204</u> |

## NOTE 7 - PROPERTY TAXES RECEIVABLE

The County Treasurer is responsible for the collection of property taxes for all governmental entities within the County. Uncollected real property taxes receivable at June 30, 1997, as determined from the records of the County Treasurer's Office, consisted of the following:

| YEAR    | GENERAL<br>FUND     | SPECIAL<br>REVENUE<br>FUNDS | DEBT<br>SERVICE<br>FUNDS |
|---------|---------------------|-----------------------------|--------------------------|
| 1996-97 | \$ 2,025,194        | \$ 887,350                  | \$ 373,306               |
| 1995-96 | 162,613             |                             | 23,004                   |
| 1994-95 | 99,664              |                             | 234                      |
| 1993-94 | 77,563              | 58,303                      | 15,057                   |
| 1992-93 | 74,364              | 34,698                      | 9,747                    |
| 1991-92 | 82,068              | 33,318                      | 14,966                   |
| Prior   | 175,267             |                             | 22,782                   |
|         | <u>\$ 2,696,733</u> | <u>\$ 1,013,669</u>         | <u>\$ 459,096</u>        |

The portion of property taxes receivable not collected within 60 days after June 30, 1997, has been deferred and, consequently, is not included in current year revenues. In addition, allowance for uncollectable taxes are considered immaterial, therefore, these amounts are not calculated and presented.

## Notes to the Financial Statements

(Continued)

### NOTE 8 - DUE FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governments at June 30, 1997, include \$42,214,324, \$9,087,748 and \$11,595,650 in state-shared revenues for sales taxes, auto license taxes, and highway user taxes, respectively, \$16,429,336 in Major League Stadium tax collected by the State but not received by the County, \$7,696,900 in disproportionate share revenue due to the Medical Center by the State, \$8,667,226 in various Federal and State grants and \$3,589,221 due from local governments for prisoner detention and police services. The balance of \$4,191,605 is comprised of miscellaneous receivables from Federal, State and local governments.

### NOTE 9 - CHANGES IN GENERAL FIXED ASSETS

The balance in the General Fixed Assets Account Group on July 1, 1996, was reduced by \$59,382,372 to remove capital projects in Construction in Progress which were classified as infrastructure during fiscal year 1996-97. A summary of the changes in general fixed assets follows:

| GENERAL FIXED ASSETS              | BALANCE<br>JULY 1, 1996<br>(As Adjusted) | ADDITIONS      | DEDUCTIONS    | BALANCE<br>JUNE 30, 1997 |
|-----------------------------------|------------------------------------------|----------------|---------------|--------------------------|
| Land                              | \$ 33,010,455                            | \$ 1,770,000   | \$ 11,000     | \$ 34,769,455            |
| Buildings                         | 304,583,213                              | 235,102        | 288,610       | 304,529,705              |
| Improvements other than buildings | 40,126,351                               |                |               | 40,126,351               |
| Machinery and equipment           | 118,445,767                              | 56,467,810     | 12,406,581    | 162,506,996              |
| Construction in progress          | 99,080,077                               | 168,726,154    | 3,714,090     | 264,092,141              |
| Total general fixed assets        | \$ 595,245,863                           | \$ 227,199,066 | \$ 16,420,281 | \$ 806,024,648           |

The schedule of investment in general fixed assets by source at June 30, 1997, is as follows:

|                                          |                |
|------------------------------------------|----------------|
| General Fund                             | \$ 386,599,976 |
| Capital Projects Fund                    | 264,092,141    |
| Special Revenue Funds:                   |                |
| Grants & Contracts                       | 13,705,474     |
| Flood Control                            | 21,874,508     |
| Transportation                           | 53,250,683     |
| Air Pollution                            | 3,715,351      |
| Rabies/Animal Control                    | 3,572,892      |
| Public Health                            | 4,615,511      |
| Library                                  | 8,993,321      |
| Stadium District                         | 5,994,347      |
| Sports Authority                         | 14,557         |
| Lake Pleasant Recreation                 | 1,315,718      |
| Housing Authority                        | 33,878,668     |
| Recorder's Surcharge                     | 4,401,501      |
| Total investment in general fixed assets | \$ 806,024,648 |

### NOTE 10 - PROPRIETARY FUND PROPERTY, PLANT AND EQUIPMENT

The Proprietary Fund type schedule of property, plant and equipment by asset class at June 30, 1997, is as follows:

**Notes to the Financial Statements**  
(Continued)

| ASSET CLASS                         | ENTERPRISE FUNDS     | INTERNAL SERVICE FUNDS | TOTAL PROPRIETARY FUNDS |
|-------------------------------------|----------------------|------------------------|-------------------------|
| Land                                | \$ 1,489,679         | \$                     | \$ 1,489,679            |
| Buildings                           | 57,960,913           | 1,041,897              | 59,002,810              |
| Improvements other than buildings   | 3,869,718            |                        | 3,869,718               |
| Machinery and equipment             | 51,272,867           | 5,206,712              | 56,479,579              |
| Total property, plant and equipment | 114,593,177          | 6,248,609              | 120,841,786             |
| Accumulated depreciation            | (64,048,908)         | (4,238,686)            | (68,287,594)            |
| Net property, plant and equipment   | <u>\$ 50,544,269</u> | <u>\$ 2,009,923</u>    | <u>\$ 52,554,192</u>    |

**NOTE 11 - EMPLOYEE COMPENSATION PAYABLE**

Vacation leave and other compensated absences with similar characteristics are accrued as a liability when the benefits are earned by the employees, if the leave is attributable to past service and it is probable that the employer will compensate the employees for the benefits through paid time or some other means, such as cash payments at termination or retirement. Additionally, the liability to be recognized should be based upon these requirements:

- a) Upon retirement, County employees with accumulated sick leave in excess of 1,000 hours are entitled to a \$3,000 bonus.
- b) Fringe benefits related to compensated absences are susceptible to accrual.

Liabilities for vacation leave and \$3,000 bonus earned by employees at June 30, 1997, were recorded in the following funds and account group:

|                             |                      |
|-----------------------------|----------------------|
| General                     | \$ 2,503,262         |
| Special Revenue             | 921,254              |
| Enterprise/Internal Service | 3,957,419            |
| General Long-Term Debt      | <u>19,958,249</u>    |
| Total                       | <u>\$ 27,340,184</u> |

The remaining balance of \$18,021,704 is comprised of accrued payroll and employee benefits at June 30, 1997.

**NOTE 12 - LONG-TERM OBLIGATIONS**

The balance in General Long-Term Obligations on July 1, 1996 was increased by \$10,000,000 to record the City of Mesa Municipal Development Corporation Revenue Bonds Series 1996 B which were issued on April 1, 1996 on behalf of the Stadium District.

A summary of changes in the general long-term obligations follows:

|                                                      | BALANCE<br>JULY 1, 1996<br>(as adjusted) | ISSUES/<br>ADDITIONS | RETIREMENTS/<br>DEDUCTIONS | BALANCE<br>JUNE 30, 1997 |
|------------------------------------------------------|------------------------------------------|----------------------|----------------------------|--------------------------|
| General obligation bonds payable                     | \$ 154,555,000                           | \$                   | \$ 17,340,000              | \$ 137,215,000           |
| Special assessment debt with governmental commitment | 549,405                                  | 246,467              | 161,781                    | 634,091                  |
| Housing Authority bonds payable                      | 149,609                                  |                      | 14,114                     | 135,495                  |

**Notes to the Financial Statements**  
(Continued)

|                                                        | BALANCE<br>JULY 1, 1996<br>(as adjusted) | ISSUES/<br>ADDITIONS | RETIREMENTS/<br>DEDUCTIONS | BALANCE<br>JUNE 30, 1997 |
|--------------------------------------------------------|------------------------------------------|----------------------|----------------------------|--------------------------|
| Housing Authority permanent notes and interest payable | \$ 17,942,385                            | \$ 31,503            | \$                         | \$ 17,973,888            |
| Housing Authority loans payable                        | 2,397,237                                |                      | 101,263                    | 2,295,974                |
| Stadium District revenue bonds and interest payable    | 47,560,000                               | 19,723,188           | 1,681,034                  | 65,602,154               |
| Capital leases payable (Note 13)                       | 12,482,894                               | 1,064,094            | 3,950,967                  | 9,596,021                |
| Certificates of participation payable                  | 27,807,099                               |                      | 2,953,107                  | 24,853,992               |
| Employee compensation payable (Note 11)                | 19,684,629                               | 273,620              |                            | 19,958,249               |
| Claims and judgments payable (Notes 16B and C)         | 69,421,440                               | 38,015,620           | 39,651,269                 | 67,785,791               |
| Total Long-Term Debt                                   | <u>\$ 352,549,698</u>                    | <u>\$ 59,354,492</u> | <u>\$ 65,853,535</u>       | <u>\$ 346,050,655</u>    |

Issues of long-term debt were as follows at June 30, 1997:

General Obligation Bonds

General obligation (G.O.) bonds are direct obligations of the County. Prior to issuance, G.O. bonds must have a majority vote approval from the residents. Principal and interest are payable from secondary property taxes levied on all taxable property within the County without limitation as to rate or amount. The bonds are generally callable and the interest payable semiannually.

| DESCRIPTION               | AMOUNT OF ISSUE       | INTEREST RATES | MATURITY DATES | OUTSTANDING AT<br>JUNE 30, 1997 |
|---------------------------|-----------------------|----------------|----------------|---------------------------------|
| 1986 Bond Issue           |                       |                |                |                                 |
| Series C (1990)           | \$ 75,000,000         | 6.625 - 8.900% | 7-1-99/03      | \$ 6,000,000                    |
| Series D (1993)           | 25,575,000            | 4.500 - 7.500% | 7-1-99/04      | 25,575,000                      |
| 1992 Refunding Bond Issue |                       |                |                |                                 |
| First Series 1992         | 68,500,000            | 4.000 - 7.000% | 7-1-97/03      | 22,925,000                      |
| Second Series 1992        | 67,500,000            | 6.250%         | 7-1-97/03      | 61,425,000                      |
| 1993 Refunding Bond Issue | 22,250,000            | 5.250%         | 7-1-97/98      | 15,250,000                      |
| 1994 Refunding Bond Issue |                       |                |                |                                 |
| 1994A Tax Exempt          | 9,220,000             | 4.500 - 7.500% | 7-1-97/02      | 7,760,000                       |
| 1995 Refunding Bond Issue | 17,320,000            | 4.500 - 5.000% | 7-1-97/02      | 15,620,000                      |
|                           | <u>\$ 285,365,000</u> |                |                | <u>\$ 154,555,000</u>           |

Special Assessment Bonds Debt With Governmental Commitment

Special Assessments Bonds are recorded in the General Long-Term Debt Account Group and payable from assessments collected from property owners benefited by the respective improvements. The proceeds were used to finance construction in these districts. 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.

The following special assessment districts had bonds outstanding at June 30, 1997:

## Notes to the Financial Statements

(Continued)

| DESCRIPTION        | AMOUNT OF<br>ISSUE  | INTEREST<br>RATES | MATURITY<br>DATES | OUTSTANDING<br>AT JUNE 30,<br>1997 |
|--------------------|---------------------|-------------------|-------------------|------------------------------------|
| Pecos - McQueen    | \$ 1,505,000        | 8.300%            | 1-1-98/03         | \$ 146,788                         |
| 98th Street        | 54,675              | 9.000%            | 1-1-98            | 1,473                              |
| 99th Street        | 32,697              | 9.000%            | 1-1-98            | 2,708                              |
| 98th Way           | 25,351              | 9.000%            | 1-1-98            | 2,197                              |
| Vine               | 27,630              | 9.000%            | 1-1-98/99         | 2,147                              |
| 97th Place         | 47,103              | 9.000%            | 1-1-98/99         | 3,761                              |
| 5th Avenue         | 54,909              | 9.000%            | 1-1-98/00         | 2,659                              |
| Inland             | 289,383             | 9.000%            | 1-1-98/00         | 49,595                             |
| Del Witt           | 86,548              | 9.000%            | 1-1-98/00         | 10,310                             |
| 158th Street       | 73,587              | 9.000%            | 1-1-98/02         | 13,222                             |
| Boulder            | 48,813              | 9.000%            | 1-1-98/02         | 8,255                              |
| East Fairview Lane | 60,657              | 9.000%            | 1-1-98/07         | 60,657                             |
| White Fence Farms  | 185,810             | 9.000%            | 1-1-98/07         | 185,810                            |
| Grandview Manor    | 274,888             | 9.000%            | 1-1-98/05         | 147,962                            |
| Fairview Lane      | 59,379              | 9.000%            | 1-1-98/06         | 48,053                             |
|                    | <u>\$ 2,826,430</u> |                   |                   | <u>\$ 685,597</u>                  |

### Public Housing Bonds

Housing Authority Bonds, payable from Federal government subsidies, are due annually in varying principal and interest amounts.

| DESCRIPTION | AMOUNT OF<br>ISSUE | INTEREST RATE | MATURITY DATES | OUTSTANDING<br>AT<br>JUNE 30, 1997 |
|-------------|--------------------|---------------|----------------|------------------------------------|
| AZ 9-6      | <u>\$ 369,787</u>  | 3.875%        | 11-1-97/05     | <u>\$ 135,495</u>                  |

### Public Housing Notes

The Housing Authority has permanent notes and interest payable to the U.S. Department of Housing and Urban Development (HUD). At June 30, 1997, Housing Authority Permanent Notes and Interest on Contract SF 220 were \$17,973,888 at interest rates ranging from 6.625% to 10% per annum. The maturity of these notes is indefinite and determined by HUD. The Housing Authority does not make principal and interest payments on these notes, as outstanding debt and interest likely will be forgiven by HUD.

### Housing Authority Loans Payable

Housing Authority loans payable at June 30, 1997, consisted of the outstanding notes below. The Authority sold notes to the Federal Financing Bank. These notes will be repaid through Federal government subsidies.

| DESCRIPTION | AMOUNT OF<br>NOTE   | INTEREST<br>RATE | MATURITY<br>DATES | OUTSTANDING AT<br>JUNE 30, 1997 |
|-------------|---------------------|------------------|-------------------|---------------------------------|
| AZ 9-5      | \$ 180,839          | 6.60%            | 11-1-97/00        | \$ 57,714                       |
| AZ 9-7      | 132,574             | 6.60%            | 11-1-97           | 12,750                          |
| AZ 9-9      | <u>3,112,494</u>    | 6.60%            | 11-1-97/12        | <u>2,225,510</u>                |
|             | <u>\$ 3,425,907</u> |                  |                   | <u>\$ 2,295,974</u>             |

## Notes to the Financial Statements

(Continued)

Following is the schedule of principal and interest requirements on the Housing Authority loans payable:

| YEAR       | PRINCIPAL           | INTEREST            | TOTAL               |
|------------|---------------------|---------------------|---------------------|
| 1997-98    | \$ 108,380          | \$ 151,534          | \$ 259,914          |
| 1998-99    | 101,941             | 144,381             | 246,322             |
| 1999-00    | 108,669             | 137,653             | 246,322             |
| 2000-01    | 115,484             | 130,838             | 246,322             |
| 2001-02    | 106,578             | 122,859             | 229,437             |
| After 2002 | 1,754,922           | 766,561             | 2,521,483           |
|            | <u>\$ 2,295,974</u> | <u>\$ 1,453,826</u> | <u>\$ 3,749,800</u> |

### 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 District pursuant to ARS §48-4234. Under the statute, the 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 District Board of Directors initially levied a surcharge at a rate of \$1.50 beginning in January 1992. The District Board of Directors increased the surcharge to \$2.50, the maximum amount permitted by statute, in January 1993. 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.

On May 15, 1993, the Stadium District issued \$10,640,000 of Revenue Bonds Series 1993A to renovate Phoenix Municipal Stadium and construct a practice facility, and to pay off \$2,731,000 of outstanding debt financed by the City of Tempe for the renovation of Tempe Diablo Stadium.

On July 1, 1993, the Stadium District issued \$4,870,000 of Revenue Bonds Series 1993B to purchase Compadre Stadium.

On July 9, 1996, the Stadium District issued \$9,110,000 of Revenue Bonds Series 1996 to assist in the construction of the City of Mesa HoHoKam Stadium for use by the Chicago Cubs and to assist in the construction of the City of Phoenix Maryvale Baseball Park for use by the Milwaukee Brewers.

**Subordinate Debt** - On June 1, 1993, the City of Peoria issued \$24,160,000 of 1993 Series A Bonds on behalf of the Stadium District to construct the Peoria Sports Complex for use by the San Diego Padres and the Seattle Mariners. The Stadium District entered into an Intergovernmental Agreement ("IGA") with the City of Peoria and the City of Peoria Municipal Sports Complex Authority, pursuant to which the Stadium District has agreed to pay the principal and interest payments due on the bonds from Stadium District Revenues. Stadium District Revenues in the "Peoria Subordinate Obligation Subaccount" remain subject to the pledge and priority lien of the Stadium District Bonds.

**Second Subordinate Debt** - On April 1, 1996, the City of Mesa Municipal Development Corporation issued \$10,000,000 of Revenue Bonds Series 1996B on behalf of the Stadium District. Pursuant to the terms of an IGA with the City of Mesa, the Stadium District will, as certain specified revenues become available in the future, repay the City of Mesa an amount equal to the debt service associated with the Series 1996B Bonds, plus certain expenses relating thereto. The amount of additions and deductions to the accrued obligation for fiscal year 1997 was \$420,573 and \$221,034, respectively, resulting in an ending balance of \$199,539 at June 30, 1997. The calculation of available revenues under the IGA for fiscal year 1997 is \$357,556 and is due and payable October 15, 1997.

# Notes to the Financial Statements

(Continued)

The bonds are secured solely by the City of Mesa's obligation to make payments under the lease and its pledge of excise taxes to secure such obligation. The bonds are remarketed by their remarketing agent at an annual interest rate necessary to market such bonds at prices equal to 100% of the principal amounts thereof, which is not to exceed 15%.

On March 10, 1997, the Stadium District issued \$10,000,000 in Second Subordinate Capital Appreciation Net Revenue Bonds to John F. Long Properties, Inc. to assist in the construction of the City of Phoenix Maryvale Baseball Park for use by the Milwaukee Brewers. The bonds mature October 15, 2035. Pursuant to terms of the agreement, the Stadium District will, as certain specified revenues become available in the future, prepay the bonds. The calculation of certain specified revenues under the debt agreement for fiscal year 1997 is \$357,556 and is due and payable October 15, 1997. At June 30, 1997, the compound accreted value of the bonds is \$10,192,615.

The Stadium District had the following revenue bonds outstanding at June 30, 1997.

| <u>DESCRIPTION</u>              | <u>AMOUNT OF ISSUE</u> | <u>INTEREST RATES</u> | <u>MATURITY DATES</u> | <u>OUTSTANDING AT<br/>JUNE 30, 1997</u> |
|---------------------------------|------------------------|-----------------------|-----------------------|-----------------------------------------|
| Revenue Bonds                   |                        |                       |                       |                                         |
| Series 1993A                    | \$ 10,640,000          | 3.90 - 5.50%          | 7-1-97/13             | \$ 10,585,000                           |
| Series 1993B                    | 4,870,000              | 3.70 - 4.75%          | 7-1-97/03             | 4,345,000                               |
| Series 1996                     | 9,110,000              | 5.00 - 5.75%          | 7-1-97/14             | 9,110,000                               |
| Peoria Sports Complex -         |                        |                       |                       |                                         |
| Series 1993A                    | 24,160,000             | 4.50 - 7.70%          | 7-1-97/13             | 22,630,000                              |
| Second subordinate obligations: |                        |                       |                       |                                         |
| Mesa Municipal Dev. Corp.       |                        | variable,             |                       |                                         |
| Series 1996B                    | 10,000,000             | 15% maximum           | 10-15-01/16           | 10,000,000                              |
| Capital Appreciation Bonds      | 10,000,000             | 6.26 - 8.77%          | 10-15-35              | 10,000,000                              |
|                                 | <u>\$ 68,780,000</u>   |                       |                       | <u>\$ 66,670,000</u>                    |

## Certificates of Participation

Certifications of Participation represent proportionate interests in semiannual lease payments. The County's obligation to make lease payments are subject to annual appropriations being made by the County for that purpose.

On October 18, 1995, Maricopa County issued \$6,900,000 of Certificates of Participation to pay for the cost of a new information system for the Maricopa Medical Center.

On August 1, 1994, Maricopa County issued \$30,000,000 of Certificates of Participation to assist in the acquisition of the County's Southeast Juvenile Court and Detention Center and its adult detention facility known as the Estrella Jail Complex.

On August 1, 1993, Maricopa County issued \$3,850,000 of Certificates of Participation to assist in the acquisition, construction and equipping of the County's West Mesa Justice Court and Northwest Regional Probation Center facilities. Additionally, the proceeds were used for an advance refunding of the Certificates of Participation Series 1989 and to prepay land purchase agreements the County had previously executed with the State of Arizona.

## Notes to the Financial Statements

(Continued)

The following certificates of participation were outstanding at June 30, 1997.

| DESCRIPTION                        | AMOUNT OF ISSUE      | INTEREST RATES | MATURITY DATES | OUTSTANDING AT JUNE 30, 1997 |
|------------------------------------|----------------------|----------------|----------------|------------------------------|
| 1995 Certificates of Participation | \$ 6,900,000         | 5.69%          | 11-1-97/99     | \$ 4,214,033                 |
| 1994 Certificates of Participation | 30,000,000           | 4.35 - 6.00%   | 5-25-98/04     | 23,130,000                   |
| 1993 Certificates of Participation | 3,850,000            | 3.90 - 6.00%   | 6-01-98/08     | 2,400,000                    |
|                                    | <u>\$ 40,750,000</u> |                |                | <u>\$ 29,744,033</u>         |

The following is a schedule of future minimum lease payments, for the above described Certificates of Participation:

| YEAR                                                         | ENTERPRISE FUNDS    | GENERAL LONG-TERM DEBT ACCOUNT GROUP |
|--------------------------------------------------------------|---------------------|--------------------------------------|
| 1997-98                                                      | \$ 2,089,238        | \$ 4,543,464                         |
| 1998-99                                                      | 2,064,068           | 4,477,337                            |
| 1999-00                                                      | 748,175             | 4,406,988                            |
| 2000-01                                                      | 105,645             | 4,416,522                            |
| 2001-02                                                      | 70,470              | 4,324,417                            |
| After 2002                                                   | 255,918             | 8,842,157                            |
| Total principal and interest payments                        | 5,333,514           | 31,010,885                           |
| Amount representing interest                                 | (443,473)           | (6,156,893)                          |
| Total Certificates of Participation payable at June 30, 1997 | <u>\$ 4,890,041</u> | <u>\$ 24,853,992</u>                 |

The following fixed assets are currently associated with the Certificates of Participation:

|                                          | ENTERPRISE FUNDS    | GENERAL FIXED ASSETS ACCOUNT GROUP |
|------------------------------------------|---------------------|------------------------------------|
| Land                                     | \$ 1,084,429        | \$ 30,000,000                      |
| Juvenile Court                           |                     | 2,765,569                          |
| Justice Court/Probation Center Buildings |                     |                                    |
| Computer Systems                         | 6,610,542           |                                    |
|                                          | <u>\$ 7,694,971</u> | <u>\$ 32,765,569</u>               |

### Refunded and Refinanced Obligations

Future debt service on refunded bonds has been provided through advanced refunding bond issues whereby refunding bonds are issued and the net proceeds, plus any additional resources that may be required, are used to purchase securities issued or guaranteed by the United States government. These securities are then deposited in an irrevocable trust under an escrow agreement which states that all proceeds from the trust will be used to fund the principal and interest payments of the previously issued debt being refunded. The trust deposits have been computed so that the securities in the trust, along with future cash flows generated by the securities, will be sufficient to service the previously issued bonds.

The proceeds of the refunding issues have been placed in irrevocable trusts and invested in U.S. Treasury obligations that, together with the interest earned thereon, will provide amounts sufficient for future payment of principal and interest of the issues refunded.

The outstanding balance of the refunded debt and the related assets held in trust at June 30, 1997, are not included in the accompanying financial statement.



# Notes to the Financial Statements

(Continued)

| General Obligation Bonds         | Date Refunded | Remaining Amount<br>Outstanding |
|----------------------------------|---------------|---------------------------------|
| Project of 1986, Series A        | 8/1/93        | \$ 15,250,000                   |
| Project of 1986, Series B        | 2/1/92        | 29,000,000                      |
| Project of 1986, Series C        | 2/1/92        | 9,000,000                       |
| Project of 1986, Series C        | 8/1/92        | 60,000,000                      |
| Total Refunded Bonds Outstanding |               | <u>\$ 113,250,000</u>           |

## Legal Debt Margin

County indebtedness 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 15 percent of such taxable property. At June 30, 1997, the County's net bonded debt was \$135,502,982 (0.86% of taxable property), while the six percent limit was \$943,409,880 and the 15 percent limit was \$2,151,473,529.

## Debt Service Requirements

The County's Debt Service Funds account for debt service on all General Obligation, Special Assessment, Housing Authority and Stadium District bond issues. Principal and interest on the debt to maturity are as follows:

| Fiscal<br>Years  | General<br>Obligations | Special<br>Assessment | Housing<br>Authority | Stadium<br>District<br>(Subordinate) | Stadium<br>District<br>(Second<br>Subordinate) | Total<br>Debt Service |
|------------------|------------------------|-----------------------|----------------------|--------------------------------------|------------------------------------------------|-----------------------|
| 1997-98          | \$ 25,924,745          | \$ 162,164            | \$ 16,323            | \$ 4,363,245                         | \$ 1,500,000                                   | \$ 31,966,477         |
| 1998-99          | 25,963,695             | 123,367               | 18,653               | 4,360,695                            | 1,500,000                                      | 31,966,410            |
| 1999-00          | 25,950,275             | 191,665               | 18,106               | 4,365,620                            | 1,500,000                                      | 32,025,666            |
| 2000-01          | 25,941,675             | 70,483                | 17,560               | 4,357,155                            | 1,500,000                                      | 31,886,873            |
| 2001-02          | 22,160,035             | 61,534                | 19,781               | 4,345,682                            | 1,500,000                                      | 28,087,032            |
| After 2002       | <u>42,490,750</u>      | <u>234,682</u>        | <u>70,120</u>        | <u>54,841,023</u>                    | <u>29,590,000</u>                              | <u>127,226,575</u>    |
|                  | 168,431,175            | 843,895               | 160,543              | 76,633,420                           | 37,090,000                                     | 283,159,033           |
| Less<br>Interest | (31,216,175)           | (209,804)             | (25,048)             | (31,423,420)                         | (27,090,000)                                   | (89,964,447)          |
|                  | <u>\$ 137,215,000</u>  | <u>\$ 634,091</u>     | <u>\$ 135,495</u>    | <u>\$ 45,210,000</u>                 | <u>\$ 10,000,000</u>                           | <u>\$ 193,194,586</u> |

The principal and interest on the Second Subordinate Capital Appreciation Net Revenue Bonds to John F. Long Properties, Inc. to assist in the construction of the City of Phoenix Maryvale Baseball Park for use by the Milwaukee Brewers has been excluded from the above schedule.

## NOTE 13 - OBLIGATIONS UNDER LEASES

A. Operating Leases - The County's operating leases are for office equipment, land, and buildings. Rental expenses under the terms of these operating leases were \$9,280,834 for the year ended June 30, 1997. These operating leases have remaining lease terms from one to nine 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, 1997, are as follows:

| YEAR                               | GENERAL FUND         | SPECIAL<br>REVENUE<br>FUNDS | ENTERPRISE<br>FUNDS | TOTAL                |
|------------------------------------|----------------------|-----------------------------|---------------------|----------------------|
| 1997-98                            | \$ 4,910,239         | \$ 1,863,586                | \$ 680,384          | \$ 7,454,209         |
| 1998-99                            | 3,947,264            | 2,003,141                   | 553,598             | 6,504,003            |
| 1999-00                            | 3,359,736            | 2,400,208                   | 438,127             | 6,198,071            |
| 2000-2001                          | 2,927,036            | 2,327,964                   | 46,167              | 5,301,167            |
| 2001-2002                          | 1,281,227            | 1,946,792                   | 0                   | 3,228,019            |
| Thereafter                         | <u>3,428,263</u>     | <u>7,254,751</u>            | <u>0</u>            | <u>10,683,014</u>    |
| Total minimum<br>payments required | <u>\$ 19,853,765</u> | <u>\$ 17,796,442</u>        | <u>\$ 1,718,276</u> | <u>\$ 39,368,483</u> |

## Notes to the Financial Statements

(Continued)

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

|                                  | ENTERPRISE<br>FUNDS | GENERAL FIXED<br>ASSETS ACCOUNT<br>GROUP |
|----------------------------------|---------------------|------------------------------------------|
| Caterpillar Equipment            | \$ 1,326,027        | \$                                       |
| Vehicles                         |                     | 51,849                                   |
| Telephone Systems                |                     | 679,520                                  |
| VMX Voice Mail System            |                     | 104,907                                  |
| Data Communications Equipment    |                     | 4,535,464                                |
| Copiers/Facsimile Machines       |                     | 637,144                                  |
| Exercise Equipment               |                     | 6,682                                    |
| Security System                  |                     | 102,921                                  |
| Optical Scan Counter             |                     | 4,212,000                                |
| Computer Systems and Equipment   |                     | 7,140,185                                |
| Medical Equipment                | 4,727,843           | 121,594                                  |
| Total Fixed Assets               | 6,053,870           | 17,592,266                               |
| Accumulated Depreciation         | (1,719,360)         |                                          |
| Net Value of Leased Fixed Assets | <u>\$ 4,334,510</u> | <u>\$ 17,592,266</u>                     |

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 is a schedule of future minimum lease payments for the above described capital leases:

| YEAR                                           | ENTERPRISE<br>FUNDS | GENERAL LONG-<br>TERM DEBT<br>ACCOUNT GROUP |
|------------------------------------------------|---------------------|---------------------------------------------|
| 1997-98                                        | \$ 910,321          | \$ 4,244,414                                |
| 1998-99                                        | 818,239             | 2,999,920                                   |
| 1999-00                                        | 575,873             | 1,877,407                                   |
| 2000-01                                        | 417,371             | 1,216,616                                   |
| 2001-02                                        | 242,762             | 121,567                                     |
| Total minimum lease payments                   | 2,964,566           | 10,459,924                                  |
| Amount representing interest                   | (355,225)           | (863,903)                                   |
| Present value of net minimum<br>lease payments | <u>\$ 2,609,341</u> | <u>\$ 9,596,021</u>                         |

### NOTE 14 - MUNICIPAL LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and Federal laws and regulations require Maricopa County to place a final cover on the nine County landfills (this includes three transfer stations) when they stop accepting waste and to perform specific maintenance and monitoring functions at the site for thirty years. The County reports a portion of closure and postclosure care costs as an operating expense, based on capacity used during the fiscal year. In addition, a liability will be reported based on the total capacity used to date. The Northwest Regional landfill was sold during fiscal year 1996-97 for \$17,413,000. The County liability for this site no longer exists. Closure and post-closure cost accruals at June 30, 1996 for this landfill were \$1,893,621. At June 30, 1997, the operating expense and liability are as follows:

# Notes to the Financial Statements

(Continued)

|                                          | CAVE CREEK  | QUEEN CREEK | HASSAYAMPA PHASE 1 | NEW RIVER   | GILA BEND  | TRANSFER STATIONS | TOTAL         |
|------------------------------------------|-------------|-------------|--------------------|-------------|------------|-------------------|---------------|
| <b>CLOSURE COSTS</b>                     |             |             |                    |             |            |                   |               |
| Total closure and postclosure costs      | \$3,828,000 | \$5,493,000 | \$ 1,870,000       | \$1,293,500 | \$ 717,000 | \$3,094,000       | \$ 16,295,500 |
| Approximate total capacity (cubic yards) | 5,320,000   | 3,346,000   | 2,683,200          | 530,936     | 258,720    |                   | 12,138,856    |
| Total cost per cubic yard                | \$ 1.22     | \$ 7.17     |                    |             |            |                   |               |
| <b>WASTE FLOW (Cubic Yards)</b>          |             |             |                    |             |            |                   |               |
| Prior to Fiscal Year 1996-97             | 5,060,000   | 2,956,000   | 2,683,200          | 530,936     | 258,720    |                   | 11,488,856    |
| Fiscal Year 1996-97                      | 130,000     | 78,000      | 0                  | 0           | 0          |                   | 208,000       |
| Total waste received                     | 5,190,000   | 3,034,000   | 2,683,200          | 530,936     | 258,720    |                   | 11,696,856    |
| Capacity used                            | 97.56%      | 90.68%      | 100.00%            | 100.00%     | 100.00%    |                   | 96.36%        |
| <b>ACCRUAL OF COSTS</b>                  |             |             |                    |             |            |                   |               |
| Prior to Fiscal Year 1996-97             | \$3,511,445 | \$2,694,828 | \$ 1,713,531       | \$ 368,902  | \$ 704,261 | \$3,094,000       | \$12,086,967  |
| Fiscal year 1996-97                      | 158,278     | 559,634     | 156,469            | 924,598     | 12,739     | 0                 | 1,811,718     |
| Total costs accrued at June 30, 1997     | \$3,669,723 | \$3,254,462 | \$ 1,870,000       | \$1,293,500 | \$ 717,000 | \$3,094,000       | \$13,898,685  |
| <b>REMAINING CAPACITY AND COSTS</b>      |             |             |                    |             |            |                   |               |
| Remaining Life in years                  | 1           | 4           | 0                  | 1           | 1          | 1 to 3            |               |
| Remaining capacity (cubic yards)         | 130,000     | 312,000     | 0                  | 0           | 0          |                   | 442,000       |
| Remaining costs to accrue                | \$ 158,277  | \$2,238,538 | \$ 0               | \$ 0        | \$ 0       | \$ 0              | \$ 2,396,815  |

The \$13,898,685 total costs accrued at June 30, 1997, is recorded in accrued liabilities of the Solid Waste Enterprise Fund.

The County will recognize the remaining estimated cost of closure and postclosure care costs of \$2,396,815 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in fiscal year 1996-97. The actual cost to close the sites may differ from the estimates due to changes in technology, inflation, or changes in regulations. The estimated costs to be incurred in future fiscal years is as follows:

| YEAR    | CLOSURE       | POST-CLOSURE | TOTAL         |
|---------|---------------|--------------|---------------|
| 1997-98 | \$ 5,911,500  | \$ 46,250    | \$ 5,957,750  |
| 1998-99 | 727,000       | 109,500      | 836,500       |
| 1999-00 | 789,000       | 111,500      | 900,500       |
| 2000-01 | 4,044,000     | 136,650      | 4,180,650     |
| 2002-31 | 0             | 4,420,100    | 4,420,100     |
| Total   | \$ 11,471,500 | \$ 4,824,000 | \$ 16,295,500 |

Effective September 1, 1997, State and Federal laws and regulations require that the County demonstrate financial assurance to ensure that the funds necessary to meet the costs of closure, postclosure care, and corrective action will be available when needed.

## NOTE 15 - RISK MANAGEMENT

The Risk Management Fund and the Employee Benefits Trust Fund (Internal Service Funds) account for the financing of the uninsured risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and for certain health benefits (comprehensive, major medical, and dental) to eligible employees and their dependents.

## Notes to the Financial Statements

(Continued)

The County carries commercial insurance for public liability in excess of \$1,000,000 and medical malpractice liability in excess of \$1,025,000. Settled claims have not exceeded this commercial coverage since the inception of these insurance policies.

Payment of workers' compensation benefits is self-funded up to \$300,000 per occurrence.

Liabilities for unpaid claims are estimates determined by an independent actuary using the following actuarial methods: incurred loss development, paid loss development, frequency/severity, exposure/loss rate (incurred losses), and the exposure/loss rate (paid losses). Accrued actuarial liabilities at June 30, 1997, for each insurable area follows:

|                        |                      |
|------------------------|----------------------|
| General liability      | \$ 16,450,134        |
| Automobile liability   | 2,902,965            |
| Malpractice            | 12,971,287           |
| Workers' compensation  | 6,714,345            |
| Subtotal               | <u>39,038,731</u>    |
| Employee health claims | <u>4,694,588</u>     |
| Total                  | <u>\$ 43,733,319</u> |

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

|         | BALANCE<br>JULY 1 | CURRENT-YEAR<br>CLAIMS AND<br>CHANGES IN<br>ESTIMATE | CLAIM<br>PAYMENTS | BALANCE<br>JUNE 30 |
|---------|-------------------|------------------------------------------------------|-------------------|--------------------|
| 1994-95 | \$ 42,928,999     | \$ 9,287,329                                         | \$ (5,405,688)    | \$ 46,810,640      |
| 1995-96 | 46,810,640        | 4,045,151                                            | (6,270,792)       | 44,584,999         |
| 1996-97 | 44,584,999        | 2,186,430                                            | (7,732,698)       | 39,038,731         |

### NOTE 16 - CONTINGENT LIABILITIES

- A. General Litigation - At June 30, 1997, there were lawsuits and claims pending against the County including interest and costs of litigation ranging from \$22,500,000 to \$93,800,000 depending upon the outcome of the litigation. A total of \$16,450,134 has been accrued in the Liability for reported and incurred but not reported claims for general liability claims in the Risk Management Fund based on the actuary calculation. See Note 15 - Risk Management for more information.
- B. Indigent Health Care Litigation - At June 30, 1997, there were lawsuits and claims pending against the County in the amount of \$144,394,087 for Indigent Health Care. The historical payout range on individual claims is from 7 to 93 percent. The County has accrued a liability of \$1,165,000 in the County General Fund at June 30, 1997, and \$44,605,791 in the General Long-Term Debt Account Group (in Claims and Judgments Payable) in accordance with GASB 10 - Accounting and Financial Reporting for Risk Financing and Related Insurance Issues.
- C. Environmental Claims - The County has estimated and recorded a probable liability of \$23,180,000 in the General Long-Term Debt Account Group in Claims and Judgments Payable for claims resulting from environmental hazards such as illegal dumping by previous landowners and tenants. There is a potential incremental liability of \$155,800,000 which is contingent upon the extent to which additional environmental contamination is found. The County is researching historical records and

**Notes to the Financial Statements**  
(Continued)

performing investigations to identify the previous landowners and parties who are responsible for the environmental hazards.

**NOTE 17 - CONTRIBUTED CAPITAL**

The Medical Center increased contributed capital for equipment donations. The Health Services Administration Fund was closed and the contributed capital was returned to the General Fund. Changes in proprietary fund type contributed capital for the year are summarized as follows:

|                                | CONTRIBUTED<br>CAPITAL AT<br>JULY 1, 1996 | ADDITIONS         | DEDUCTIONS        | CONTRIBUTED<br>CAPITAL AT<br>JUNE 30, 1997 |
|--------------------------------|-------------------------------------------|-------------------|-------------------|--------------------------------------------|
| <b>ENTERPRISE FUNDS</b>        |                                           |                   |                   |                                            |
| Maricopa Health Plan           | \$ 590,079                                | \$                | \$                | \$ 590,079                                 |
| Medical Center                 | 41,524,808                                | 403,057           |                   | 41,927,865                                 |
| ALTCS                          | 4,814                                     |                   |                   | 4,814                                      |
| Non-AHCCCS Health Plans        | 9,401                                     |                   |                   | 9,401                                      |
| Solid Waste                    | 10,791,231                                |                   |                   | 10,791,231                                 |
| <b>Total</b>                   | <b>\$ 52,920,333</b>                      | <b>\$ 403,057</b> | <b>\$</b>         | <b>\$ 53,323,390</b>                       |
| <b>INTERNAL SERVICE FUNDS</b>  |                                           |                   |                   |                                            |
| Health Services Administration | \$ 521,164                                | \$                | \$ 521,164        | \$                                         |
| Equipment Services             | 14,744,048                                |                   |                   | 14,744,048                                 |
| Telecommunications             | 1,079,758                                 |                   |                   | 1,079,758                                  |
| Risk Management                | 1,355,418                                 |                   |                   | 1,355,418                                  |
| Employee Benefits Trust        | 30,445                                    |                   |                   | 30,445                                     |
| <b>Total</b>                   | <b>\$ 17,730,833</b>                      | <b>\$</b>         | <b>\$ 521,164</b> | <b>\$ 17,209,669</b>                       |

**NOTE 18 - PATIENT SERVICE REVENUE**

Medical Center patient service revenue is reported net of the following deductions:

|                                            |                       |
|--------------------------------------------|-----------------------|
| Gross patient service revenue              | \$ 283,885,842        |
| Allowance for uncollectible accounts       | (42,102,614)          |
| Indigent patient write-off                 | (9,450,206)           |
| Contractual and administrative adjustments | (104,358,491)         |
| <b>Net Patient Service Revenue</b>         | <b>\$ 127,974,531</b> |

**NOTE 19 - RESIDUAL EQUITY TRANSFERS**

The Equipment Services Department closed its replacement fund (part of the Equipment Services Internal Service Fund) during fiscal year 1996-97. This resulted in the return of all fixed assets that had been purchased and maintained by the Equipment Services Department on behalf of other funds to the appropriate funds on June 30, 1997. Of the \$14,311,729 in net fixed assets returned to other funds, \$12,343,475 was transferred to the General Fixed Assets Account Group, \$1,908,873 was transferred to Enterprise Funds and \$59,381 was transferred to an Internal Service Fund. In addition, the unspent replacement fund monies of \$16,155,976 was returned to the contributing funds at June 30, 1997.

During fiscal year 1996-97, the ALTCS Enterprise Fund transferred its excess fund balance to the General Fund in the amount of \$3,971,700, and the Health Services Administration Fund (Internal Service Fund) was closed and its contributed capital balance of \$521,164 was returned to the General Fund.

# Notes to the Financial Statements

## (Continued)

| FUND                          | DESCRIPTION                                      | EQUITY TRANSFER-IN | EQUITY TRANSFER OUT |
|-------------------------------|--------------------------------------------------|--------------------|---------------------|
| <u>General Fund</u>           |                                                  |                    |                     |
|                               | Transfer fund equity from ALTCS                  | \$ 3,971,700       | \$                  |
|                               | Transfer fund equity from Health Services Admin. | 521,164            |                     |
|                               | Return of Replacement Fund                       | 646,755            |                     |
| <u>Special Revenue Funds</u>  |                                                  |                    |                     |
| Grants and Contracts          | Return of Replacement Fund                       | 9,370              |                     |
| Flood Control                 | Return of Replacement Fund                       | 2,853,441          |                     |
| Transportation                | Return of Replacement Fund                       | 10,229,526         |                     |
| Air Pollution                 | Return of Replacement Fund                       | 150,834            |                     |
| Rabies/Animal Control         | Return of Replacement Fund                       | 804,271            |                     |
| Library                       | Return of Replacement Fund                       | 93,769             |                     |
| Lake Pleasant Recreation      | Return of Replacement Fund                       | 29,407             |                     |
| Sheriff's Inmate Canteen      | Return of Replacement Fund                       | 3,259              |                     |
| <u>Enterprise Funds</u>       |                                                  |                    |                     |
| Maricopa Health Plan          | Return of Replacement Fund                       | 11,029             |                     |
| Medical Center                | Return of Replacement Fund                       | 391,212            |                     |
| Medical Center                | Return of Fixed Assets                           | 91,450             |                     |
| ALTCS                         | Return of Replacement Fund                       | 4,556              |                     |
| ALTCS                         | Transfer fund equity to General Fund             |                    | 3,971,700           |
| Solid Waste                   | Return of Replacement Fund                       | 883,435            |                     |
| Solid Waste                   | Return of Fixed Assets                           | 1,817,423          |                     |
| <u>Internal Service Funds</u> |                                                  |                    |                     |
| Equipment Services            | Return of Replacement Fund                       |                    | 16,155,976          |
| Equipment Services            | Return of Fixed Assets                           |                    | 14,311,729          |
| Telecommunications            | Return of Replacement Fund                       | 42,102             |                     |
| Telecommunications            | Return of Fixed Assets                           | 59,381             |                     |
| Risk Management               | Return of Replacement Fund                       | 3,010              |                     |

### NOTE 20 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

| FUNDS                    | DUE FROM OTHER FUNDS | DUE TO OTHER FUNDS | OPERATING TRANSFERS IN | OPERATING TRANSFERS OUT |
|--------------------------|----------------------|--------------------|------------------------|-------------------------|
| GENERAL                  | \$ 44,171,143        | \$ 1,848,503       | \$ 79,236,300          | \$ 56,780,539           |
| <u>SPECIAL REVENUE</u>   |                      |                    |                        |                         |
| Grants and Contracts     | 170,596              | 81,332             | 405,111                |                         |
| Flood Control            | 257,451              | 38,067             |                        |                         |
| Transportation           |                      | 316,104            |                        | 726,117                 |
| Air Pollution            |                      | 48,337             |                        | 13,586                  |
| Rabies/Animal Control    | 5,287                | 14,838             | 93,143                 | 6,083                   |
| Public Health            |                      | 113,768            | 73,510                 | 1,923                   |
| Street Lighting          | 8,946                |                    |                        |                         |
| Library                  | 29,983               | 41,048             |                        | 3,126                   |
| Stadium District         |                      | 88,723             |                        | 4,401,961               |
| Lake Pleasant Recreation |                      | 3,307              |                        | 50,753                  |
| Probate Programs         | 24,275               | 786                |                        |                         |
| Sheriff's Inmate Canteen |                      | 9,237              |                        |                         |
| Document Storage         | 60,264               | 3,297              |                        |                         |
| Probation Services       | 307,278              | 15,031             |                        |                         |
| Juvenile Probation       | 58,354               | 1,649              |                        |                         |
| Domestic Relations       | 146,704              | 8,237              |                        |                         |
| Recorder's Surcharge     |                      | 2,840              |                        |                         |

# Notes to the Financial Statements

(Continued)

| FUNDS                          | DUE FROM<br>OTHER FUNDS | DUE TO<br>OTHER FUNDS | OPERATING<br>TRANSFERS IN | OPERATING<br>TRANSFERS OUT |
|--------------------------------|-------------------------|-----------------------|---------------------------|----------------------------|
| <b>DEBT SERVICE</b>            |                         |                       |                           |                            |
| General Obligation             | \$ 112,156              | \$                    | \$ 2,957,544              | \$                         |
| Stadium District               |                         |                       | 4,401,961                 |                            |
| <b>CAPITAL PROJECTS</b>        |                         |                       |                           |                            |
| Bond Funds                     |                         | 147,932               |                           |                            |
| Major League Stadium           | 87,944                  |                       |                           |                            |
| Intergovernmental              |                         |                       | 5,000,000                 |                            |
| <b>ENTERPRISE</b>              |                         |                       |                           |                            |
| Maricopa Health Plan           |                         | 1,812                 |                           |                            |
| Medical Center                 | 1,840                   | 41,722,130            | 48,643,851                | 80,841,473                 |
| ALTCS                          |                         | 40,566                |                           | 63,332                     |
| Non-AHCCCS Health Plans        | 72,744                  | 168,177               | 555,824                   |                            |
| Solid Waste                    | 4,127                   | 3,126                 |                           | 307,705                    |
| <b>INTERNAL SERVICE</b>        |                         |                       |                           |                            |
| Health Services Administration |                         |                       |                           | 83,409                     |
| Equipment Services             | 1,041,271               | 10,533                | 2,069,100                 | 35,084                     |
| Telecommunications             | 192                     | 6,945                 |                           | 104,906                    |
| Reprographics                  |                         | 1,639                 |                           |                            |
| Facilities Discretionary       |                         | 5,039                 |                           |                            |
| Risk Management                | 147,932                 | 1,751                 |                           | 16,347                     |
| Employee Benefits Trust        | 1,781,803               |                       |                           |                            |
| <b>AGENCY</b>                  |                         |                       |                           |                            |
| Property Tax Collection        |                         | 7,960,970             |                           |                            |
| School Districts               | 6,050,337               |                       |                           |                            |
| Special Districts              | 252,554                 |                       |                           |                            |
| Special Purpose                |                         | 2,087,457             |                           |                            |
| Total                          | <u>\$ 54,793,181</u>    | <u>\$ 54,793,181</u>  | <u>\$ 143,436,344</u>     | <u>\$ 143,436,344</u>      |

## NOTE 21 - BUDGETARY BASIS OF ACCOUNTING

The adopted budget of the County is prepared on a basis consistent with generally accepted accounting principles with the following exceptions. The activity in the Law Library, Sports Authority, Probate Programs, Regional Schools, and Taxpayers' Information Funds was not specifically budgeted, but was presented as separate funds for financial statement presentation. The capital lease expenditure, the proceeds from the capital lease and the ALTCS refund within the General Fund, were not specifically budgeted. Additionally, the County executed transfers within the Stadium District Debt Service Funds that were not specifically budgeted. Therefore, transfers in and out that occur within that fund group are eliminated for budget presentation.

The following reconciliation is necessary to present the excess of revenues and other sources over expenditures and other uses from the Combined Statement of Revenues, Expenditures and Changes in Fund Balance on a budgetary basis to provide a more meaningful comparison.

|                                                                                                                                                           | GENERAL       | SPECIAL<br>REVENUE | DEBT SERVICE |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|--------------------|--------------|
| Excess of revenues and other sources over expenditures and other uses, from the Combined Statement of Revenues, Expenditures and Changes in Fund Balances | \$ 20,528,258 | \$ 10,420,004      | \$ 1,317,236 |
| Capital lease expenditures                                                                                                                                | 1,064,094     |                    |              |
| Proceeds from capital leases                                                                                                                              | (1,064,094)   |                    |              |
| Transfers In                                                                                                                                              |               |                    | (4,401,961)  |
| ALTCS Refund                                                                                                                                              | (1,443,640)   |                    |              |
| Law Library Fund revenues                                                                                                                                 |               | (810,782)          |              |
| Law Library Fund expenditures                                                                                                                             |               | 928,967            |              |
| Regional Schools revenues                                                                                                                                 |               | (483,062)          |              |

**Notes to the Financial Statements**  
(Continued)

|                                                                                                                                                                                            | GENERAL              | SPECIAL<br>REVENUE   | DEBT SERVICE          |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|-----------------------|
| Regional Schools expenditures                                                                                                                                                              | \$                   | \$ 370,616           | \$                    |
| Sports Authority Fund revenues                                                                                                                                                             |                      | (443,920)            |                       |
| Sports Authority Fund expenditures                                                                                                                                                         |                      | 357,343              |                       |
| Probate Programs revenues                                                                                                                                                                  |                      | (271,333)            |                       |
| Probate Programs expenditures                                                                                                                                                              |                      | 241,832              |                       |
| Taxpayers' Information Fund revenues                                                                                                                                                       |                      | (118,940)            |                       |
| Taxpayers' Information Fund expenditures                                                                                                                                                   |                      | 17,859               |                       |
| Excess (deficiency) of revenues and other sources over expenditures and other uses, from the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual | <u>\$ 19,084,618</u> | <u>\$ 10,208,584</u> | <u>\$ (3,084,725)</u> |

**NOTE 22 - DISPROPORTIONATE SHARE SETTLEMENT**

Section 1923 of the Social Security Act establishes Federal requirements designed to aid entities that provide medical services to a disproportionate share of medically indigent patients. These requirements were met for the year ended June 30, 1997, through disproportionate share settlements established by Laws 1996, Fifth Special Session, Chapter 5 (Laws 1996). AHCCCS was directed to distribute such settlements based on various qualifying criteria and allocation processes. Laws 1997, First Special Session, Chapter 5 appropriated the disproportionate share settlement amounts to be distributed to the hospitals for the year ended June 30, 1997. Maricopa County Medical Center's share of the settlement for the year ended June 30, 1997, totaled \$79,236,300. However, Laws 1996 also mandated the reimbursement of a portion of the disproportionate share settlements through the State Treasurer to the State General Fund. Consequently, \$63,756,100 was remitted to the State Treasurer. The remaining balance of \$15,480,200 of disproportionate share settlements was distributed to the General Fund.

**NOTE 23 - SEGMENT INFORMATION ON ENTERPRISE FUNDS**

The County operates the following Enterprise Funds: Maricopa Health Plan, Medical Center, Arizona Long-Term Care System (ALTCs), Maricopa County Health Select (Non-AHCCCS), and Solid Waste. Segment information for the year ended June 30, 1997, follows:

|                                                   | MARICOPA<br>HEALTH<br>PLAN | MEDICAL<br>CENTER | ALTCs          | NON-<br>AHCCCS<br>HEALTH<br>PLANS | SOLID<br>WASTE | TOTAL<br>ENTERPRISE<br>FUNDS |
|---------------------------------------------------|----------------------------|-------------------|----------------|-----------------------------------|----------------|------------------------------|
| Operating revenues                                | \$ 54,993,966              | \$143,439,628     | \$ 240,276,367 | \$ 22,920,179                     | \$ 3,034,374   | \$ 464,664,514               |
| Depreciation, depletion, and amortization expense | 484,714                    | 6,259,209         | 204,721        | 4,712                             | 949,556        | 7,902,912                    |
| Operating income (loss)                           | (338,188)                  | (44,638,079)      | 6,252,033      | (4,143,710)                       | (7,021,482)    | (49,889,426)                 |
| Operating Grants                                  |                            | 3,078,163         |                | 987,638                           | 2,706,608      | 6,772,409                    |
| Operating transfers:                              |                            |                   |                |                                   |                |                              |
| Transfers in                                      |                            | 48,643,851        |                | 555,824                           |                | 49,199,675                   |
| Transfers out                                     |                            | (80,841,473)      | (63,332)       |                                   | (307,705)      | (81,212,510)                 |
| Net income (loss)                                 | 81,004                     | 1,289,780         | 10,293,527     | (2,179,134)                       | 4,716,576      | 14,201,753                   |
| Fund Equity:                                      |                            |                   |                |                                   |                |                              |
| Change in contributed capital                     |                            | 403,057           |                |                                   |                | 403,057                      |
| Property, plant and equipment:                    |                            |                   |                |                                   |                |                              |
| Additions                                         |                            | 3,956,608         | 33,652         |                                   | 3,307,572      | 7,297,832                    |
| Deletions                                         | 669,103                    | 477,658           | 283,923        | 6,167                             | 9,878,967      | 11,315,818                   |
| Net working capital                               | 6,153,061                  | (9,721,598)       | 26,275,016     | (2,177,316)                       | 4,807,691      | 25,136,854                   |
| Total assets                                      | 14,015,782                 | 90,329,681        | 61,486,015     | 3,407,092                         | 24,559,661     | 193,798,231                  |
| Total equity (deficit)                            | \$ 6,641,962               | \$ 31,737,513     | \$ 26,523,517  | \$ (2,169,733)                    | \$ 7,944,080   | \$ 70,677,339                |



**Notes to the Financial Statements**  
 (Continued)

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**NOTE 24 - EXCESS OF EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS**

The following governmental fund types had excess of actual expenditures over budgeted expenditures in their respective departments or funds for the year ended June 30, 1997:

|                               |    |           |
|-------------------------------|----|-----------|
| <u>GENERAL FUND</u>           |    |           |
| Elections                     | \$ | 44,430    |
| Adult Probation               |    | 316,689   |
| Medical Examiner              |    | 155,456   |
| Indigent Representation       |    | 2,023,652 |
| Superior Court                |    | 763,953   |
| <u>SPECIAL REVENUE FUNDS</u>  |    |           |
| Street Lighting               | \$ | 649,150   |
| Juvenile Probation            |    | 9,297     |
| <u>DEBT SERVICE FUNDS</u>     |    |           |
| Special Assessment            | \$ | 90,280    |
| Housing Authority             |    | 259,913   |
| Stadium District              |    | 42,493    |
| <u>CAPITAL PROJECTS FUNDS</u> |    |           |
| Bond Funds                    | \$ | 1,825,799 |

**NOTE 25 - CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS**

At June 30, 1997, Maricopa County had the following major contractual commitments related to various capital projects. Commitments have been grouped into four major categories: Transportation Construction Projects, Stadium District Projects, Flood Control Construction Projects, and General Government Projects.

Transportation Construction Projects

At June 30, 1997, the Maricopa County Transportation Department had contractual commitments of \$7,241,495 of construction of various highway projects. Funding for these expenditures will be provided from Highway User Fuel Tax, the primary source of revenue for the Transportation Department.

Stadium District Projects

On February 17, 1994, the Stadium District entered into an agreement with the Arizona Diamondbacks Baseball Team to provide for the financing of a portion of the costs of acquisition and construction of a new Major League Baseball stadium. In connection with this agreement, the Stadium District committed to provide up to \$253,000,000 for the cost of the new stadium. The \$253,000,000 is to be funded by using \$238,000,000 of a special Countywide sales tax levy and a loan of up to \$15,000,000 to be secured by the Stadium District.

On February 26, 1997, the Stadium District and the Team entered into an agreement by which the Team relieved the District of its obligation to obtain the \$15,000,000 loan necessary to fund the difference between the Stadium District's \$253,000,000 stadium construction expenditure commitment and the \$238,000,000 special sales tax levy. The Team agreed to obtain the \$15,000,000 loan and the Team will offset from certain baseball related revenues otherwise owed to the Stadium District the debt service payment the Team makes on the loan.

# Notes to the Financial Statements

(Continued)

At June 30, 1997, the District had a receivable from the Team in the amount of \$8,965,298 representing expenditures accrued in excess of the \$238,000,000 construction expenditure commitment. During July 1997, the Team began funding the costs in excess of the Stadium District's commitment.

The Team is responsible for all costs in excess of the Stadium District commitment and is required to provide economic assurances of a type that a prudent bank would demand of a borrower under similar circumstances. The projected total stadium costs are currently \$354,500,000.

At June 30, 1997, the Stadium District had the following remaining major contractual commitments related to Major League Baseball Stadium capital project:

|                                     |                     |
|-------------------------------------|---------------------|
| AGRA Earth and Environmental, Inc.  | \$ 27,024           |
| Ellerbe Becket                      | 2,102,092           |
| Geiger Engineers                    | 13,366              |
| Huber, Hunt & Nichols               | 2,071,795           |
| Hussey Seating                      | 3,351,430           |
| Landhal                             | 585,891             |
| Lendrum, Peter A. Architecture      | 65,443              |
| Lowry Sorensen Willcoxson Engineers | 8,549               |
| Owner Controlled Insurance Program  | 3,401,175           |
| Perini/McCarthy, A Joint Venture    | 62,181              |
| Perini/ Tutor-Saliba                | 26,505,262          |
| SCS Engineers                       | 200,929             |
| Target General, Inc.                | 32,582,771          |
|                                     | <u>\$70,977,908</u> |

## Flood Control Construction Projects

At June 30, 1997, the Maricopa County Flood Control District had contractual commitments of \$5,316,954 for the construction of various flood control projects. 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.

## General Government Projects

At June 30, 1997, Maricopa County had the following contractual commitments related to major capital projects.

| <u>PROJECT NAME</u>        | <u>CONTRACTUAL COMMITMENT</u> | <u>FUNDING SOURCE</u> | <u>PROJECT NAME</u>   | <u>CONTRACTUAL COMMITMENT</u> | <u>FUNDING SOURCE</u> |
|----------------------------|-------------------------------|-----------------------|-----------------------|-------------------------------|-----------------------|
| Cave Creek Campground      | \$ 100,304                    | (A)                   | Health Services       | \$ 76,379                     | (A)                   |
| American Disabilities Act  |                               |                       | Sheriff Misc Projects | 183,482                       | (A) & (C)             |
| Improvements               | 463,477                       | (B)                   | Other Projects        | 365,930                       | (A)                   |
| Major Maintenance Projects | 342,687                       | (B)                   | Total                 | <u>\$ 1,532,259</u>           |                       |

### Funding Source Code:

- (A) Maricopa County 1986 Bond Issue
- (B) General Fund
- (C) Grant Funds

## Notes to the Financial Statements

(Continued)

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### NOTE 26 - SUBSEQUENT EVENTS

- A. During July and August 1997, the Maricopa County Stadium District received a total of \$15,000,000 in capital grants from the Arizona Professional Baseball Team Limited Partnership for the purpose of reducing the funding difference between the \$354,500,000 construction expenditure commitment and the \$238,000,000 special County sales tax levy.
- B. On August 13, 1997, the Board of Directors of the Stadium District approved the sale and purchase agreement for Compadre Stadium with the Chandler Compadres in the amount of \$1,600,000.
- C. On October 17, 1997, the Arizona Department of Revenue was advised to terminate collection of the .25 percent stadium sales tax as of December 1, 1997. This tax has been used to finance the construction of the Arizona Diamondbacks Ballpark. When the sales tax was implemented on April 1, 1995, it was projected that the cap of \$238,000,000 on this tax would be reached early in calendar year 1998.

### NOTE 27 - DEFERRED COMPENSATION PLAN

Maricopa County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. In prior years the Internal Revenue Code specified that the plan's assets were the property of the County until paid or made available to participants, subject only on an equal basis to the claims of the County's general creditors. Therefore, the plan's assets were recorded in the Agency Fund. A 1996 federal law now requires all assets and income of Internal Revenue Code Section 457 deferred compensation plans to be held in trust, custodial accounts, or annuity contracts for the exclusive benefit of the participants and their beneficiaries.

Assets of the County's plan are administered by a private corporation under contract with the County. The private administrator amended the plan as of January 1, 1997, to comply with the new federal law. Consequently, the plan's assets and liabilities have been removed from the County's financial statements.

### NOTE 28 - EMPLOYEE RETIREMENT PLANS

For the year ended June 30, 1997, the County adopted GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*. This statement requires the following disclosures:

#### Plan Descriptions

The County contributes to the four retirement plans described below. Benefits are established by state statute and generally provide retirement, death, long-term disability, survivor, and health insurance premium benefits.

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

The Public Safety Personnel Retirement System (PSPRS) is an agent multiple-employer defined benefit pension plan that covers public safety personnel who are regularly assigned hazardous duty as employees of the State of Arizona or one of its political subdivisions. The PSPRS, acting as a common investment and administrative agent, is governed by a five member board, known as The Fund Manager, and 162 local boards according to the provisions of ARS Title 38, Chapter 5, Article 4.

## Notes to the Financial Statements

(Continued)

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The Corrections Officer Retirement Plan (CORP) is an agent multiple-employer defined benefit pension plan that covers certain employees of the State of Arizona, Departments of Corrections and Juvenile Corrections, and for County employees whose primary duties require direct inmate contact. The CORP is governed by The Fund Manager of PSPRS and 12 local boards according to the provisions of Arizona Revised Statutes Title 38, Chapter 5, Article 6.

The Elected Officials Retirement Plan (EORP) is a cost-sharing multiple-employer defined benefit pension plan that covers elected officials and judges of certain state and local governments. The EORP is governed by The Fund Manager of PSPRS according to the provisions of ARS Title 38, Chapter 5, Article 3.

### 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 Ave.  
P.O. Box 33910  
Phoenix, AZ 85067-3910

(602) 240-2000 or (800) 621-3778

#### PSPRS, CORP, EORP

1020 E. Missouri Ave  
Phoenix, AZ 85014

(602) 255-5575

### Funding Policy

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

Cost Sharing Plans - For the year ended June 30, 1997, active ASRS members and the County were each required by statute to contribute at the actuarially determined rate of 3.69 percent (3.20 percent retirement and 0.49 percent long-term disability) of the members' annual covered payroll. The County's contributions to ASRS for the years ended June 30, 1997, 1996 and 1995 were \$10,218,465, \$10,700,744, and \$10,394,723, respectively, which were equal to the required contributions for the year.

In addition, active EORP members were required by statute to contribute 7.00 percent of the members' annual covered payroll. The County was required to remit a designated portion of certain fees collected by the Clerks of the Superior Courts and Justice of the Peace Courts plus additional contributions of 7.00 percent of the members' annual covered payroll, as determined by actuarial valuation. The County's contributions to EORP for the years ended June 30, 1997, 1996, and 1995 were \$2,228,410, \$2,397,493, and \$2,300,671, respectively, which were equal to the required contributions for the year.

Agent Plans - For the year ended June 30, 1997, active PSPRS members were required by statute to contribute 7.65 percent of the members' annual covered payroll, and the County was required to contribute at the actuarially determined rate of 8.75 percent. Active CORP members were required by statute to contribute 6.65 percent of the members' annual covered payroll, and the County was required to contribute at the actuarially determined rate of 6.49%.

Annual Pension Cost - The County's pension cost for the two agent plans for the year ended June 30, 1996, the date of the most recent actuarial valuation, and related information follow.

# Notes to the Financial Statements

(Continued)

|                                                      | <u>PSPRS</u>           | <u>CORP</u>            |
|------------------------------------------------------|------------------------|------------------------|
| Contribution rates:                                  |                        |                        |
| County                                               | 8.75%                  | 6.49%                  |
| Plan members                                         | 7.65%                  | 6.65%                  |
| Annual pension cost                                  | \$1,664,570            | \$1,746,175            |
| Contributions made                                   | \$1,664,570            | \$1,746,175            |
| Actuarial valuation date                             | 6/30/96                | 6/30/96                |
| Actuarial cost method                                | entry age              | entry age              |
| Actuarial assumptions:                               |                        |                        |
| Investment rate of return                            | 9%                     | 9%                     |
| Projected salary increases/<br>Includes inflation at | 6.5% - 9.5%/5.5%       | 6.5% - 9.5%/5.5%       |
| Cost of living adjustments                           | none                   | none                   |
| Amortization method                                  | level % closed         | level % closed         |
| Remaining amortization<br>period from 7/1/97         | 21 years               | 33 years               |
| Asset valuation method                               | 4 year smoothed market | 4 year smoothed market |

Trend Information - Information for each of the agent plans as of the most recent actuarial valuations follows:

| Plan  | <u>Contributions Required and Contributions Made</u> |                               | Net Pension Obligation |
|-------|------------------------------------------------------|-------------------------------|------------------------|
|       | Annual Pension Cost (APC)                            | Percentage of APC Contributed |                        |
| PSPRS | \$ 1,664,570                                         | 100.0%                        | \$ 0                   |
| CORP  | \$ 1,746,175                                         | 100.0%                        | \$ 0                   |

Funding Progress - Analysis of funding progress for each of the agent plans as of the most recent actuarial valuations, June 30, 1996, follows:

| Plan  | Actuarial Value of Plan Assets | Actuarial Accrued Liability | Funding Excess | Funded Ratio | Annual Covered Payroll | Unfunded Liability as Percentage of Covered Payroll |
|-------|--------------------------------|-----------------------------|----------------|--------------|------------------------|-----------------------------------------------------|
| PSPRS | \$ 101,280,338                 | \$ 94,906,954               | \$ 6,373,384   | 106.7%       | \$ 19,278,311          | N/A                                                 |
| CORP  | \$ 45,481,404                  | \$ 43,417,808               | \$ 2,063,596   | 104.8%       | \$ 28,171,808          | N/A                                                 |

There has been a significant benefit enhancement for CORP members. The benefit accrual rate was increased from 2.2% of the members' base salary to 2.5% for each year of credited service. This benefit change applies to members retiring subsequent to July 21, 1997 and may have a significant impact on the funding level for CORP.

Required transition-year disclosure

Each plan's pension liability at transition was determined in accordance with the provisions of GASB Statement No. 27 and was zero.

## NOTE 29 - OTHER POST-EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 28 - Employee Retirement Plans, Maricopa County offers the following post-employment benefits to terminated and retired employees.

## Notes to the Financial Statements

(Continued)

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In accordance with Public Law 99-272, (COBRA), Maricopa County provides continued group medical and dental benefits to terminated employees for a period not to exceed 18, 29, or 36 months, depending upon the type of qualifying event that occurred. To be eligible, an employee must be enrolled in the insurance plan on the day prior to the qualifying event. The beneficiary pays 100 percent of the premium and an administration charge equal to two percent of the premium. Of Maricopa County's dental and medical insurance carriers, Intergroup, Cigna, Associated Health Plans and National Dental accept the risk for COBRA claims. However, Maricopa County is financially liable for claims in excess of premiums (up to stop loss) filed by those beneficiaries enrolled with Blue Cross/Blue Shield. During the fiscal year ended June 30, 1997, Maricopa County had a net claims expense for Blue Cross/Blue Shield claims of \$735,665. Participants paid premiums of \$235,365 and administration charges of \$4,707. Enrollment at June 30, 1997, was 120.

Also under the authority of Public Law 99-272, Maricopa County provides an Employee Assistance Program to terminated employees who choose it when selecting from available COBRA options. This program provides counseling for qualifying terminated employees and their dependents at \$1.80 per participant. It is an internal program totally funded by the County. For the fiscal year ended June 30, 1997, there were no enrolled participants qualifying under COBRA in the program.

Maricopa County provides medical insurance to retirees. In accordance with Arizona Revised Statute §11-263, the County provides post-retirement medical insurance to participants meeting the requirements of the statute. Participants must have enough money in their pension plans to cover the insurance premiums in full. The participants are responsible for paying the full cost of premiums. The County's insurance carriers accept financial liability for claim costs except for Blue Cross/Blue Shield. For these claims, Maricopa County is responsible for paying claims in excess of premiums. For the fiscal year ended June 30, 1997, the County had a net claims expense of \$1,068,514. Participants paid premiums totaling \$825,374. Enrollment at June 30, 1997, was 571.

In addition to the above benefits, Maricopa County provides a waiver of premium on life insurance benefits provided to currently disabled former employees under the age of 60 who became disabled prior to the age of 60 and while they were benefit eligible employees. The waiver of premium is a part of the contractual agreement the County has with Life Insurance Company of North America. To qualify, the disability must be approved by the insurance company. This benefit is funded entirely through insurance premiums applied to benefit eligible employees. Maricopa County is experience-rated, non-participating. In no event is more premium owed than is primarily paid; consequently, no County liability arises for claims in excess of premiums paid.

*Financial Section*

**General Fund**

The General Fund is used to account for all resources used to finance County services which are not properly accounted for in other funds. These services include General Government, Public Safety, Health, Welfare and Sanitation, Culture and Recreation, and Education.

**Maricopa County**  
**Schedule Of Expenditures - Budget And Actual**  
**General Fund**  
For the Fiscal Year Ended June 30, 1997

| <u>GENERAL GOVERNMENT</u>               | <u>BUDGET</u>         | <u>ACTUAL</u>         | <u>VARIANCE</u>      |
|-----------------------------------------|-----------------------|-----------------------|----------------------|
| County Assessor                         | \$ 10,080,682         | \$ 10,063,710         | \$ 16,972            |
| Board of Supervisors                    | 1,516,172             | 1,332,385             | 183,787              |
| Finance                                 | 2,562,233             | 2,236,413             | 325,820              |
| Management and Budget                   | 1,234,421             | 1,096,860             | 137,561              |
| County Manager                          | 801,858               | 610,537               | 191,321              |
| Elections                               | 7,878,440             | 7,922,870             | (44,430)             |
| Materials Management                    | 1,787,939             | 1,489,427             | 298,512              |
| Facilities Management                   | 16,677,133            | 16,620,433            | 56,700               |
| Internal Audit                          | 445,874               | 432,584               | 13,290               |
| Human Resources                         | 3,769,395             | 3,397,204             | 372,191              |
| Information Technology                  | 7,583,551             | 7,464,288             | 119,263              |
| Recorder                                | 1,254,893             | 1,237,685             | 17,208               |
| Treasurer                               | 3,464,893             | 3,446,626             | 18,267               |
| Call Center                             | 442,817               | 438,136               | 4,681                |
| General Government                      | 66,143,706            | 31,173,662            | 34,970,044           |
| Total General Government                | <u>125,644,007</u>    | <u>88,962,820</u>     | <u>36,681,187</u>    |
| <u>PUBLIC SAFETY</u>                    |                       |                       |                      |
| Adult Probation                         | 8,458,426             | 8,775,115             | (316,689)            |
| Emergency Management                    | 155,839               | 134,207               | 21,632               |
| Clerk of Superior Court                 | 16,031,666            | 15,989,977            | 41,689               |
| County Attorney                         | 29,653,978            | 29,613,299            | 40,679               |
| Justice Courts                          | 12,275,027            | 12,263,775            | 11,252               |
| Correctional Health                     | 12,026,251            | 12,025,902            | 349                  |
| Juvenile Courts                         | 15,950,655            | 15,950,655            |                      |
| Medical Examiner                        | 2,340,937             | 2,496,393             | (155,456)            |
| Planning and Infrastructure Development | 2,542,031             | 2,256,057             | 285,974              |
| Indigent Representation                 | 23,831,293            | 25,854,945            | (2,023,652)          |
| Public Fiduciary                        | 1,857,765             | 1,576,843             | 280,922              |
| Superior Court                          | 29,516,263            | 30,280,216            | (763,953)            |
| Sheriff                                 | 86,870,473            | 86,857,938            | 12,535               |
| Total Public Safety                     | <u>241,510,604</u>    | <u>244,075,322</u>    | <u>(2,564,718)</u>   |
| <u>HEALTH, WELFARE AND SANITATION</u>   |                       |                       |                      |
| Human Services                          | 938,035               | 890,085               | 47,950               |
| Public Health                           | 4,824,946             | 4,085,191             | 739,755              |
| Environmental Services                  | 666,473               | 583,409               | 83,064               |
| Housing                                 | 70,264                | 8,442                 | 61,822               |
| Health Care Mandates                    | 207,723,055           | 205,031,762           | 2,691,293            |
| Medical Assistance Program              | 18,777,511            | 14,029,205            | 4,748,306            |
| Total Health, Welfare and Sanitation    | <u>233,000,284</u>    | <u>224,628,094</u>    | <u>8,372,190</u>     |
| <u>CULTURE AND RECREATION</u>           |                       |                       |                      |
| Parks and Recreation                    | <u>2,175,965</u>      | <u>2,139,124</u>      | <u>36,841</u>        |
| <u>EDUCATION</u>                        |                       |                       |                      |
| Superintendent of Schools               | <u>1,403,055</u>      | <u>1,305,043</u>      | <u>98,012</u>        |
| Total General Fund Expenditures         | <u>\$ 603,733,915</u> | <u>\$ 561,110,403</u> | <u>\$ 42,623,512</u> |



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## Financial Section

### Special Revenue Funds

Special Revenue Funds are used to account for revenues which are restricted as to use by statute, rules and regulations, and local policy. Listed below are the Special Revenue Funds associated with Maricopa County. A short description of each fund is also provided on the next page.

|                       |                          |
|-----------------------|--------------------------|
| Grants And Contracts  | Lake Pleasant Recreation |
| Flood Control         | Probate Programs         |
| Transportation        | Regional Schools         |
| Air Pollution         | Housing Authority        |
| Rabies/Animal Control | Sheriff's Inmate Canteen |
| Public Health         | Document Storage         |
| Street Lighting       | Probation Services       |
| Library               | Juvenile Probation       |
| Law Library           | Domestic Relations       |
| Stadium District      | Taxpayer Information     |
| Sports Authority      | Recorder's Surcharge     |

**Grants and Contracts** - Accounts for all Federal, State and Local Government revenues which are designated for specific programs and projects as defined by the grantor.

**Flood Control** - The Maricopa County Flood Control District 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.

**Transportation** - Plans and implements an environmentally balanced multi-modal transportation system that serves the region's needs. Operations are funded through highway users tax.

**Air Pollution** - Protects the environment and public health through control, preservation, and improvement of the County's air quality. Air Pollution and Environmental permits are sold to cover operating costs.

**Rabies/Animal Control** - Reduces the incidences of animal inflicted injuries and reduces the risk of exposure to rabies through enforcement of dog licensing laws and ordinances, enforcement of leash laws and ordinances, the capture and impoundment of stray dogs, public education, adoption or humane disposal of excess animals. Licenses and fees are the primary funding source.

**Public Health** - 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.

**Street Lighting** - Provides street lighting in unincorporated areas of Maricopa County. Operations are funded by special assessment.

**Library** - Provides and maintains library services for the residents of Maricopa County. Operations are funded by a secondary tax levy.

**Law Library** - Established by ARS §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.

**Stadium District** - 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.

**Sports Authority** - The Maricopa County Sports Commission provides the citizens of the County with a variety of sporting experiences, by assisting in the promotion and acquisition of events, teams, and youth programs.

**Lake Pleasant Recreation** - 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.

**Probate Programs** - This fund was established July 17, 1994, to administer the monies received by the Clerk of Court pursuant to A.R.S. §14-5314 and A.R.S. §14-5414. The Presiding Judge of the Superior Court is authorized to spend these monies to preserve, audit, and safeguard the estates and wards for whom the court has a fiduciary responsibility.

**Regional Schools** - Accounts for school activity under the supervision of the Maricopa County Superintendent of Schools.

**Housing Authority** - Provides a decent and safe living environment to families who cannot afford market rate rents, and promotes programs leading to economic development and self sufficiency. Funding is mainly from Federal Sources.

**Sheriff's Inmate Canteen** - Established under A.R.S. §31-121 to hold in trust all special service fund monies for the benefit and welfare of inmates. The majority of revenues are derived from sales of food and sundries to the inmates.

**Document Storage** - Established by A.R.S. §12-284.01 to collect 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.

**Probation Services** - The Probation Service Fund collects the fees assessed to persons placed on probation in the Superior Court per A.R.S. §13-901. Monies collected are for the purpose of supplementing County General Fund appropriations for the compensation costs of probation officers who provide pre-sentence investigations (A.R.S. §12-267).

**Juvenile Probation** - The Juvenile Probation Fund was established by A.R.S. §12-268 to account for juvenile probation fees collected for the purpose of supplementing County General Fund appropriations for the compensation of personnel of the juvenile court.

**Domestic Relations** - Accounts for monies received from a federal incentive award, case filing fees, child support handling fees, the clerk's education program fees and a surcharge for each filing of a post-adjudication petition in a domestic relations case. These revenues are used to enhance automated child support collection and provide educational programs about impacts on children of dissolution of marriage, legal separation and restructuring of families and programs for mediation of visitation or custody disputes.

**Taxpayer Information** - The Taxpayer Information Fund was established by A.R.S. §11-495 to collect a public records copying surcharge for upgrading an automated taxpayer information system.

**Recorder's Surcharge** - Established by A.R.S. §11-475.01 to assess 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.

Special Revenue Fund - TAB

Back of Special Revenue - TAB

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**Maricopa County  
Combining Balance Sheet  
All Special Revenue Funds  
For the Fiscal Year Ended June 30, 1997**

|                                            | <u>GRANTS &amp;<br/>CONTRACTS</u> | <u>FLOOD<br/>CONTROL</u> | <u>TRANSPOR-<br/>TATION</u> | <u>AIR<br/>POLLUTION</u> | <u>RABIES/<br/>ANIMAL<br/>CONTROL</u> |
|--------------------------------------------|-----------------------------------|--------------------------|-----------------------------|--------------------------|---------------------------------------|
| <b>ASSETS</b>                              |                                   |                          |                             |                          |                                       |
| Cash and cash equivalents                  | \$ 12,597,767                     | \$ 27,400,108            | \$ 61,698,324               | \$ 1,792,978             | \$ 1,137,567                          |
| Receivables:                               |                                   |                          |                             |                          |                                       |
| Taxes                                      |                                   | 895,412                  |                             |                          |                                       |
| Accrued interest                           | 80,704                            | 268,020                  | 606,514                     | 17,715                   | 12,268                                |
| Special assessments                        |                                   |                          |                             |                          |                                       |
| Due from other funds                       | 170,596                           | 257,451                  |                             |                          | 5,287                                 |
| Due from other governmental units          | 5,701,164                         | 486,592                  | 12,355,875                  | 1,142,323                | 134,197                               |
| Inventory of supplies                      |                                   | 181,082                  | 568,061                     |                          | 46,155                                |
| Miscellaneous due from                     | 165,799                           |                          | 69,379                      |                          |                                       |
| <b>Total assets</b>                        | <b>\$ 18,716,030</b>              | <b>\$ 29,488,665</b>     | <b>\$ 75,298,153</b>        | <b>\$ 2,953,016</b>      | <b>\$ 1,335,474</b>                   |
| <b>LIABILITIES AND FUND BALANCES</b>       |                                   |                          |                             |                          |                                       |
| <b>Liabilities:</b>                        |                                   |                          |                             |                          |                                       |
| Vouchers payable                           | \$ 3,098,311                      | \$ 7,331,097             | \$ 6,811,121                | \$ 292,347               | \$ 112,558                            |
| Employee compensation                      | 2,205,705                         | 444,259                  | 879,748                     | 404,969                  | 123,431                               |
| Accrued liabilities                        | 68,612                            | 16,012                   | 301,418                     | 4                        | 46                                    |
| Due to other funds                         | 81,332                            | 38,067                   | 316,104                     | 48,337                   | 14,838                                |
| Due to other governmental units            | 3,426,702                         |                          |                             |                          |                                       |
| Deferred revenue                           | 6,779,047                         | 749,827                  | 827,000                     |                          | 234,768                               |
| <b>Total liabilities</b>                   | <b>15,659,709</b>                 | <b>8,579,262</b>         | <b>9,135,391</b>            | <b>745,657</b>           | <b>485,641</b>                        |
| <b>Fund balances:</b>                      |                                   |                          |                             |                          |                                       |
| Reserved for inventory of supplies         |                                   | 181,082                  | 568,061                     |                          | 46,155                                |
| Unreserved                                 | 3,056,321                         | 20,728,321               | 65,594,701                  | 2,207,359                | 803,678                               |
| <b>Total fund balances</b>                 | <b>3,056,321</b>                  | <b>20,909,403</b>        | <b>66,162,762</b>           | <b>2,207,359</b>         | <b>849,833</b>                        |
| <b>Total liabilities and fund balances</b> | <b>\$ 18,716,030</b>              | <b>\$ 29,488,665</b>     | <b>\$ 75,298,153</b>        | <b>\$ 2,953,016</b>      | <b>\$ 1,335,474</b>                   |

| <u>PUBLIC HEALTH</u> | <u>STREET LIGHTING</u> | <u>LIBRARY</u>      | <u>LAW LIBRARY</u> | <u>STADIUM DISTRICT</u> | <u>SPORTS AUTHORITY</u> | <u>LAKE PLEASANT RECREATION</u> |
|----------------------|------------------------|---------------------|--------------------|-------------------------|-------------------------|---------------------------------|
| \$ 4,081,805         | \$ 1,560,871           | \$ 3,948,706        | \$ 236,821         | \$ 2,072,830            | \$ 54,520               | \$ 2,969,456                    |
| 39,397               | 15,395                 | 118,257<br>38,794   | 2,318              | 20,378                  |                         | 28,963                          |
| 1,983,514            | 12,876                 | 29,983              |                    |                         |                         |                                 |
| 94,144               | 8,946                  |                     |                    | 873,766                 |                         |                                 |
|                      |                        |                     |                    |                         | 1,082                   | 10,208                          |
| <u>\$ 6,198,860</u>  | <u>\$ 1,598,088</u>    | <u>\$ 4,135,740</u> | <u>\$ 239,139</u>  | <u>\$ 2,966,974</u>     | <u>\$ 55,602</u>        | <u>\$ 3,008,627</u>             |
| \$ 677,969           | \$ 211,098             | \$ 93,601           | \$ 65,276          | \$ 841                  | \$ 14,615               | \$ 117,509                      |
| 413,818              |                        | 152,778             |                    | 16,745                  | 7,353                   | 34,080                          |
| 150                  |                        | 170                 | 128                |                         |                         |                                 |
| 113,768              |                        | 41,048              |                    | 88,723                  |                         | 3,307                           |
| 3,055,118            |                        | 629,000             |                    |                         | 2,500                   | 2,060,773                       |
| <u>4,260,823</u>     | <u>211,098</u>         | <u>1,014,836</u>    | <u>65,404</u>      | <u>106,309</u>          | <u>24,468</u>           | <u>2,215,669</u>                |
| 94,144               |                        |                     |                    |                         |                         |                                 |
| 1,843,893            | 1,386,990              | 3,120,904           | 173,735            | 2,860,665               | 31,134                  | 792,958                         |
| <u>1,938,037</u>     | <u>1,386,990</u>       | <u>3,120,904</u>    | <u>173,735</u>     | <u>2,860,665</u>        | <u>31,134</u>           | <u>792,958</u>                  |
| <u>\$ 6,198,860</u>  | <u>\$ 1,598,088</u>    | <u>\$ 4,135,740</u> | <u>\$ 239,139</u>  | <u>\$ 2,966,974</u>     | <u>\$ 55,602</u>        | <u>\$ 3,008,627</u>             |

(continued on next page)



**Maricopa County**  
**Combining Balance Sheet**  
**All Special Revenue Funds (Continued)**  
For the Fiscal Year Ended June 30, 1997

|                                      | <u>PROBATE<br/>PROGRAMS</u> | <u>REGIONAL<br/>SCHOOLS</u> | <u>HOUSING<br/>AUTHORITY</u> | <u>SHERIFF'S<br/>INMATE<br/>CANTEEN</u> | <u>DOCUMENT<br/>STORAGE</u> |
|--------------------------------------|-----------------------------|-----------------------------|------------------------------|-----------------------------------------|-----------------------------|
| <b>ASSETS</b>                        |                             |                             |                              |                                         |                             |
| Cash and cash equivalents            | \$ 161,490                  | \$ 162,313                  | \$ 64,692                    | \$ 2,354,277                            | \$ 286,541                  |
| Receivables:                         |                             |                             |                              |                                         |                             |
| Taxes                                |                             |                             |                              |                                         |                             |
| Accrued interest                     | 1,584                       |                             |                              | 26,978                                  | 2,818                       |
| Special assessments                  |                             |                             |                              |                                         |                             |
| Due from other funds                 | 24,275                      |                             |                              |                                         | 60,264                      |
| Due from other governmental units    |                             | 107,712                     |                              |                                         |                             |
| Inventory of supplies                |                             |                             |                              |                                         |                             |
| Miscellaneous due from               |                             |                             | 196,031                      | 272,967                                 |                             |
|                                      | <u>          </u>           | <u>          </u>           | <u>          </u>            | <u>          </u>                       | <u>          </u>           |
| Total assets                         | <u>\$ 187,349</u>           | <u>\$ 270,025</u>           | <u>\$ 260,723</u>            | <u>\$ 2,654,222</u>                     | <u>\$ 349,623</u>           |
| <b>LIABILITIES AND FUND BALANCES</b> |                             |                             |                              |                                         |                             |
| Liabilities:                         |                             |                             |                              |                                         |                             |
| Vouchers payable                     | \$ 2,369                    | \$ 143,657                  | \$ 364,847                   | \$ 194,048                              | \$ 799                      |
| Employee compensation                | 14,737                      |                             | 73,843                       | 74,169                                  | 23,903                      |
| Accrued liabilities                  |                             |                             | 1,139                        | 961                                     |                             |
| Due to other funds                   | 786                         |                             |                              | 9,237                                   | 3,297                       |
| Due to other governmental units      |                             |                             |                              |                                         |                             |
| Deferred revenue                     |                             |                             |                              |                                         |                             |
| Total liabilities                    | <u>17,892</u>               | <u>143,657</u>              | <u>439,829</u>               | <u>278,415</u>                          | <u>27,999</u>               |
| Fund balances:                       |                             |                             |                              |                                         |                             |
| Reserved for inventory of supplies   |                             |                             |                              |                                         |                             |
| Unreserved                           | 169,457                     | 126,368                     | (179,106)                    | 2,375,807                               | 321,624                     |
| Total fund balances                  | <u>169,457</u>              | <u>126,368</u>              | <u>(179,106)</u>             | <u>2,375,807</u>                        | <u>321,624</u>              |
|                                      | <u>          </u>           | <u>          </u>           | <u>          </u>            | <u>          </u>                       | <u>          </u>           |
| Total liabilities and fund balances  | <u>\$ 187,349</u>           | <u>\$ 270,025</u>           | <u>\$ 260,723</u>            | <u>\$ 2,654,222</u>                     | <u>\$ 349,623</u>           |

| <u>PROBATION SERVICES</u> | <u>JUVENILE PROBATION</u> | <u>DOMESTIC RELATIONS</u> | <u>TAXPAYERS' INFORMATION</u> | <u>RECORDER'S SURCHARGE</u> | <u>TOTALS JUNE 30, 1997</u> |
|---------------------------|---------------------------|---------------------------|-------------------------------|-----------------------------|-----------------------------|
| \$ 2,447,334              | \$ 631,033                | \$ 1,366,957              | \$ 223,406                    | \$ 1,380,920                | \$ 128,630,716              |
|                           |                           |                           |                               |                             | 1,013,669                   |
| 24,720                    | 6,178                     | 11,321                    |                               | 13,532                      | 1,217,597                   |
|                           |                           |                           |                               |                             | 12,876                      |
| 307,278                   | 58,354                    | 146,704                   |                               |                             | 1,069,138                   |
|                           |                           | 1,859                     |                               |                             | 22,787,002                  |
|                           |                           |                           |                               |                             | 889,442                     |
|                           |                           |                           |                               |                             | 715,466                     |
| <u>\$ 2,779,332</u>       | <u>\$ 695,565</u>         | <u>\$ 1,526,841</u>       | <u>\$ 223,406</u>             | <u>\$ 1,394,452</u>         | <u>\$ 156,335,906</u>       |
| \$ 155,734                | \$ 231                    | \$ 30,910                 | \$                            | \$ 381,089                  | \$ 20,100,027               |
| 169,341                   | 24,233                    | 110,399                   |                               | 47,033                      | 5,220,544                   |
| 936                       |                           |                           |                               |                             | 389,576                     |
| 15,031                    | 1,649                     | 8,237                     |                               | 2,840                       | 786,601                     |
|                           |                           | 27,000                    |                               |                             | 4,082,702                   |
|                           |                           |                           |                               |                             | 13,807,272                  |
| <u>341,042</u>            | <u>26,113</u>             | <u>176,546</u>            |                               | <u>430,962</u>              | <u>44,386,722</u>           |
|                           |                           |                           |                               |                             | 889,442                     |
| 2,438,290                 | 669,452                   | 1,350,295                 | 223,406                       | 963,490                     | 111,059,742                 |
| <u>2,438,290</u>          | <u>669,452</u>            | <u>1,350,295</u>          | <u>223,406</u>                | <u>963,490</u>              | <u>111,949,184</u>          |
| <u>\$ 2,779,332</u>       | <u>\$ 695,565</u>         | <u>\$ 1,526,841</u>       | <u>\$ 223,406</u>             | <u>\$ 1,394,452</u>         | <u>\$ 156,335,906</u>       |

**Maricopa County**  
**Combining Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances**  
**All Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 1997**

|                                                                                          | GRANTS &<br>CONTRACTS | FLOOD<br>CONTROL     | TRANSPOR-<br>TATION  | AIR<br>POLLUTION    | RABIES/<br>ANIMAL<br>CONTROL |
|------------------------------------------------------------------------------------------|-----------------------|----------------------|----------------------|---------------------|------------------------------|
| <b>REVENUES</b>                                                                          |                       |                      |                      |                     |                              |
| Taxes                                                                                    | \$                    | \$ 38,361,687        | \$                   | \$                  | \$                           |
| Licenses and permits                                                                     |                       | 360,295              | 275,980              | 7,545,940           | 2,762,056                    |
| Intergovernmental                                                                        | 66,687,370            | 7,098,768            | 76,415,415           | 2,577,519           | 115,693                      |
| Charges for services                                                                     | 25,428                |                      | 36,450               | 262,300             | 1,373,242                    |
| Fines and forfeits                                                                       | 1,460,538             |                      |                      | 244,529             | 8,962                        |
| Miscellaneous                                                                            | 1,793,700             | 4,233,735            | 2,981,841            | 431,868             | 253,828                      |
| Total revenues                                                                           | <u>69,967,036</u>     | <u>50,054,485</u>    | <u>79,709,686</u>    | <u>11,062,156</u>   | <u>4,513,781</u>             |
| <b>EXPENDITURES</b>                                                                      |                       |                      |                      |                     |                              |
| Current:                                                                                 |                       |                      |                      |                     |                              |
| General government                                                                       | 516,984               |                      |                      |                     |                              |
| Public safety                                                                            | 38,871,662            | 18,808,896           |                      |                     |                              |
| Highways and streets                                                                     |                       |                      | 41,937,037           |                     |                              |
| Health, welfare and sanitation                                                           | 27,338,101            |                      |                      | 10,839,286          | 4,537,679                    |
| Culture and recreation                                                                   | 8,484                 |                      |                      |                     |                              |
| Capital Outlay                                                                           | 2,407,003             | 30,123,983           | 25,484,233           | 525,971             | 63,755                       |
| Total expenditures                                                                       | <u>69,142,234</u>     | <u>48,932,879</u>    | <u>67,421,270</u>    | <u>11,365,257</u>   | <u>4,601,434</u>             |
| Excess (deficiency) of revenues<br>over expenditures                                     | <u>824,802</u>        | <u>1,121,606</u>     | <u>12,288,416</u>    | <u>(303,101)</u>    | <u>(87,653)</u>              |
| <b>OTHER FINANCING SOURCES (USES)</b>                                                    |                       |                      |                      |                     |                              |
| Operating transfers in                                                                   | 405,111               |                      |                      |                     | 93,143                       |
| Operating transfers out                                                                  |                       |                      | (726,117)            | (13,586)            | (6,083)                      |
| Proceeds from sales of bonds                                                             |                       |                      |                      |                     |                              |
| Total other financing sources (uses)                                                     | <u>405,111</u>        |                      | <u>(726,117)</u>     | <u>(13,586)</u>     | <u>87,060</u>                |
| Excess (deficiency) of revenues and<br>other sources over expenditures and<br>other uses | <u>1,229,913</u>      | <u>1,121,606</u>     | <u>11,562,299</u>    | <u>(316,687)</u>    | <u>(593)</u>                 |
| Fund balances (deficits) at beginning of<br>year - as adjusted                           | 1,817,038             | 16,893,478           | 44,478,180           | 2,373,212           | 16,648                       |
| Increase (decrease) in reserve for<br>inventory of supplies                              |                       | 40,878               | (107,243)            |                     | 29,507                       |
| Residual equity transfer                                                                 | 9,370                 | 2,853,441            | 10,229,526           | 150,834             | 804,271                      |
| Fund balances (deficits) at end of year                                                  | <u>\$ 3,056,321</u>   | <u>\$ 20,909,403</u> | <u>\$ 66,162,762</u> | <u>\$ 2,207,359</u> | <u>\$ 849,833</u>            |

| <u>PUBLIC HEALTH</u> | <u>STREET LIGHTING</u> | <u>LIBRARY</u>      | <u>LAW LIBRARY</u> | <u>STADIUM DISTRICT</u> | <u>SPORTS AUTHORITY</u> | <u>LAKE PLEASANT RECREATION</u> |
|----------------------|------------------------|---------------------|--------------------|-------------------------|-------------------------|---------------------------------|
| \$                   | \$                     | \$ 6,004,353        | \$                 | \$                      | \$                      | \$                              |
| 15,457,026           |                        | 42,369              |                    | 3,000,000               |                         | 1,193,380                       |
| 1,800,979            | 3,033,694              | 35,001              | 686,376            | 5,344,086               |                         | 1,034,980                       |
|                      |                        | 156,009             | 2,356              |                         |                         |                                 |
| 258,461              | 20,283                 | 254,791             | 122,050            | 432,804                 | 443,920                 | 787,336                         |
| <u>17,516,466</u>    | <u>3,053,977</u>       | <u>6,492,523</u>    | <u>810,782</u>     | <u>8,776,890</u>        | <u>443,920</u>          | <u>3,015,696</u>                |
|                      | 3,551,399              |                     | 928,967            |                         |                         |                                 |
| 16,568,905           |                        | 6,332,326           |                    | 25,448,849              | 357,343                 | 1,028,345                       |
| 296,554              |                        | 185,039             |                    |                         |                         | 1,749,308                       |
| <u>16,865,459</u>    | <u>3,551,399</u>       | <u>6,517,365</u>    | <u>928,967</u>     | <u>25,448,849</u>       | <u>357,343</u>          | <u>2,777,653</u>                |
| 651,007              | (497,422)              | (24,842)            | (118,185)          | (16,671,959)            | 86,577                  | 238,043                         |
| 73,510               |                        | (3,126)             |                    | (4,401,961)             |                         | (50,753)                        |
| (1,923)              |                        |                     |                    | 19,110,000              |                         |                                 |
| <u>71,587</u>        |                        | <u>(3,126)</u>      |                    | <u>14,708,039</u>       |                         | <u>(50,753)</u>                 |
| 722,594              | (497,422)              | (27,968)            | (118,185)          | (1,963,920)             | 86,577                  | 187,290                         |
| 1,261,160            | 1,884,412              | 3,055,103           | 291,920            | 4,824,585               | (55,443)                | 576,261                         |
| (45,717)             |                        | 93,769              |                    |                         |                         | 29,407                          |
| <u>\$ 1,938,037</u>  | <u>\$ 1,386,990</u>    | <u>\$ 3,120,904</u> | <u>\$ 173,735</u>  | <u>\$ 2,860,665</u>     | <u>\$ 31,134</u>        | <u>\$ 792,958</u>               |

(continued on next page)

**Maricopa County**  
**Combining Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances (Continued)**  
**All Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 1997**

|                                                                                    | <u>PROBATE<br/>PROGRAMS</u> | <u>REGIONAL<br/>SCHOOLS</u> | <u>HOUSING<br/>AUTHORITY</u> | <u>SHERIFF'S<br/>INMATE<br/>CANTEEN</u> | <u>DOCUMENT<br/>STORAGE</u> |
|------------------------------------------------------------------------------------|-----------------------------|-----------------------------|------------------------------|-----------------------------------------|-----------------------------|
| <b>REVENUES</b>                                                                    |                             |                             |                              |                                         |                             |
| Taxes                                                                              | \$                          | \$                          | \$                           | \$                                      | \$                          |
| Licenses and permits                                                               |                             |                             |                              |                                         |                             |
| Intergovernmental                                                                  |                             |                             | 7,021,224                    |                                         | 23,059                      |
| Charges for services                                                               | 262,055                     |                             |                              | 97,173                                  | 714,162                     |
| Fines and forfeits                                                                 |                             |                             |                              |                                         |                             |
| Miscellaneous                                                                      | 9,278                       | 483,062                     | 1,352,693                    | 5,090,588                               | 26,594                      |
| Total revenues                                                                     | <u>271,333</u>              | <u>483,062</u>              | <u>8,373,917</u>             | <u>5,187,761</u>                        | <u>763,815</u>              |
| <b>EXPENDITURES</b>                                                                |                             |                             |                              |                                         |                             |
| Current:                                                                           |                             |                             |                              |                                         |                             |
| General government                                                                 |                             |                             |                              |                                         |                             |
| Public safety                                                                      |                             |                             |                              | 4,550,957                               | 559,403                     |
| Highways and streets                                                               |                             |                             |                              |                                         |                             |
| Health, welfare and sanitation                                                     | 239,657                     | 370,616                     | 9,899,566                    |                                         |                             |
| Culture and recreation                                                             |                             |                             |                              |                                         |                             |
| Capital Outlay                                                                     | 2,175                       |                             | 813,190                      | 185,060                                 | 158,889                     |
| Total expenditures                                                                 | <u>241,832</u>              | <u>370,616</u>              | <u>10,712,756</u>            | <u>4,736,017</u>                        | <u>718,292</u>              |
| Excess (deficiency) of revenues over expenditures                                  | <u>29,501</u>               | <u>112,446</u>              | <u>(2,338,839)</u>           | <u>451,744</u>                          | <u>45,523</u>               |
| <b>OTHER FINANCING SOURCES (USES)</b>                                              |                             |                             |                              |                                         |                             |
| Operating transfers in                                                             |                             |                             |                              |                                         |                             |
| Operating transfers out                                                            |                             |                             |                              |                                         |                             |
| Proceeds from sales of bonds                                                       |                             |                             |                              |                                         |                             |
| Total other financing sources (uses)                                               |                             |                             |                              |                                         |                             |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | <u>29,501</u>               | <u>112,446</u>              | <u>(2,338,839)</u>           | <u>451,744</u>                          | <u>45,523</u>               |
| Fund balances (deficits) at beginning of year - as adjusted                        | 139,956                     | 13,922                      | 2,159,733                    | 1,920,804                               | 276,101                     |
| Increase (decrease) in reserve for inventory of supplies                           |                             |                             |                              |                                         |                             |
| Residual equity transfer                                                           |                             |                             |                              | 3,259                                   |                             |
| Fund balances (deficits) at end of year                                            | <u>\$ 169,457</u>           | <u>\$ 126,368</u>           | <u>\$ (179,106)</u>          | <u>\$ 2,375,807</u>                     | <u>\$ 321,624</u>           |

| <u>PROBATION SERVICES</u> | <u>JUVENILE PROBATION</u> | <u>DOMESTIC RELATIONS</u> | <u>TAXPAYERS' INFORMATION</u> | <u>RECORDER'S SURCHARGE</u> | <u>TOTALS<br/>JUNE 30, 1997</u> |
|---------------------------|---------------------------|---------------------------|-------------------------------|-----------------------------|---------------------------------|
| \$                        | \$                        | \$                        | \$                            | \$                          | \$ 44,366,040                   |
|                           |                           |                           |                               |                             | 10,944,271                      |
|                           |                           | 1,196,896                 |                               |                             | 180,828,719                     |
| 4,013,110                 | 637,987                   | 1,626,754                 | 109,213                       | 1,620,445                   | 22,713,435                      |
| 74,911                    |                           |                           |                               |                             | 1,947,305                       |
| 129,275                   | 32,403                    | 97,623                    | 9,727                         | 97,604                      | 19,343,464                      |
| <u>4,217,296</u>          | <u>670,390</u>            | <u>2,921,273</u>          | <u>118,940</u>                | <u>1,718,049</u>            | <u>280,143,234</u>              |
|                           |                           |                           |                               |                             |                                 |
|                           |                           |                           | 17,859                        | 2,167,344                   | 2,702,187                       |
| 3,347,191                 | 468,066                   |                           |                               |                             | 71,086,541                      |
|                           |                           |                           |                               |                             | 41,937,037                      |
|                           |                           | 2,493,028                 |                               |                             | 72,286,838                      |
|                           |                           |                           |                               |                             | 33,175,347                      |
| 195,231                   |                           | 237,595                   |                               | 585,509                     | 63,013,495                      |
| <u>3,542,422</u>          | <u>468,066</u>            | <u>2,730,623</u>          | <u>17,859</u>                 | <u>2,752,853</u>            | <u>284,201,445</u>              |
|                           |                           |                           |                               |                             |                                 |
| <u>674,874</u>            | <u>202,324</u>            | <u>190,650</u>            | <u>101,081</u>                | <u>(1,034,804)</u>          | <u>(4,058,211)</u>              |
|                           |                           |                           |                               |                             |                                 |
|                           |                           |                           |                               |                             | 571,764                         |
|                           |                           |                           |                               |                             | (5,203,549)                     |
|                           |                           |                           |                               |                             | 19,110,000                      |
|                           |                           |                           |                               |                             | <u>14,478,215</u>               |
|                           |                           |                           |                               |                             |                                 |
| <u>674,874</u>            | <u>202,324</u>            | <u>190,650</u>            | <u>101,081</u>                | <u>(1,034,804)</u>          | <u>10,420,004</u>               |
|                           |                           |                           |                               |                             |                                 |
| 1,763,416                 | 467,128                   | 1,159,645                 | 122,325                       | 1,998,294                   | 87,437,878                      |
|                           |                           |                           |                               |                             |                                 |
|                           |                           |                           |                               |                             | (82,575)                        |
|                           |                           |                           |                               |                             | <u>14,173,877</u>               |
| <u>\$ 2,438,290</u>       | <u>\$ 669,452</u>         | <u>\$ 1,350,295</u>       | <u>\$ 223,406</u>             | <u>\$ 963,490</u>           | <u>\$ 111,949,184</u>           |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Grants And Contracts**  
**For the Fiscal Year Ended June 30, 1997**

|                                                                     | <u>BUDGET</u>         | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|---------------------------------------------------------------------|-----------------------|---------------------|---------------------|
| <b><u>REVENUES</u></b>                                              |                       |                     |                     |
| Intergovernmental                                                   | \$ 81,441,905         | \$ 66,687,370       | \$ (14,754,535)     |
| Charges for services                                                | 1,420,802             | 25,428              | (1,395,374)         |
| Fines and forfeits                                                  |                       | 1,460,538           | 1,460,538           |
| Miscellaneous                                                       | 1,841,447             | 1,793,700           | (47,747)            |
| Total revenues                                                      | <u>84,704,154</u>     | <u>69,967,036</u>   | <u>(14,737,118)</u> |
| <b><u>EXPENDITURES</u></b>                                          |                       |                     |                     |
| General government                                                  | 2,203,133             | 516,984             | 1,686,149           |
| Public safety                                                       | 43,727,577            | 38,871,662          | 4,855,915           |
| Health, welfare and sanitation                                      | 36,439,156            | 27,338,101          | 9,101,055           |
| Culture and recreation                                              |                       | 8,484               | (8,484)             |
| Capital Outlay                                                      | 3,726,622             | 2,407,003           | 1,319,619           |
| Total expenditures                                                  | <u>86,096,488</u>     | <u>69,142,234</u>   | <u>16,954,254</u>   |
| Excess (deficiency) of revenues over expenditures                   | <u>(1,392,334)</u>    | <u>824,802</u>      | <u>2,217,136</u>    |
| <b><u>OTHER FINANCING SOURCES</u></b>                               |                       |                     |                     |
| Operating transfers in                                              |                       | 405,111             | 405,111             |
| Total other financing sources                                       |                       | <u>405,111</u>      | <u>405,111</u>      |
| Excess (deficiency) of revenues and other sources over expenditures | <u>(1,392,334)</u>    | <u>1,229,913</u>    | <u>2,622,247</u>    |
| Fund balance at beginning of year - as adjusted                     |                       | 1,817,038           | 1,817,038           |
| Residual equity transfer                                            |                       | <u>9,370</u>        | <u>9,370</u>        |
| Fund balance (deficit) at end of year                               | <u>\$ (1,392,334)</u> | <u>\$ 3,056,321</u> | <u>\$ 4,448,655</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Flood Control Fund**  
For the Fiscal Year Ended June 30, 1997

|                                                   | <u>BUDGET</u>       | <u>ACTUAL</u>        | <u>VARIANCE</u>      |
|---------------------------------------------------|---------------------|----------------------|----------------------|
| <u>REVENUES</u>                                   |                     |                      |                      |
| Taxes                                             | \$ 38,501,232       | \$ 38,361,687        | \$ (139,545)         |
| Licenses and permits                              | 177,000             | 360,295              | 183,295              |
| Intergovernmental                                 | 8,222,000           | 7,098,768            | (1,123,232)          |
| Miscellaneous                                     | 1,468,268           | 4,233,735            | 2,765,467            |
| Total revenues                                    | <u>48,368,500</u>   | <u>50,054,485</u>    | <u>1,685,985</u>     |
| <br>                                              |                     |                      |                      |
| <u>EXPENDITURES</u>                               |                     |                      |                      |
| Public safety                                     | 19,225,478          | 18,808,896           | 416,582              |
| Capital Outlay                                    | 35,725,269          | 30,123,983           | 5,601,286            |
| Total expenditures                                | <u>54,950,747</u>   | <u>48,932,879</u>    | <u>6,017,868</u>     |
| <br>                                              |                     |                      |                      |
| Excess (deficiency) of revenues over expenditures | <u>(6,582,247)</u>  | <u>1,121,606</u>     | <u>7,703,853</u>     |
| <br>                                              |                     |                      |                      |
| Fund balance at beginning of year                 | 12,000,000          | 16,893,478           | 4,893,478            |
| Increase in reserve for inventory of supplies     |                     | 40,878               | 40,878               |
| Residual equity transfer                          |                     | 2,853,441            | 2,853,441            |
| Fund balance at end of year                       | <u>\$ 5,417,753</u> | <u>\$ 20,909,403</u> | <u>\$ 15,491,650</u> |



**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Transportation Fund**  
For the Fiscal Year Ended June 30, 1997

|                                                                  | <u>BUDGET</u>       | <u>ACTUAL</u>        | <u>VARIANCE</u>      |
|------------------------------------------------------------------|---------------------|----------------------|----------------------|
| <b><u>REVENUES</u></b>                                           |                     |                      |                      |
| Licenses and permits                                             | \$                  | \$ 275,980           | \$ 275,980           |
| Intergovernmental                                                | 67,605,136          | 76,415,415           | 8,810,279            |
| Charges for services                                             |                     | 36,450               | 36,450               |
| Miscellaneous                                                    | <u>930,200</u>      | <u>2,981,841</u>     | <u>2,051,641</u>     |
| Total revenues                                                   | <u>68,535,336</u>   | <u>79,709,686</u>    | <u>11,174,350</u>    |
| <b><u>EXPENDITURES</u></b>                                       |                     |                      |                      |
| Highways and streets                                             | 42,120,982          | 41,937,037           | 183,945              |
| Capital Outlay                                                   | <u>48,166,000</u>   | <u>25,484,233</u>    | <u>22,681,767</u>    |
| Total expenditures                                               | <u>90,286,982</u>   | <u>67,421,270</u>    | <u>22,865,712</u>    |
| Excess (deficiency) of revenues over expenditures                | <u>(21,751,646)</u> | <u>12,288,416</u>    | <u>34,040,062</u>    |
| <b><u>OTHER FINANCING USES</u></b>                               |                     |                      |                      |
| Operating transfers out                                          | <u>(666,117)</u>    | <u>(726,117)</u>     | <u>(60,000)</u>      |
| Total other financing uses                                       | <u>(666,117)</u>    | <u>(726,117)</u>     | <u>(60,000)</u>      |
| Excess (deficiency) of revenues over expenditures and other uses | <u>(22,417,763)</u> | <u>11,562,299</u>    | <u>33,980,062</u>    |
| Fund balance at beginning of year - as adjusted                  | 25,285,000          | 44,478,180           | 19,193,180           |
| Decrease in reserve for inventory of supplies                    |                     | (107,243)            | (107,243)            |
| Residual equity transfer                                         |                     | <u>10,229,526</u>    | <u>10,229,526</u>    |
| Fund balance at end of year                                      | <u>\$ 2,867,237</u> | <u>\$ 66,162,762</u> | <u>\$ 63,295,525</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Air Pollution Fund**  
For the Fiscal Year Ended June 30, 1997

|                                                         | <u>BUDGET</u>      | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|---------------------------------------------------------|--------------------|---------------------|---------------------|
| <u>REVENUES</u>                                         |                    |                     |                     |
| Licenses and permits                                    | \$ 7,841,000       | \$ 7,545,940        | \$ (295,060)        |
| Intergovernmental                                       | 4,584,013          | 2,577,519           | (2,006,494)         |
| Charges for services                                    | 232,000            | 262,300             | 30,300              |
| Fines and forfeits                                      |                    | 244,529             | 244,529             |
| Miscellaneous                                           | <u>315,000</u>     | <u>431,868</u>      | <u>116,868</u>      |
| Total revenues                                          | <u>12,972,013</u>  | <u>11,062,156</u>   | <u>(1,909,857)</u>  |
| <u>EXPENDITURES</u>                                     |                    |                     |                     |
| Health, welfare and sanitation                          | 13,209,458         | 10,839,286          | 2,370,172           |
| Capital Outlay                                          | <u>1,432,311</u>   | <u>525,971</u>      | <u>906,340</u>      |
| Total expenditures                                      | <u>14,641,769</u>  | <u>11,365,257</u>   | <u>3,276,512</u>    |
| Deficiency of revenues over expenditures                | <u>(1,669,756)</u> | <u>(303,101)</u>    | <u>1,366,655</u>    |
| <u>OTHER FINANCING USES</u>                             |                    |                     |                     |
| Operating transfers out                                 | <u>(13,586)</u>    | <u>(13,586)</u>     |                     |
| Total other financing uses                              | <u>(13,586)</u>    | <u>(13,586)</u>     |                     |
| Deficiency of revenues over expenditures and other uses | <u>(1,683,342)</u> | <u>(316,687)</u>    | <u>1,366,655</u>    |
| Fund balance at beginning of year - as adjusted         | 2,446,601          | 2,373,212           | (73,389)            |
| Residual equity transfer                                |                    | <u>150,834</u>      | <u>150,834</u>      |
| Fund balance at end of year                             | <u>\$ 763,259</u>  | <u>\$ 2,207,359</u> | <u>\$ 1,444,100</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Rabies/Animal Control Fund**  
For the Fiscal Year Ended June 30, 1997

|                                                                              | <u>BUDGET</u>    | <u>ACTUAL</u>     | <u>VARIANCE</u>   |
|------------------------------------------------------------------------------|------------------|-------------------|-------------------|
| <b><u>REVENUES</u></b>                                                       |                  |                   |                   |
| Licenses and permits                                                         | \$ 2,778,954     | \$ 2,762,056      | \$ (16,898)       |
| Intergovernmental                                                            | 994,820          | 115,693           | (879,127)         |
| Charges for services                                                         | 1,289,878        | 1,373,242         | 83,364            |
| Fines and forfeits                                                           |                  | 8,962             | 8,962             |
| Miscellaneous                                                                | <u>251,206</u>   | <u>253,828</u>    | <u>2,622</u>      |
| Total revenues                                                               | <u>5,314,858</u> | <u>4,513,781</u>  | <u>(801,077)</u>  |
| <b><u>EXPENDITURES</u></b>                                                   |                  |                   |                   |
| Health, welfare and sanitation                                               | 5,342,314        | 4,537,679         | 804,635           |
| Capital Outlay                                                               | <u>204,030</u>   | <u>63,755</u>     | <u>140,275</u>    |
| Total expenditures                                                           | <u>5,546,344</u> | <u>4,601,434</u>  | <u>944,910</u>    |
| Deficiency of revenues over expenditures                                     | <u>(231,486)</u> | <u>(87,653)</u>   | <u>143,833</u>    |
| <b><u>OTHER FINANCING SOURCES (USES)</u></b>                                 |                  |                   |                   |
| Operating transfers in                                                       | 237,569          | 93,143            | (144,426)         |
| Operating transfers out                                                      | <u>(6,083)</u>   | <u>(6,083)</u>    | <u></u>           |
| Total other financing sources (uses)                                         | <u>231,486</u>   | <u>87,060</u>     | <u>(144,426)</u>  |
| Deficiency of revenues and other sources<br>over expenditures and other uses | <u></u>          | <u>(593)</u>      | <u>(593)</u>      |
| Fund balance at beginning of year                                            |                  | 16,648            | 16,648            |
| Increase in reserve for inventory of supplies                                |                  | 29,507            | 29,507            |
| Residual equity transfer                                                     |                  | <u>804,271</u>    | <u>804,271</u>    |
| Fund balance at end of year                                                  | <u>\$</u>        | <u>\$ 849,833</u> | <u>\$ 849,833</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Public Health Fund**  
For the Fiscal Year Ended June 30, 1997

|                                                                                    | <u>BUDGET</u>     | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|------------------------------------------------------------------------------------|-------------------|---------------------|---------------------|
| <u>REVENUES</u>                                                                    |                   |                     |                     |
| Intergovernmental                                                                  | \$ 19,167,148     | \$ 15,457,026       | \$ (3,710,122)      |
| Charges for services                                                               | 1,595,000         | 1,800,979           | 205,979             |
| Miscellaneous                                                                      | <u>213,580</u>    | <u>258,461</u>      | <u>44,881</u>       |
| Total revenues                                                                     | <u>20,975,728</u> | <u>17,516,466</u>   | <u>(3,459,262)</u>  |
| <u>EXPENDITURES</u>                                                                |                   |                     |                     |
| Health, welfare and sanitation                                                     | 20,930,685        | 16,568,905          | 4,361,780           |
| Capital Outlay                                                                     | <u>432,120</u>    | <u>296,554</u>      | <u>135,566</u>      |
| Total expenditures                                                                 | <u>21,362,805</u> | <u>16,865,459</u>   | <u>4,497,346</u>    |
| Excess (deficiency) of revenues over expenditures                                  | <u>(387,077)</u>  | <u>651,007</u>      | <u>1,038,084</u>    |
| <u>OTHER FINANCING SOURCES (USES)</u>                                              |                   |                     |                     |
| Operating transfers in                                                             | 65,000            | 73,510              | 8,510               |
| Operating transfers out                                                            | <u>(1,923)</u>    | <u>(1,923)</u>      | <u></u>             |
| Total other financing sources (uses)                                               | <u>63,077</u>     | <u>71,587</u>       | <u>8,510</u>        |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | <u>(324,000)</u>  | <u>722,594</u>      | <u>1,046,594</u>    |
| Fund balance at beginning of year - as adjusted                                    | 400,000           | 1,261,160           | 861,160             |
| Decrease in reserve for inventory of supplies                                      | <u></u>           | <u>(45,717)</u>     | <u>(45,717)</u>     |
| Fund balance at end of year                                                        | <u>\$ 76,000</u>  | <u>\$ 1,938,037</u> | <u>\$ 1,862,037</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Street Lighting Fund**  
For the Fiscal Year Ended June 30, 1997

|                                          | <u>BUDGET</u>    | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|------------------------------------------|------------------|---------------------|---------------------|
| <b><u>REVENUES</u></b>                   |                  |                     |                     |
| Charges for services                     | \$ 2,557,766     | \$ 3,033,694        | \$ 475,928          |
| Miscellaneous                            |                  | 20,283              | 20,283              |
| Total revenues                           | <u>2,557,766</u> | <u>3,053,977</u>    | <u>496,211</u>      |
| <b><u>EXPENDITURES</u></b>               |                  |                     |                     |
| Public safety                            | <u>2,902,249</u> | <u>3,551,399</u>    | <u>(649,150)</u>    |
| Total expenditures                       | <u>2,902,249</u> | <u>3,551,399</u>    | <u>(649,150)</u>    |
| Deficiency of revenues over expenditures | <u>(344,483)</u> | <u>(497,422)</u>    | <u>(152,939)</u>    |
| Fund balance at beginning of year        | <u>409,608</u>   | <u>1,884,412</u>    | <u>1,474,804</u>    |
| Fund balance at end of year              | <u>\$ 65,125</u> | <u>\$ 1,386,990</u> | <u>\$ 1,321,865</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Library Fund**  
For the Fiscal Year Ended June 30, 1997

|                                                                  | <u>BUDGET</u>       | <u>ACTUAL</u>       | <u>VARIANCE</u>   |
|------------------------------------------------------------------|---------------------|---------------------|-------------------|
| <u>REVENUES</u>                                                  |                     |                     |                   |
| Taxes                                                            | \$ 6,297,158        | \$ 6,004,353        | \$ (292,805)      |
| Intergovernmental                                                | 65,000              | 42,369              | (22,631)          |
| Charges for services                                             | 206,160             | 35,001              | (171,159)         |
| Fines and forfeits                                               |                     | 156,009             | 156,009           |
| Miscellaneous                                                    | <u>223,067</u>      | <u>254,791</u>      | <u>31,724</u>     |
| Total revenues                                                   | <u>6,791,385</u>    | <u>6,492,523</u>    | <u>(298,862)</u>  |
| <u>EXPENDITURES</u>                                              |                     |                     |                   |
| Culture and recreation                                           | 6,528,576           | 6,332,326           | 196,250           |
| Capital Outlay                                                   | <u>254,636</u>      | <u>185,039</u>      | <u>69,597</u>     |
| Total expenditures                                               | <u>6,783,212</u>    | <u>6,517,365</u>    | <u>265,847</u>    |
| Excess (deficiency) of revenues over expenditures                | <u>8,173</u>        | <u>(24,842)</u>     | <u>(33,015)</u>   |
| <u>OTHER FINANCING USES</u>                                      |                     |                     |                   |
| Operating transfers out                                          | <u>(3,126)</u>      | <u>(3,126)</u>      |                   |
| Total other financing uses                                       | <u>(3,126)</u>      | <u>(3,126)</u>      |                   |
| Excess (deficiency) of revenues over expenditures and other uses | <u>5,047</u>        | <u>(27,968)</u>     | <u>(33,015)</u>   |
| Fund balance at beginning of year - as adjusted                  | 2,983,516           | 3,055,103           | 71,587            |
| Residual equity transfer                                         |                     | <u>93,769</u>       | <u>93,769</u>     |
| Fund balance at end of year                                      | <u>\$ 2,988,563</u> | <u>\$ 3,120,904</u> | <u>\$ 132,341</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Stadium District Fund**  
For the Fiscal Year Ended June 30, 1997

|                                                                        | <u>BUDGET</u>               | <u>ACTUAL</u>       | <u>VARIANCE</u>       |
|------------------------------------------------------------------------|-----------------------------|---------------------|-----------------------|
| <b><u>REVENUES</u></b>                                                 |                             |                     |                       |
| Intergovernmental                                                      | \$ 3,000,000                | \$ 3,000,000        | \$                    |
| Charges for services                                                   | 4,952,062                   | 5,344,086           | 392,024               |
| Miscellaneous                                                          | <u>                    </u> | <u>432,804</u>      | <u>432,804</u>        |
| Total revenues                                                         | <u>7,952,062</u>            | <u>8,776,890</u>    | <u>824,828</u>        |
| <b><u>EXPENDITURES</u></b>                                             |                             |                     |                       |
| Culture and recreation                                                 | <u>31,140,063</u>           | <u>25,448,849</u>   | <u>5,691,214</u>      |
| Total expenditures                                                     | <u>31,140,063</u>           | <u>25,448,849</u>   | <u>5,691,214</u>      |
| Deficiency of revenues over expenditures                               | <u>(23,188,001)</u>         | <u>(16,671,959)</u> | <u>6,516,042</u>      |
| <b><u>OTHER FINANCING SOURCES (USES)</u></b>                           |                             |                     |                       |
| Operating transfers out                                                |                             | (4,401,961)         | (4,401,961)           |
| Proceeds from sales of bonds                                           | <u>19,200,000</u>           | <u>19,110,000</u>   | <u>(90,000)</u>       |
| Total other financing sources (uses)                                   | <u>19,200,000</u>           | <u>14,708,039</u>   | <u>(4,491,961)</u>    |
| Deficiency of revenues and sources<br>over expenditures and other uses | <u>(3,988,001)</u>          | <u>(1,963,920)</u>  | <u>2,024,081</u>      |
| Fund balance at beginning of year                                      | <u>8,500,000</u>            | <u>4,824,585</u>    | <u>(3,675,415)</u>    |
| Fund balance at end of year                                            | <u>\$ 4,511,999</u>         | <u>\$ 2,860,665</u> | <u>\$ (1,651,334)</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Lake Pleasant Recreation**  
For the Fiscal Year Ended June 30, 1997

|                                                                                    | <u>BUDGET</u>       | <u>ACTUAL</u>     | <u>VARIANCE</u>     |
|------------------------------------------------------------------------------------|---------------------|-------------------|---------------------|
| <u>REVENUES</u>                                                                    |                     |                   |                     |
| Intergovernmental                                                                  | \$ 1,811,473        | \$ 1,193,380      | \$ (618,093)        |
| Charges for services                                                               | 1,245,134           | 1,034,980         | (210,154)           |
| Miscellaneous                                                                      | <u>787,336</u>      | <u>787,336</u>    | <u>787,336</u>      |
| Total revenues                                                                     | <u>3,056,607</u>    | <u>3,015,696</u>  | <u>(40,911)</u>     |
| <u>EXPENDITURES</u>                                                                |                     |                   |                     |
| Culture and recreation                                                             | 1,233,407           | 1,028,345         | 205,062             |
| Capital Outlay                                                                     | <u>2,776,202</u>    | <u>1,749,308</u>  | <u>1,026,894</u>    |
| Total expenditures                                                                 | <u>4,009,609</u>    | <u>2,777,653</u>  | <u>1,231,956</u>    |
| Excess (deficiency) of revenues over expenditures                                  | <u>(953,002)</u>    | <u>238,043</u>    | <u>1,191,045</u>    |
| <u>OTHER FINANCING SOURCES (USES)</u>                                              |                     |                   |                     |
| Operating transfers in                                                             | 10,000              |                   | (10,000)            |
| Operating transfers out                                                            | <u>(60,753)</u>     | <u>(50,753)</u>   | <u>10,000</u>       |
| Total other financing sources (uses)                                               | <u>(50,753)</u>     | <u>(50,753)</u>   | <u></u>             |
| Excess (deficiency) of revenues and other sources over expenditures and other uses | <u>(1,003,755)</u>  | <u>187,290</u>    | <u>1,191,045</u>    |
| Fund balance at beginning of year - as adjusted                                    | 2,028,440           | 576,261           | (1,452,179)         |
| Residual equity transfer                                                           | <u></u>             | <u>29,407</u>     | <u>29,407</u>       |
| Fund balance at end of year                                                        | <u>\$ 1,024,685</u> | <u>\$ 792,958</u> | <u>\$ (231,727)</u> |



**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Housing Authority**  
For the Fiscal Year Ended June 30, 1997

|                                          | <u>BUDGET</u>               | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|------------------------------------------|-----------------------------|---------------------|---------------------|
| <u>REVENUES</u>                          |                             |                     |                     |
| Intergovernmental                        | \$ 16,724,079               | \$ 7,021,224        | \$ (9,702,855)      |
| Miscellaneous                            | 1,462,000                   | 1,352,693           | (109,307)           |
| Total revenues                           | <u>18,186,079</u>           | <u>8,373,917</u>    | <u>(9,812,162)</u>  |
| <u>EXPENDITURES</u>                      |                             |                     |                     |
| Health, welfare and sanitation           | 9,744,436                   | 9,899,566           | (155,130)           |
| Capital Outlay                           | 8,441,643                   | 813,190             | 7,628,453           |
| Total expenditures                       | <u>18,186,079</u>           | <u>10,712,756</u>   | <u>7,473,323</u>    |
| Deficiency of revenues over expenditures | <u>                    </u> | <u>(2,338,839)</u>  | <u>(2,338,839)</u>  |
| Fund balance at beginning of year        | <u>                    </u> | <u>2,159,733</u>    | <u>2,159,733</u>    |
| Fund deficit at end of year              | <u>\$</u>                   | <u>\$ (179,106)</u> | <u>\$ (179,106)</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Sheriff's Inmate Canteen**  
For the Fiscal Year Ended June 30, 1997

|                                                   | <u>BUDGET</u>               | <u>ACTUAL</u>       | <u>VARIANCE</u>   |
|---------------------------------------------------|-----------------------------|---------------------|-------------------|
| <u>REVENUES</u>                                   |                             |                     |                   |
| Charges for services                              | \$ 150,000                  | \$ 97,173           | \$ (52,827)       |
| Miscellaneous                                     | <u>3,860,000</u>            | <u>5,090,588</u>    | <u>1,230,588</u>  |
| Total revenues                                    | <u>4,010,000</u>            | <u>5,187,761</u>    | <u>1,177,761</u>  |
| <br>                                              |                             |                     |                   |
| <u>EXPENDITURES</u>                               |                             |                     |                   |
| Public safety                                     | 5,332,266                   | 4,550,957           | 781,309           |
| Capital Outlay                                    | <u>395,800</u>              | <u>185,060</u>      | <u>210,740</u>    |
| Total expenditures                                | <u>5,728,066</u>            | <u>4,736,017</u>    | <u>992,049</u>    |
| <br>                                              |                             |                     |                   |
| Excess (deficiency) of revenues over expenditures | <u>(1,718,066)</u>          | <u>451,744</u>      | <u>2,169,810</u>  |
| <br>                                              |                             |                     |                   |
| Fund balance at beginning of year                 | 3,126,000                   | 1,920,804           | (1,205,196)       |
| Residual equity transfer                          | <u>                    </u> | <u>3,259</u>        | <u>3,259</u>      |
| Fund balance at end of year                       | <u>\$ 1,407,934</u>         | <u>\$ 2,375,807</u> | <u>\$ 967,873</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Document Storage**  
For the Fiscal Year Ended June 30, 1997

|                                                   | <u>BUDGET</u>    | <u>ACTUAL</u>     | <u>VARIANCE</u>   |
|---------------------------------------------------|------------------|-------------------|-------------------|
| <b><u>REVENUES</u></b>                            |                  |                   |                   |
| Intergovernmental                                 | \$               | \$ 23,059         | \$ 23,059         |
| Charges for services                              | 720,000          | 714,162           | (5,838)           |
| Miscellaneous                                     |                  | 26,594            | 26,594            |
| Total revenues                                    | <u>720,000</u>   | <u>763,815</u>    | <u>43,815</u>     |
| <b><u>EXPENDITURES</u></b>                        |                  |                   |                   |
| Public safety                                     | 913,659          | 559,403           | 354,256           |
| Capital Outlay                                    | <u>122,192</u>   | <u>158,889</u>    | <u>(36,697)</u>   |
| Total expenditures                                | <u>1,035,851</u> | <u>718,292</u>    | <u>317,559</u>    |
| Excess (deficiency) of revenues over expenditures | <u>(315,851)</u> | <u>45,523</u>     | <u>361,374</u>    |
| Fund balance at beginning of year - as adjusted   | <u>316,155</u>   | <u>276,101</u>    | <u>(40,054)</u>   |
| Fund balance at end of year                       | <u>\$ 304</u>    | <u>\$ 321,624</u> | <u>\$ 321,320</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Probation Services**  
For the Fiscal Year Ended June 30, 1997

|                                      | <u>BUDGET</u>       | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|--------------------------------------|---------------------|---------------------|---------------------|
| <b><u>REVENUES</u></b>               |                     |                     |                     |
| Charges for services                 | \$ 3,555,640        | \$ 4,013,110        | \$ 457,470          |
| Fines and forfeits                   |                     | 74,911              | 74,911              |
| Miscellaneous                        |                     | <u>129,275</u>      | <u>129,275</u>      |
| Total revenues                       | <u>3,555,640</u>    | <u>4,217,296</u>    | <u>661,656</u>      |
| <b><u>EXPENDITURES</u></b>           |                     |                     |                     |
| Public safety                        | 3,525,640           | 3,347,191           | 178,449             |
| Capital Outlay                       | <u>30,000</u>       | <u>195,231</u>      | <u>(165,231)</u>    |
| Total expenditures                   | <u>3,555,640</u>    | <u>3,542,422</u>    | <u>13,218</u>       |
| Excess of revenues over expenditures |                     | <u>674,874</u>      | <u>674,874</u>      |
| Fund balance at beginning of year    | <u>1,278,216</u>    | <u>1,763,416</u>    | <u>485,200</u>      |
| Fund balance at end of year          | <u>\$ 1,278,216</u> | <u>\$ 2,438,290</u> | <u>\$ 1,160,074</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Juvenile Probation**  
For the Fiscal Year Ended June 30, 1997

|                                          | <u>BUDGET</u>         | <u>ACTUAL</u>         | <u>VARIANCE</u>       |
|------------------------------------------|-----------------------|-----------------------|-----------------------|
| <u>REVENUES</u>                          |                       |                       |                       |
| Charges for services                     | \$ 460,000            | \$ 637,987            | \$ 177,987            |
| Miscellaneous                            |                       | <u>32,403</u>         | <u>32,403</u>         |
| Total revenues                           | <u>460,000</u>        | <u>670,390</u>        | <u>210,390</u>        |
| <br><u>EXPENDITURES</u>                  |                       |                       |                       |
| Public safety                            | <u>458,769</u>        | <u>468,066</u>        | <u>(9,297)</u>        |
| Total expenditures                       | <u>458,769</u>        | <u>468,066</u>        | <u>(9,297)</u>        |
| <br>Excess of revenues over expenditures | <br><u>1,231</u>      | <br><u>202,324</u>    | <br><u>201,093</u>    |
| <br>Fund balance at beginning of year    | <br><u>244,714</u>    | <br><u>467,128</u>    | <br><u>222,414</u>    |
| <br>Fund balance at end of year          | <br><u>\$ 245,945</u> | <br><u>\$ 669,452</u> | <br><u>\$ 423,507</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Domestic Relations**  
For the Fiscal Year Ended June 30, 1997

|                                                      | <u>BUDGET</u>    | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|------------------------------------------------------|------------------|---------------------|---------------------|
| <b><u>REVENUES</u></b>                               |                  |                     |                     |
| Intergovernmental                                    | \$ 1,100,129     | \$ 1,196,896        | \$ 96,767           |
| Charges for services                                 | 2,218,485        | 1,626,754           | (591,731)           |
| Miscellaneous                                        | 50,000           | 97,623              | 47,623              |
| Total revenues                                       | <u>3,368,614</u> | <u>2,921,273</u>    | <u>(447,341)</u>    |
| <b><u>EXPENDITURES</u></b>                           |                  |                     |                     |
| Health, welfare and sanitation                       | 3,681,614        | 2,493,028           | 1,188,586           |
| Capital Outlay                                       | 170,000          | 237,595             | (67,595)            |
| Total expenditures                                   | <u>3,851,614</u> | <u>2,730,623</u>    | <u>1,120,991</u>    |
| Excess (deficiency) of revenues<br>over expenditures | <u>(483,000)</u> | <u>190,650</u>      | <u>673,650</u>      |
| Fund balance at beginning of year - as adjusted      | <u>499,563</u>   | <u>1,159,645</u>    | <u>660,082</u>      |
| Fund balance at end of year                          | <u>\$ 16,563</u> | <u>\$ 1,350,295</u> | <u>\$ 1,333,732</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Recorder's Surcharge**  
For the Fiscal Year Ended June 30, 1997

|                                          | <u>BUDGET</u>      | <u>ACTUAL</u>      | <u>VARIANCE</u>   |
|------------------------------------------|--------------------|--------------------|-------------------|
| <b><u>REVENUES</u></b>                   |                    |                    |                   |
| Charges for services                     | \$ 1,500,000       | \$ 1,620,445       | \$ 120,445        |
| Miscellaneous                            | 45,000             | 97,604             | 52,604            |
| Total revenues                           | <u>1,545,000</u>   | <u>1,718,049</u>   | <u>173,049</u>    |
| <b><u>EXPENDITURES</u></b>               |                    |                    |                   |
| General government                       | 1,919,005          | 2,167,344          | (248,339)         |
| Capital Outlay                           | <u>1,227,386</u>   | <u>585,509</u>     | <u>641,877</u>    |
| Total expenditures                       | <u>3,146,391</u>   | <u>2,752,853</u>   | <u>393,538</u>    |
| Deficiency of revenues over expenditures | <u>(1,601,391)</u> | <u>(1,034,804)</u> | <u>566,587</u>    |
| Fund balance at beginning of year        | <u>1,600,000</u>   | <u>1,998,294</u>   | <u>398,294</u>    |
| Fund balance (deficit) at end of year    | <u>\$ (1,391)</u>  | <u>\$ 963,490</u>  | <u>\$ 964,881</u> |

## Financial Section

### **Debt Service Funds**

Debt Service Funds are used to account for the accumulation of resources for and payment of general obligation, special assessment, housing authority, and stadium district bond principal and interest. Listed below are the Debt Service Funds associated with Maricopa County and a short description of each fund:

**General Obligation** - To account for debt service on all various purpose general obligation bonds. Funding is provided by the County's secondary property tax revenues, which may be used only for debt service.

**Special Assessment** - To account for debt service on special assessment bonds. Funding is provided by special assessments made against the benefiting property owners.

**Housing Authority** -To account for debt service on housing revenue bonds. Funding is provided by contributions from the Federal Government Housing and Urban Development (HUD).

**Stadium District** -To account for debt service on Stadium District Revenue Bonds. Funding is provided by transfers from the Stadium District Special Revenue Fund.



**Maricopa County**  
**Combining Balance Sheet**  
**All Debt Service Funds**  
For the Fiscal Year Ended June 30, 1997

|                                                         | <u>GENERAL<br/>OBLIGATION</u> | <u>SPECIAL<br/>ASSESSMENT</u> | <u>HOUSING<br/>AUTHORITY</u> | <u>STADIUM<br/>DISTRICT</u> | <u>TOTALS<br/>JUNE 30, 1997</u> |
|---------------------------------------------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|---------------------------------|
| <b>ASSETS</b>                                           |                               |                               |                              |                             |                                 |
| Cash and cash equivalents                               | \$ 23,164,870                 | \$ 224,173                    | \$ 16,111                    | \$ 1,345,110                | \$ 24,750,264                   |
| Cash and investments with trustee                       |                               |                               |                              | 1,567,887                   | 1,567,887                       |
| Receivables:                                            |                               |                               |                              |                             |                                 |
| Taxes                                                   | 459,096                       |                               |                              |                             | 459,096                         |
| Accrued interest                                        |                               | 2,090                         |                              |                             | 2,090                           |
| Special assessments                                     |                               | 1,017,797                     |                              |                             | 1,017,797                       |
| Due from other funds                                    | 112,156                       |                               |                              |                             | 112,156                         |
| <b>Total assets</b>                                     | <b>\$ 23,736,122</b>          | <b>\$ 1,244,060</b>           | <b>\$ 16,111</b>             | <b>\$ 2,912,997</b>         | <b>\$ 27,909,290</b>            |
| <b>LIABILITIES AND FUND BALANCES</b>                    |                               |                               |                              |                             |                                 |
| <b>Liabilities:</b>                                     |                               |                               |                              |                             |                                 |
| Deferred revenue                                        | \$ 371,250                    | \$ 956,566                    | \$                           | \$                          | \$ 1,327,816                    |
| Bonds payable                                           | 17,340,000                    |                               |                              | 1,460,000                   | 18,800,000                      |
| Bond interest payable                                   | 4,312,854                     |                               | 965                          | 1,449,734                   | 5,763,553                       |
| Special assessment debt<br>with governmental commitment |                               | 51,506                        |                              |                             | 51,506                          |
| Special assessment interest payable                     |                               | 32,913                        |                              |                             | 32,913                          |
| <b>Total liabilities</b>                                | <b>22,024,104</b>             | <b>1,040,985</b>              | <b>965</b>                   | <b>2,909,734</b>            | <b>25,975,788</b>               |
| <b>Fund balances:</b>                                   |                               |                               |                              |                             |                                 |
| Reserved for debt service                               | 1,712,018                     | 203,075                       | 15,146                       | 3,263                       | 1,933,502                       |
| <b>Total fund balances</b>                              | <b>1,712,018</b>              | <b>203,075</b>                | <b>15,146</b>                | <b>3,263</b>                | <b>1,933,502</b>                |
| <b>Total liabilities and fund balances</b>              | <b>\$ 23,736,122</b>          | <b>\$ 1,244,060</b>           | <b>\$ 16,111</b>             | <b>\$ 2,912,997</b>         | <b>\$ 27,909,290</b>            |

**Maricopa County**  
**Combining Statement of Revenues, Expenditures**  
**And Changes In Fund Balances**  
**All Debt Service Funds**  
**For the Fiscal Year Ended June 30, 1997**

|                                                           | <u>GENERAL<br/>OBLIGATION</u> | <u>SPECIAL<br/>ASSESSMENT</u> | <u>HOUSING<br/>AUTHORITY</u> | <u>STADIUM<br/>DISTRICT</u> | <u>TOTALS<br/>JUNE 30, 1997</u> |
|-----------------------------------------------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|---------------------------------|
| <b>REVENUES</b>                                           |                               |                               |                              |                             |                                 |
| Taxes                                                     | \$ 23,628,785                 | \$                            | \$                           | \$                          | \$ 23,628,785                   |
| Intergovernmental                                         |                               |                               | 279,935                      |                             | 279,935                         |
| Charges for services                                      |                               | 302,898                       |                              |                             | 302,898                         |
| Miscellaneous                                             | 614,551                       | 4,631                         |                              | 3,263                       | 622,445                         |
| Total revenues                                            | <u>24,243,336</u>             | <u>307,529</u>                | <u>279,935</u>               | <u>3,263</u>                | <u>24,834,063</u>               |
| <b>EXPENDITURES</b>                                       |                               |                               |                              |                             |                                 |
| Debt service:                                             |                               |                               |                              |                             |                                 |
| Principal retirement                                      | 17,340,000                    | 161,781                       | 115,377                      | 1,460,000                   | 19,077,158                      |
| Interest charges                                          | <u>8,627,593</u>              | <u>65,062</u>                 | <u>164,558</u>               | <u>2,941,961</u>            | <u>11,799,174</u>               |
| Total expenditures                                        | <u>25,967,593</u>             | <u>226,843</u>                | <u>279,935</u>               | <u>4,401,961</u>            | <u>30,876,332</u>               |
| Excess (deficiency) of revenues<br>over expenditures      | <u>(1,724,257)</u>            | <u>80,686</u>                 |                              | <u>(4,398,698)</u>          | <u>(6,042,269)</u>              |
| <b>OTHER FINANCING SOURCES</b>                            |                               |                               |                              |                             |                                 |
| Operating transfers in                                    | <u>2,957,544</u>              |                               |                              | <u>4,401,961</u>            | <u>7,359,505</u>                |
| Total other financing sources                             | <u>2,957,544</u>              |                               |                              | <u>4,401,961</u>            | <u>7,359,505</u>                |
| Excess of revenues and other<br>sources over expenditures | <u>1,233,287</u>              | <u>80,686</u>                 |                              | <u>3,263</u>                | <u>1,317,236</u>                |
| Fund balances at beginning of year                        | <u>478,731</u>                | <u>122,389</u>                | <u>15,146</u>                |                             | <u>616,266</u>                  |
| Fund balances at end of year                              | <u>\$ 1,712,018</u>           | <u>\$ 203,075</u>             | <u>\$ 15,146</u>             | <u>\$ 3,263</u>             | <u>\$ 1,933,502</u>             |

**Maricopa County**  
**Statement of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**General Obligation Fund**  
For the Fiscal Year Ended June 30, 1997

|                                                           | <u>BUDGET</u>      | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|-----------------------------------------------------------|--------------------|---------------------|---------------------|
| <u>REVENUES</u>                                           |                    |                     |                     |
| Taxes                                                     | \$ 22,821,315      | \$ 23,628,785       | \$ 807,470          |
| Miscellaneous                                             | 300,000            | 614,551             | 314,551             |
| Total revenues                                            | <u>23,121,315</u>  | <u>24,243,336</u>   | <u>1,122,021</u>    |
| <u>EXPENDITURES</u>                                       |                    |                     |                     |
| Debt service:                                             |                    |                     |                     |
| Principal retirement                                      | 17,340,000         | 17,340,000          |                     |
| Interest charges                                          | <u>8,630,708</u>   | <u>8,627,593</u>    | <u>3,115</u>        |
| Total expenditures                                        | <u>25,970,708</u>  | <u>25,967,593</u>   | <u>3,115</u>        |
| Deficiency of revenues over expenditures                  | <u>(2,849,393)</u> | <u>(1,724,257)</u>  | <u>1,125,136</u>    |
| <u>OTHER FINANCING SOURCES</u>                            |                    |                     |                     |
| Operating transfers in                                    | <u>2,957,547</u>   | <u>2,957,544</u>    | <u>(3)</u>          |
| Total other financing sources                             | <u>2,957,547</u>   | <u>2,957,544</u>    | <u>(3)</u>          |
| Excess of revenues and other sources<br>over expenditures | <u>108,154</u>     | <u>1,233,287</u>    | <u>1,125,133</u>    |
| Fund balances at beginning of year                        | <u>398,661</u>     | <u>478,731</u>      | <u>80,070</u>       |
| Fund balances at end of year                              | <u>\$ 506,815</u>  | <u>\$ 1,712,018</u> | <u>\$ 1,205,203</u> |

**Maricopa County**  
**Statement of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Special Assessment Fund**  
For the Fiscal Year Ended June 30, 1997

|                                      | <u>BUDGET</u>    | <u>ACTUAL</u>     | <u>VARIANCE</u>   |
|--------------------------------------|------------------|-------------------|-------------------|
| <u>REVENUES</u>                      |                  |                   |                   |
| Charges for services                 | \$ 228,753       | \$ 302,898        | \$ 74,145         |
| Miscellaneous                        |                  | 4,631             | 4,631             |
| Total revenues                       | <u>228,753</u>   | <u>307,529</u>    | <u>78,776</u>     |
| <u>EXPENDITURES</u>                  |                  |                   |                   |
| Debt service:                        |                  |                   |                   |
| Principal retirement                 | 84,387           | 161,781           | (77,394)          |
| Interest charges                     | <u>52,176</u>    | <u>65,062</u>     | <u>(12,886)</u>   |
| Total expenditures                   | <u>136,563</u>   | <u>226,843</u>    | <u>(90,280)</u>   |
| Excess of revenues over expenditures | <u>92,190</u>    | <u>80,686</u>     | <u>(11,504)</u>   |
| Fund balance at beginning of year    |                  | <u>122,389</u>    | <u>122,389</u>    |
| Fund balance at end of year          | <u>\$ 92,190</u> | <u>\$ 203,075</u> | <u>\$ 110,885</u> |

**Maricopa County**  
**Statement of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Housing Authority**  
For the Fiscal Year Ended June 30, 1997

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|                                           | <u>BUDGET</u>      | <u>ACTUAL</u>     | <u>VARIANCE</u>   |
|-------------------------------------------|--------------------|-------------------|-------------------|
| <u>REVENUES</u>                           |                    |                   |                   |
| Intergovernmental                         | <u>\$</u>          | <u>\$ 279,935</u> | <u>\$ 279,935</u> |
| Total revenues                            |                    | <u>279,935</u>    | <u>279,935</u>    |
| <br><u>EXPENDITURES</u>                   |                    |                   |                   |
| Debt service:                             |                    |                   |                   |
| Principal retirement                      | 14,114             | 115,377           | (101,263)         |
| Interest charges                          | <u>5,908</u>       | <u>164,558</u>    | <u>(158,650)</u>  |
| Total expenditures                        | <u>20,022</u>      | <u>279,935</u>    | <u>(259,913)</u>  |
| Deficiency of revenues over expenditures  | <u>(20,022)</u>    |                   | <u>20,022</u>     |
| <br>Fund balance at beginning of year     |                    | <u>15,146</u>     | <u>15,146</u>     |
| <br>Fund balance (deficit) at end of year | <u>\$ (20,022)</u> | <u>\$ 15,146</u>  | <u>\$ 35,168</u>  |

**Maricopa County**  
**Statement of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Stadium District**  
For the Fiscal Year Ended June 30, 1997

|                                          | <u>BUDGET</u>  | <u>ACTUAL</u>  | <u>VARIANCE</u> |
|------------------------------------------|----------------|----------------|-----------------|
| <u>REVENUES</u>                          |                |                |                 |
| Miscellaneous                            | \$             | \$ 3,263       | \$ 3,263        |
| Total revenues                           |                | 3,263          | 3,263           |
| <u>EXPENDITURES</u>                      |                |                |                 |
| Debt service:                            |                |                |                 |
| Principal retirement                     | 1,460,000      | 1,460,000      |                 |
| Interest charges                         | 2,899,468      | 2,941,961      | (42,493)        |
| Total expenditures                       | 4,359,468      | 4,401,961      | (42,493)        |
| Deficiency of revenues over expenditures | (4,359,468)    | (4,398,698)    | (39,230)        |
| Fund balance at beginning of year        |                |                |                 |
| Fund deficit at end of year              | \$ (4,359,468) | \$ (4,398,698) | \$ (39,230)     |

## Financial Section

### **Capital Projects Funds**

Capital Projects Funds are established to account for the proceeds of bond issues and other resources for the acquisition, construction or reconstruction of major capital facilities. Listed below are the Capital Projects Funds associated with Maricopa County and a short description of each fund.

**Bond Funds** - Bond Funds account for capital projects financed through the issuance of General Obligation Bonds (1986 voter approved bond issues Series C, 1990, and Series D, 1993.)

**Major League Stadium** - The Major League Stadium Fund accounts for the cost of construction on the Bank One Ballpark. The majority of costs are financed through a .25% Sales Tax imposed on April 1, 1995.

**Intergovernmental Funds** - Intergovernmental Funds account for capital projects funded through transfers from other funds. Projects included in this fund are multi-year projects for which the funding has been set aside during the first year of the project.

**Maricopa County**  
**Combining Balance Sheet**  
**All Capital Projects Funds**  
For the Fiscal Year Ended June 30, 1997

|                                             | BOND FUNDS          | MAJOR<br>LEAGUE<br>STADIUM | INTER-<br>GOVERNMENTAL<br>FUNDS | TOTALS<br>JUNE 30, 1997 |
|---------------------------------------------|---------------------|----------------------------|---------------------------------|-------------------------|
| <b><u>ASSETS</u></b>                        |                     |                            |                                 |                         |
| Cash and cash equivalents                   | \$ 1,897,537        | \$ 369,888                 | \$ 6,987,590                    | \$ 9,255,015            |
| Due from other funds                        |                     | 87,944                     |                                 | 87,944                  |
| Due from other governmental units           |                     | 16,429,336                 |                                 | 16,429,336              |
| Miscellaneous due from                      |                     | 8,965,298                  |                                 | 8,965,298               |
| Interest receivable                         | 18,315              | 16,194                     |                                 | 34,509                  |
|                                             | <u>18,315</u>       | <u>16,194</u>              |                                 | <u>34,509</u>           |
| Total assets                                | <u>\$ 1,915,852</u> | <u>\$ 25,868,660</u>       | <u>\$ 6,987,590</u>             | <u>\$ 34,772,102</u>    |
| <b><u>LIABILITIES AND FUND BALANCES</u></b> |                     |                            |                                 |                         |
| Liabilities:                                |                     |                            |                                 |                         |
| Vouchers payable                            | \$ 515,027          | \$ 11,828,401              | \$ 148,689                      | \$ 12,492,117           |
| Accrued liabilities                         | 450                 |                            |                                 | 450                     |
| Notes Payable                               |                     | 48,900,000                 |                                 | 48,900,000              |
| Due to other funds                          | 147,932             |                            |                                 | 147,932                 |
|                                             | <u>147,932</u>      |                            |                                 | <u>147,932</u>          |
| Total liabilities                           | <u>663,409</u>      | <u>60,728,401</u>          | <u>148,689</u>                  | <u>61,540,499</u>       |
| Fund balances:                              |                     |                            |                                 |                         |
| Unreserved                                  | 1,252,443           | (34,859,741)               | 6,838,901                       | (26,768,397)            |
|                                             | <u>1,252,443</u>    | <u>(34,859,741)</u>        | <u>6,838,901</u>                | <u>(26,768,397)</u>     |
| Total liabilities and fund balances         | <u>\$ 1,915,852</u> | <u>\$ 25,868,660</u>       | <u>\$ 6,987,590</u>             | <u>\$ 34,772,102</u>    |



**Maricopa County**  
**Combining Statement Of Revenues, Expenditures**  
**And Changes In Fund Balances**  
**All Capital Projects Funds**  
**For the Fiscal Year Ended June 30, 1997**

|                                                                        | <u>BOND FUNDS</u>   | <u>MAJOR<br/>LEAGUE<br/>STADIUM</u> | <u>INTER-<br/>GOVERNMENTAL<br/>FUNDS</u> | <u>TOTALS<br/>JUNE 30, 1997</u> |
|------------------------------------------------------------------------|---------------------|-------------------------------------|------------------------------------------|---------------------------------|
| <b><u>REVENUES</u></b>                                                 |                     |                                     |                                          |                                 |
| Intergovernmental                                                      | \$                  | \$ 96,058,302                       | \$                                       | \$ 96,058,302                   |
| Charges for services                                                   | 64,018              |                                     |                                          | 64,018                          |
| Miscellaneous                                                          | 248,221             | 9,808,744                           |                                          | 10,056,965                      |
| Total revenues                                                         | <u>312,239</u>      | <u>105,867,046</u>                  |                                          | <u>106,179,285</u>              |
| <b><u>EXPENDITURES</u></b>                                             |                     |                                     |                                          |                                 |
| Current:                                                               |                     |                                     |                                          |                                 |
| Culture and recreation                                                 |                     | 25,000                              |                                          | 25,000                          |
| Capital outlay                                                         | 8,369,892           | 157,901,986                         | 1,142,562                                | 167,414,440                     |
| Total expenditures                                                     | <u>8,369,892</u>    | <u>157,926,986</u>                  | <u>1,142,562</u>                         | <u>167,439,440</u>              |
| Deficiency of revenues<br>over expenditures                            | <u>(8,057,653)</u>  | <u>(52,059,940)</u>                 | <u>(1,142,562)</u>                       | <u>(61,260,155)</u>             |
| <b><u>OTHER FINANCING SOURCES</u></b>                                  |                     |                                     |                                          |                                 |
| Operating transfers in                                                 |                     |                                     | 5,000,000                                | 5,000,000                       |
| Proceeds from sale of bonds                                            | 246,467             |                                     |                                          | 246,467                         |
| Total other financing sources                                          | <u>246,467</u>      |                                     | <u>5,000,000</u>                         | <u>5,246,467</u>                |
| Excess (deficiency) of revenues and<br>other sources over expenditures | <u>(7,811,186)</u>  | <u>(52,059,940)</u>                 | <u>3,857,438</u>                         | <u>(56,013,688)</u>             |
| Fund balances at beginning of year                                     | <u>9,063,629</u>    | <u>17,200,199</u>                   | <u>2,981,463</u>                         | <u>29,245,291</u>               |
| Fund balances (deficits) at end of year                                | <u>\$ 1,252,443</u> | <u>\$ (34,859,741)</u>              | <u>\$ 6,838,901</u>                      | <u>\$ (26,768,397)</u>          |

**Maricopa County**  
**Statement of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Bond Funds**  
For the Fiscal Year Ended June 30, 1997

|                                                            | <u>BUDGET</u>      | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|------------------------------------------------------------|--------------------|---------------------|---------------------|
| <u>REVENUES</u>                                            |                    |                     |                     |
| Charges for services                                       | \$                 | \$ 64,018           | \$ 64,018           |
| Miscellaneous                                              |                    | 248,221             | 248,221             |
| Total revenues                                             |                    | <u>312,239</u>      | <u>312,239</u>      |
| <u>EXPENDITURES</u>                                        |                    |                     |                     |
| Capital outlay                                             | 6,544,093          | 8,369,892           | (1,825,799)         |
| Total expenditures                                         | <u>6,544,093</u>   | <u>8,369,892</u>    | <u>(1,825,799)</u>  |
| Deficiency of revenues over expenditures                   | <u>(6,544,093)</u> | <u>(8,057,653)</u>  | <u>(1,513,560)</u>  |
| <u>OTHER FINANCING SOURCES</u>                             |                    |                     |                     |
| Proceeds from sale of bonds                                |                    | 246,467             | 246,467             |
| Total other financing sources                              |                    | <u>246,467</u>      | <u>246,467</u>      |
| Deficiency of revenues and other sources over expenditures | <u>(6,544,093)</u> | <u>(7,811,186)</u>  | <u>(1,267,093)</u>  |
| Fund balances at beginning of year                         | <u>6,544,093</u>   | <u>9,063,629</u>    | <u>2,519,536</u>    |
| Fund balances at end of year                               | <u>\$</u>          | <u>\$ 1,252,443</u> | <u>\$ 1,252,443</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Major League Stadium**  
For the Fiscal Year Ended June 30, 1997

|                                          | <u>BUDGET</u>          | <u>ACTUAL</u>          | <u>VARIANCE</u>      |
|------------------------------------------|------------------------|------------------------|----------------------|
| <b><u>REVENUES</u></b>                   |                        |                        |                      |
| Intergovernmental                        | \$ 86,062,928          | \$ 96,058,302          | \$ 9,995,374         |
| Miscellaneous                            | 15,030,000             | 9,808,744              | (5,221,256)          |
| Total revenues                           | <u>101,092,928</u>     | <u>105,867,046</u>     | <u>4,774,118</u>     |
| <b><u>EXPENDITURES</u></b>               |                        |                        |                      |
| Culture and recreation                   | 396,550                | 25,000                 | 371,550              |
| Capital outlay                           | 181,634,553            | 157,901,986            | 23,732,567           |
| Total expenditures                       | <u>182,031,103</u>     | <u>157,926,986</u>     | <u>24,104,117</u>    |
| Deficiency of revenues over expenditures | <u>(80,938,175)</u>    | <u>(52,059,940)</u>    | <u>28,878,235</u>    |
| Fund balances at beginning of year       | <u>13,000,000</u>      | <u>17,200,199</u>      | <u>4,200,199</u>     |
| Fund deficits at end of year             | <u>\$ (67,938,175)</u> | <u>\$ (34,859,741)</u> | <u>\$ 33,078,434</u> |

**Maricopa County**  
**Statement Of Revenues, Expenditures And**  
**Changes In Fund Balances - Budget And Actual**  
**Intergovernmental Funds**  
For the Fiscal Year Ended June 30, 1997

|                                                                     | <u>BUDGET</u>      | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|---------------------------------------------------------------------|--------------------|---------------------|---------------------|
| <u>EXPENDITURES</u>                                                 |                    |                     |                     |
| Capital outlay                                                      | \$ 7,002,233       | \$ 1,142,562        | \$ 5,859,671        |
| Total expenditures                                                  | <u>7,002,233</u>   | <u>1,142,562</u>    | <u>5,859,671</u>    |
| Deficiency of revenues over expenditures                            | <u>(7,002,233)</u> | <u>(1,142,562)</u>  | <u>5,859,671</u>    |
| <u>OTHER FINANCING SOURCES</u>                                      |                    |                     |                     |
| Operating transfers in                                              | <u>5,000,000</u>   | <u>5,000,000</u>    |                     |
| Total other financing sources                                       | <u>5,000,000</u>   | <u>5,000,000</u>    |                     |
| Excess (deficiency) of revenues and other sources over expenditures | <u>(2,002,233)</u> | <u>3,857,438</u>    | <u>5,859,671</u>    |
| Fund balances at beginning of year                                  | <u>2,002,233</u>   | <u>2,981,463</u>    | <u>979,230</u>      |
| Fund balances at end of year                                        | <u>\$</u>          | <u>\$ 6,838,901</u> | <u>\$ 6,838,901</u> |

**Maricopa County**  
**Schedule Of Capital Projects - Budget And Actual**  
**All Capital Projects Funds**  
For the Fiscal Year Ended June 30, 1997

| <u>GENERAL GOVERNMENT</u>                      | <u>BUDGET</u>       | <u>ACTUAL</u>       | <u>VARIANCE</u>     |
|------------------------------------------------|---------------------|---------------------|---------------------|
| American Disabilities Act - General Government | \$ 1,067,000        | \$ 507,098          | \$ 559,902          |
| Major Maintenance - General Government         | 1,800,000           | 1,519,887           | 280,113             |
| Major Maintenance - Carryover Projects         | 527,000             | 242,218             | 284,782             |
| American Disabilities Act - Carryover Projects | 378,000             | -                   | 378,000             |
| Lower Level Court Room                         | 50,000              | 91,087              | (41,087)            |
| Court Record Storage                           | 200,000             | -                   | 200,000             |
| Public Defender Network                        | 350,000             | 34,428              | 315,572             |
| Finance Imaging System - Office of CIO         | 25,000              | 25,000              | -                   |
| Finance Imaging System - DOF                   | 45,000              | 39,453              | 5,547               |
| Administration-Security                        | 212,000             | 130,086             | 81,914              |
| ADA - Old Courthouse Landscaping               | 232,892             | 263,505             | (30,613)            |
| <b>Total General Government</b>                | <b>\$ 4,886,892</b> | <b>\$ 2,852,762</b> | <b>\$ 2,034,130</b> |

PUBLIC SAFETY

|                                           |            |           |           |
|-------------------------------------------|------------|-----------|-----------|
| Flood Control District Building           | \$ 115,269 | \$ 67,488 | \$ 47,781 |
| Stormwater Monitoring System              | 5,000      | 3,353     | 1,647     |
| Best Management Practices                 | 20,000     | 946       | 19,054    |
| Flood Warning System                      | 149,000    | 131,855   | 17,145    |
| City of Scottsdale                        | 415,000    | 451,453   | (36,453)  |
| Town of Guadalupe                         | 1,059,000  | 743,665   | 315,335   |
| Old Cross Cut Canal                       | 7,355,000  | 6,543,873 | 811,127   |
| Salt Gila Control Works                   | 1,680,000  | 1,691,229 | (11,229)  |
| Price Drain                               | 1,423,000  | 1,422,469 | 531       |
| South Phoenix Drainage Improvement        | 721,000    | 1,145,110 | (424,110) |
| PVSP                                      | 21,000     | -         | 21,000    |
| Salt River Channel                        | 26,000     | 25,571    | 429       |
| Wickenburg Area Diversion Master Plan     | 270,000    | 292,349   | (22,349)  |
| Skunk Creek Channel                       | 448,000    | 514,455   | (66,455)  |
| New River Area Diversion Master Plan      | 88,000     | 99,879    | (11,879)  |
| Skunk Creek/New River                     | 377,000    | 356,403   | 20,597    |
| Agua Fria - Flowage Easement              | 45,000     | 45,069    | (69)      |
| Southeast Mesa ADMP                       | 518,000    | 393,878   | 124,122   |
| Glendale/Peoria Area Div Master Plan      | 1,146,000  | 887,683   | 258,317   |
| East Fork/Cave Creek ADMP                 | 490,000    | 489,174   | 826       |
| White Tanks Area Diversion Master Plan    | 4,512,000  | 4,373,212 | 138,788   |
| Queen Creek Area Div Master Plan          | 1,998,000  | 2,059,995 | (61,995)  |
| Mesa/Gilbert/Chandler ADMP                | 680,000    | 367,741   | 312,259   |
| Ariz Canal Div Channel Area Div Mstr Plan | 2,775,000  | 2,857,441 | (82,441)  |
| Maryvale Area Diversion Master Plan       | 6,692,000  | 5,524,450 | 1,167,550 |
| UIBW ADMP                                 | 2,425,000  | 2,435,942 | (10,942)  |
| Project Contingency                       | 272,000    | -         | 272,000   |
| Lower Level Court Room - Superior Ct      | 85,000     | 89,340    | (4,340)   |
| Replacement Vehicles - Sheriff            | 500,000    | 584,054   | (84,054)  |
| Blood Drying Room - Sheriff               | 100,000    | -         | 100,000   |
| Lower Level Court Room - Sheriff          | 25,000     | 36,981    | (11,981)  |
| Court Backfill Study/Renovate CCB and ECB | -          | 5,000     | (5,000)   |
| Durango Jail Kitchen Flooring & Painting  | -          | 3,927     | (3,927)   |
| Sheriff-Towers Heat Exchanger             | 65,500     | 87,493    | (21,993)  |

**Maricopa County**  
**Schedule Of Capital Projects - Budget And Actual**  
**All Capital Projects Funds (Continued)**  
For the Fiscal Year Ended June 30, 1997

| <u>PUBLIC SAFETY (Continued)</u>             | <u>BUDGET</u>        | <u>ACTUAL</u>        | <u>VARIANCE</u>     |
|----------------------------------------------|----------------------|----------------------|---------------------|
| Estrella Jail Expansion-Work Furlough Center | \$ 2,408,283         | \$ 2,223,878         | \$ 184,405          |
| Sheriff-Video Surveillance/Fiber Optics      | -                    | 116,813              | (116,813)           |
| Sheriff-Con Tents                            | 10,000               | -                    | 10,000              |
| Sheriff-Cook Chill System/Ice Maker          | 721,000              | 739,641              | (18,641)            |
| Sheriff-Level III Fax Machine                | -                    | 68,339               | (68,339)            |
| Madison Street Jail-Structural Repairs       | 98,000               | -                    | 98,000              |
| Total Public Safety                          | <u>\$ 39,738,052</u> | <u>\$ 36,880,149</u> | <u>\$ 2,857,903</u> |

HIGHWAYS AND STREETS

|                                                       |            |            |            |
|-------------------------------------------------------|------------|------------|------------|
| ADA Compliance Program - Retrofit                     | \$ 600,000 | \$ 458,903 | \$ 141,097 |
| Watson Road Below Road to MC Hwy 85                   | 424,000    | 485,653    | (61,653)   |
| 539th Avenue: L. Buckeye to Buckeye Rd.               | 68,000     | 42,520     | 25,480     |
| 33rd/Cloud/27th/Irvine: Access to Carefree Hwy        | 55,000     | 6,085      | 48,915     |
| Buckeye Rd (Wintersburg/339th Ave)                    | 40,000     | 5,410      | 34,590     |
| Rainbow Rd (Beloat/MC Hwy 85)                         | 331,000    | 386,331    | (55,331)   |
| Lower Buckeye (539th Ave to Harquahala Valley Rd)     | 108,000    | 88,802     | 19,198     |
| Buckeye Hills Park: Buckeye Hills Dr & 2 Circle Roads | 200,000    | 236        | 199,764    |
| McDowell Rd: Johnson Rd to Sun Valley Parkway         | 45,000     | -          | 45,000     |
| 7th Ave: Desert Hills Dr to Rockaway Hills Rd         | 45,000     | -          | 45,000     |
| Desert Hills Drive: Crossing @ Skunk Creek            | 41,000     | -          | 41,000     |
| Lone Mountain Rd.: Crossing E/O 227th Ave.            | 146,791    | 140,512    | 6,279      |
| Perryville Rd: Glendale Ave to Northern Ave           | 195,000    | 174,132    | 20,868     |
| 59th Ave: Buckeye Rd S. to Canal                      | 30,000     | 28,785     | 1,215      |
| Riggs Road: 1 mile W/O I-10                           | 25,000     | 12,880     | 12,120     |
| Riggs Rd: 1 1/2 Mile W/O I-11                         | 25,000     | 4,412      | 20,588     |
| 7th St.: Box Culverts N/O Carefree Hwy                | 149,000    | 147,313    | 1,687      |
| Eagle Eye Rd. (S/O Little Horn Peak Rd)               | 229,000    | 227,357    | 1,643      |
| Southern Ave: Culvert @ 27th Ave                      | 30,000     | 645        | 29,355     |
| 35th Ave: @ 1/2 mile S/O Southern                     | 40,000     | 287        | 39,713     |
| Center St (Wittman): Grand to Hovey                   | 75,000     | 66,290     | 8,710      |
| Billings St: Jarvis St to Crismon Rd                  | 63,000     | 623        | 62,377     |
| Recker Road: Chandler Heights to 3/4 mile North       | 56,000     | -          | 56,000     |
| Steinway Dr: Homestead Dr - Duffy St (Wickenburg)     | 250,000    | 64,577     | 185,423    |
| Low Volume Roads to be Identified                     | 200,000    | 169,080    | 30,920     |
| Jomax Rd: 155th Ave to 147th Ave                      | 83,000     | 50,611     | 32,389     |
| Main St (Gila Bend): Washington Street to I-8         | 125,000    | 50,651     | 74,349     |
| Watson Road: MC 85 to Southern Ave                    | 20,000     | 2,235      | 17,765     |
| Queen Creek Rd: Power Rd to Hawes Rd                  | 50,000     | 16,660     | 33,340     |
| Hazen Rd: @ 1/2 mile W/O SR 85                        | 45,000     | 16,125     | 28,875     |
| Indian Rd: Gila Blvd - Scotts Ave                     | 36,000     | -          | 36,000     |
| Camelback Rd (Litchfield/EI Mirage)                   | 115,000    | 64,451     | 50,549     |
| 91st Ave (Camelback/Glendale)                         | 45,000     | 40,434     | 4,566      |
| Riggs Rd: I-10 to Price Rd                            | 1,047,000  | 6,618      | 1,040,382  |
| MCDOT Durango Facilities: Bldg Modifications          | 380,000    | 1,175      | 378,825    |
| Bell Road: 31st St - 45th St & 45th St - Tatum Blvd   | 3,668,000  | 3,668,000  | -          |
| Greenway Rd: Dysart Rd - Factory St                   | 75,000     | 75,000     | -          |

**Maricopa County**  
**Schedule Of Capital Projects - Budget And Actual**  
**All Capital Projects Funds (Continued)**  
For the Fiscal Year Ended June 30, 1997

| <u>HIGHWAYS AND STREETS (Continued)</u>            | <u>BUDGET</u> | <u>ACTUAL</u> | <u>VARIANCE</u> |
|----------------------------------------------------|---------------|---------------|-----------------|
| Riggs Rd: Val Vista Dr -Higley Rd & Bridge         | \$ 3,800,000  | \$ 3,936,714  | \$ (136,714)    |
| Ellsworth Rd: Bridge Ave @ Queen Creek Wash        | -             | 3,153         | (3,153)         |
| Ocotillo Road: Bridge @ Queen Creek Wash           | 1,100,000     | 1,098,201     | 1,799           |
| Lindsey Rd (Germann Rd/Wms Fld Rd & Bridge)        | 444,986       | 441,187       | 3,799           |
| Construction Mgt Contracts: Unspecified Projects   | 100,000       | 96            | 99,904          |
| Previous Year's Projects: Backcharges              | 250,000       | 183,806       | 66,194          |
| RR Crossing Improvements: Match on Federal funds   | 50,000        | -             | 50,000          |
| McKellips Rd @ Granite Reef Wash                   | 550,000       | 522,925       | 27,075          |
| I-17 Frontage Rd: Bridge @ New River               | 2,256,380     | 2,260,786     | (4,406)         |
| New River Road: Bridge @ New River                 | 2,253,000     | 1,860,836     | 392,164         |
| Germann Rd: Bridge @ Eastern Canal                 | 390,000       | 305,581       | 84,419          |
| Higley Road: Bridge @ Queen Creek Wash             | 40,000        | 10,708        | 29,292          |
| Power Road: Box Culvert @ Chandler Heights Rd      | 181,000       | 209,030       | (28,030)        |
| Airport Road: Bridge @ Buckeye Canal               | 16,000        | 33,614        | (17,614)        |
| Jackrabbit Trail: Bridge @ RID Canal               | 325,000       | 316,278       | 8,722           |
| Old US 80 Bridge: Arlington Valley Wash            | 321,340       | 347,812       | (26,472)        |
| Watson Rd. Bridge: @ R.I.D. Canal N/O Broadway     | 20,000        | 21,018        | (1,018)         |
| Meridian Rd: Southern to University                | 140,000       | 59,041        | 80,959          |
| Thunderbird Road: 83rd to ACDC Bridge              | 600,000       | 630,466       | (30,466)        |
| 99th Ave @ Thunderbird                             | 546,000       | 484,585       | 61,415          |
| Glendale Ave: Litchfield Rd/115th Ave              | 935,000       | 880,469       | 54,531          |
| Broadway Rd: 35th Ave to 27th Ave                  | 125,000       | 103,925       | 21,075          |
| MC Hwy 85 @ Buckeye Canal                          | 522,000       | 510,749       | 11,251          |
| MC Hwy 85 @ Avondale Wash                          | 161,000       | 661           | 160,339         |
| Utility Locating Annual On-Call Contract           | 100,000       | 75,239        | 24,761          |
| McKellips Rd @ 92nd St                             | 272,000       | 390,104       | (118,104)       |
| 116th Ave. Bridge @ Gila River                     | 895,000       | 210,460       | 684,540         |
| Cave Creek Rd: Lone Mt. Rd to Carefree Hwy         | 2,230,000     | 170,498       | 2,059,502       |
| Estrella Interim Loop (I)                          | 997,000       | 42,914        | 954,086         |
| Estrella Interim LP (II) Reems-Lake PI Rd          | 1,150,000     | 133,591       | 1,016,409       |
| McDowell RD: Gilbert Rd. Intersection              | 200,000       | 192,161       | 7,839           |
| Carefree Hwy: I-17 to 7th St & Bridge              | 480,000       | 127,461       | 352,539         |
| 75th Ave: Glendale Ave to Olive Ave                | 838,000       | 368,062       | 469,938         |
| 99th Ave: Boswell Blvd Intersection                | 6,000         | 7,434         | (1,434)         |
| 99th Ave @ Greenway Rd                             | 70,000        | 15,089        | 54,911          |
| Union Hills Bridge @ New River                     | 345,000       | 342,192       | 2,808           |
| McClintock/Hayden Road: Red Mnt. Fwy-McKellips     | 1,100,000     | 373,772       | 726,228         |
| Fort McDowell: @ Yavapai Road                      | 440,000       | 729,201       | (289,201)       |
| Spur Cross Rd: Cave Creek Town limits/Honda Bow Rd | 231,000       | 101,155       | 129,845         |
| Bush Hwy: Mesa C.L. to Usery Pass Rd               | 650,000       | 2,323         | 647,677         |
| CDBGP Cities/Town Street Pilot                     | 335,000       | 334,179       | 821             |
| 1st St (Rio Salado); McClintock/Smith Rd           | 2,000,000     | 2,000,000     | -               |
| Shea Blvd: 136th St to 144th St                    | 750,000       | 750,000       | -               |
| Red Mountain Freeway Bridge @ McKellips Rd         | 400,000       | 400,000       | -               |
| MC Highway 85: Intersection @ Estrella Parkway     | 40,000        | 33,449        | 6,551           |
| 99th Ave: Beardsley to Pinnacle Peak Rd            | 700,000       | 949           | 699,051         |
| Guadalupe Rd.: Power to Hawes                      | 200,000       | 200,000       | -               |
| 83rd Ave Parkway: 83rd/Beardsley-99/Rose Garden    | 500,000       | 756           | 499,244         |
| Unallocated Costs (Force Account)                  | 725,000       | 813,777       | (88,777)        |
| Eng Design Concept Reports Contract                | 100,000       | 42,223        | 57,777          |
| Archeological Annual On-Call Contract              | 100,000       | 40,217        | 59,783          |

**Maricopa County**  
**Schedule of Capital Projects -Budget And Actual**  
**All Capital Projects Funds (Continued)**  
For the Fiscal Year Ended June 30, 1997

| <u>HIGHWAYS AND STREETS (Continued)</u>             | <u>BUDGET</u>        | <u>ACTUAL</u>        | <u>VARIANCE</u>      |
|-----------------------------------------------------|----------------------|----------------------|----------------------|
| Geotechnical Annual On-Call Contract                | \$ 100,000           | \$ 18,440            | \$ 81,560            |
| Surveying Annual On-Call Contract                   | 100,000              | 118,311              | (18,311)             |
| Gen Civil Eng Annual On-Call Contract               | 300,000              | 191,372              | 108,628              |
| Real Estate Appraisal Services: Annual Contracts    | 200,000              | 149,142              | 50,858               |
| Warranted Traffic Improvements (as needed)          | 250,000              | 7,185                | 242,815              |
| Sun City Maintenance Facilities: New Building       | 1,300,000            | 533,381              | 766,619              |
| North Phoenix Maint. Fac.                           | 375,000              | 448                  | 374,552              |
| Commercial Drivers License CDL Training Grounds     | 15,000               | 6,418                | 8,582                |
| McDowell Rd: Pima Freeway to Alma School            | 342,000              | 373,347              | (31,347)             |
| Cave Creek Parks Road: Phase II                     | 390,000              | 385,509              | 4,491                |
| Ellsworth Rd: University to McKellips               | 45,000               | 11,613               | 33,387               |
| Enhancement Program: HURF Related & Multi Mod       | 350,000              | 9,395                | 340,605              |
| Envir Assessment Consultant Contract                | 50,000               | -                    | 50,000               |
| Haz. Materials On-Call Contracts                    | 10,000               | -                    | 10,000               |
| Biological Assessment Consultant Contracts          | 10,000               | -                    | 10,000               |
| ADA Compliance: MCDOT Facilities                    | 50,000               | -                    | 50,000               |
| 51st Ave: GRIC Boundary to Buckeye Rd               | 150,000              | 15,026               | 134,974              |
| Baseline Rd: 51st Ave to 27th Ave                   | 70,000               | 40,388               | 29,612               |
| Northern Ave: Loop 101 to 71st Ave                  | 130,000              | 50,144               | 79,856               |
| Shea Blvd: 144th Street to Palisades Blvd           | 56,316               | 5,632                | 50,684               |
| Shea Blvd: Beeline Hwy to 300 Meters West           | 15,210               | 1,521                | 13,689               |
| Right-of-Way: Alma School South Bridge @ Salt River | 50,000               | 50,000               | -                    |
| Phases I & II: 107th Ave High Volume Rd Projects    | 50,000               | 36,036               | 13,964               |
| Right-of-Way: on-call consultant services           | 200,000              | -                    | 200,000              |
| L. Buckeye Rd @ Aqua Fria River                     | 15,000               | 10,823               | 4,177                |
| New River Rd Bridge @ Cline Creek                   | 2,050,000            | 1,971,646            | 78,354               |
| Old US 80 Box Culverts (Arlington Valley Wash)      | 202,085              | 195,411              | 6,674                |
| Carefree Hwy: 7th St to Cave Creek & Bridge         | 977,000              | 894,526              | 82,474               |
| Project Reserve                                     | 172,892              | 33,928               | 138,964              |
| <b>Total Highway and Streets</b>                    | <b>\$ 48,166,000</b> | <b>\$ 33,731,282</b> | <b>\$ 14,434,718</b> |

HEALTH, WELFARE AND SANITATION

|                                             |                     |                   |                     |
|---------------------------------------------|---------------------|-------------------|---------------------|
| Maricopa Medical Center - other CIP         | \$ 3,800,000        | \$ -              | \$ 3,800,000        |
| Maricopa Medical Center - Environmental     | 1,200,000           | -                 | 1,200,000           |
| Family Practice Center                      | -                   | 2,612             | (2,612)             |
| Pediatric Intensive Care PICR & APCU        | -                   | 484,621           | (484,621)           |
| Kitchen Hoods                               | -                   | 45,484            | (45,484)            |
| Medical Gas Back up Study                   | -                   | 4,705             | (4,705)             |
| <b>Total Health, Welfare and Sanitation</b> | <b>\$ 5,000,000</b> | <b>\$ 537,422</b> | <b>\$ 4,462,578</b> |

CULTURE AND RECREATION

|                               |                |                |               |
|-------------------------------|----------------|----------------|---------------|
| Major League Baseball Stadium | \$ 182,001,103 | \$ 157,895,651 | \$ 24,105,452 |
| Road Runner Campground        | 875,658        | 1,631,146      | (755,488)     |
| Restrooms                     | -              | 3,271          | (3,271)       |
| Operations Center             | -              | 32,243         | (32,243)      |
| Outdoor Ed Center             | -              | 150,000        | (150,000)     |



**Maricopa County**  
**Schedule of Capital Projects -Budget And Actual**  
**All Capital Projects Funds (Continued)**  
For the Fiscal Year Ended June 30, 1997

CULTURE AND RECREATION (Continued)

|                              | <u>BUDGET</u>         | <u>ACTUAL</u>         | <u>VARIANCE</u>      |
|------------------------------|-----------------------|-----------------------|----------------------|
| Phase I Utilities            | \$ 301,494            | \$ 259,631            | \$ 41,863            |
| Phase II Utilities           | -                     | 44,225                | (44,225)             |
| Maintenance Compound         | 113,819               | 109,199               | 4,620                |
| Boat Ramp Facility           | 829,326               | -                     | 829,326              |
| Cave Creek                   | 616,121               | 1,204,002             | (587,881)            |
| Total Culture and Recreation | <u>\$ 184,737,521</u> | <u>\$ 161,329,368</u> | <u>\$ 23,408,153</u> |

RESEARCH AND DEVELOPMENT

|                                |                  |                  |                 |
|--------------------------------|------------------|------------------|-----------------|
| Sheriff Computer System        | \$ -             | \$ 51,135        | \$ (51,135)     |
| Financial Systems Upgrades     | 60,000           | -                | 60,000          |
| Total Research and Development | <u>\$ 60,000</u> | <u>\$ 51,135</u> | <u>\$ 8,865</u> |

|                        |                       |                       |                      |
|------------------------|-----------------------|-----------------------|----------------------|
| Total Capital Projects | <u>\$ 282,588,465</u> | <u>\$ 235,382,118</u> | <u>\$ 47,206,347</u> |
|------------------------|-----------------------|-----------------------|----------------------|

Financial Section

**Enterprise Funds**

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private enterprises where the intent of the County is that the costs of providing goods and services to the general public on a continuing basis be financed through user charges. This allows for the evaluation of these funds on the same basis as investor-owned enterprises in the same industry. Listed below are the Enterprise Funds associated with Maricopa County. A short description of each fund is provided on the next page.

- Maricopa Health Plan
- Medical Center
- Arizona Long Term Care System (ALTCS)
- Non-AHCCCS Health Plans
- Solid Waste

**Maricopa Health Plan** - Maricopa County Health Plan (MCHP) is an ambulatory health care plan operated by Maricopa Managed Care Systems (MMCS). MMCS contracts with the Arizona Health Care Cost Containment System (AHCCCS) which provides monthly capitation revenues based on MCHP plan enrollment.

**Medical Center** - The Maricopa Medical Center provides quality, cost competitive health care and health professional education to assure the health security of individuals, families, and the community.

**Arizona Long Term Care System (ALTCS)** - The Arizona Long Term Care System (ALTCS) is a managed care, long term care plan operated by Maricopa Managed Care Systems (MMCS). Chronically ill and physically disabled patients receive medical services as a result of an annual contract with AHCCCS.

**Non-AHCCCS Health Plans** - The Non-AHCCCS Health Plans are primarily:

- Health Select - a managed care health plan offered to employees, spouses and their families;
- Senior Select - a Medicare plan operating under contract with the Federal government.

**Solid Waste** - Solid Waste assists the cities and towns, businesses, and citizens in continuously improving regional waste management systems. This includes an ever increasing focus on reducing the amount of waste generated, maximizing resource recovery, proper management of special wastes, and environmentally sound disposal.

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**Maricopa County**  
**Combining Balance Sheet**  
**All Enterprise Funds**  
For the Fiscal Year Ended June 30, 1997

|                                                             | <u>MARICOPA<br/>HEALTH PLAN</u> | <u>MEDICAL<br/>CENTER</u> |
|-------------------------------------------------------------|---------------------------------|---------------------------|
| <b><u>ASSETS</u></b>                                        |                                 |                           |
| Current assets:                                             |                                 |                           |
| Cash and cash equivalents                                   | \$ 11,372,577                   | \$                        |
| Cash and investments with trustee                           |                                 | 476,479                   |
| Receivables (Net of allowance for uncollectibles):          |                                 |                           |
| Accounts                                                    | 1,826,163                       | 34,124,950                |
| Accrued interest                                            | 128,141                         |                           |
| Due from other funds                                        |                                 | 1,840                     |
| Due from other governmental units                           |                                 | 8,521,903                 |
| Miscellaneous                                               | 200,000                         | 265,678                   |
| Inventory of supplies                                       |                                 | 1,303,047                 |
| Prepays                                                     |                                 | 4,809                     |
| Total current assets                                        | <u>13,526,881</u>               | <u>44,698,706</u>         |
| Property, plant and equipment:                              |                                 |                           |
| Land                                                        |                                 | 302,193                   |
| Buildings                                                   |                                 | 57,857,929                |
| Improvements other than buildings                           |                                 | 2,953,486                 |
| Machinery and equipment                                     | 5,171,730                       | 38,300,338                |
| Total property, plant and equipment                         | <u>5,171,730</u>                | <u>99,413,946</u>         |
| Accumulated depreciation                                    | <u>(4,682,829)</u>              | <u>(53,782,971)</u>       |
| Net property, plant and equipment                           | <u>488,901</u>                  | <u>45,630,975</u>         |
| <br>Total assets                                            | <br><u>\$ 14,015,782</u>        | <br><u>\$ 90,329,681</u>  |
| <b><u>LIABILITIES AND FUND EQUITY</u></b>                   |                                 |                           |
| Current liabilities:                                        |                                 |                           |
| Vouchers payable                                            | \$ 21,347                       | \$ 3,813,250              |
| Employee compensation                                       | 60,568                          | 6,066,165                 |
| Accrued liabilities                                         |                                 | 423,066                   |
| Due to other funds                                          | 1,812                           | 41,722,130                |
| Current portion of leases payable                           |                                 | 657,796                   |
| Certificates of participation - current portion             |                                 | 1,737,897                 |
| Liability for reported and incurred but not reported claims | 7,290,093                       |                           |
| Total current liabilities                                   | <u>7,373,820</u>                | <u>54,420,304</u>         |
| Long-term liabilities:                                      |                                 |                           |
| Leases payable (net of current portion)                     |                                 | 1,695,728                 |
| Certificates of participation                               |                                 | 2,476,136                 |
| Total liabilities                                           | <u>7,373,820</u>                | <u>58,592,168</u>         |
| Fund equity:                                                |                                 |                           |
| Contributed capital                                         | 590,079                         | 41,927,865                |
| Retained earnings (deficits):                               |                                 |                           |
| Unreserved                                                  | 6,051,883                       | (10,190,352)              |
| Total fund equities                                         | <u>6,641,962</u>                | <u>31,737,513</u>         |
| <br>Total liabilities and fund equity                       | <br><u>\$ 14,015,782</u>        | <br><u>\$ 90,329,681</u>  |

| <u>ALTCS</u>         | <u>NON-AHCCCS<br/>HEALTH PLANS</u> | <u>SOLID WASTE</u>   | <u>TOTALS<br/>JUNE 30, 1997</u> |
|----------------------|------------------------------------|----------------------|---------------------------------|
| \$ 57,353,741        | \$ 2,849,494                       | \$ 18,799,348        | \$ 90,375,160                   |
|                      |                                    |                      | 476,479                         |
| 3,258,856            | 207,881                            | 762,354              | 40,180,204                      |
| 621,285              | 35,088                             | 184,650              | 969,164                         |
|                      | 72,744                             | 4,127                | 78,711                          |
|                      |                                    | 636,929              | 9,158,832                       |
|                      | 197,971                            |                      | 663,649                         |
|                      |                                    |                      | 1,303,047                       |
| 3,632                | 36,331                             | 3,944                | 48,716                          |
| <u>61,237,514</u>    | <u>3,399,509</u>                   | <u>20,391,352</u>    | <u>143,253,962</u>              |
|                      |                                    | 1,187,486            | 1,489,679                       |
|                      |                                    | 102,984              | 57,960,913                      |
|                      |                                    | 916,232              | 3,869,718                       |
| 2,862,534            | 50,273                             | 4,887,992            | 51,272,867                      |
| <u>2,862,534</u>     | <u>50,273</u>                      | <u>7,094,694</u>     | <u>114,593,177</u>              |
| <u>(2,614,033)</u>   | <u>(42,690)</u>                    | <u>(2,926,385)</u>   | <u>(64,048,908)</u>             |
| <u>248,501</u>       | <u>7,583</u>                       | <u>4,168,309</u>     | <u>50,544,269</u>               |
| <u>\$ 61,486,015</u> | <u>\$ 3,407,092</u>                | <u>\$ 24,559,661</u> | <u>\$ 193,798,231</u>           |
| \$ 2,057,791         | \$ 80,823                          | \$ 606,384           | \$ 6,579,595                    |
| 721,941              | 303,412                            | 98,179               | 7,250,265                       |
|                      | 5,024,413                          | 14,976,067           | 20,423,546                      |
| 40,566               | 168,177                            | 3,126                | 41,935,811                      |
|                      |                                    | 99,905               | 757,701                         |
|                      |                                    |                      | 1,737,897                       |
| 32,142,200           |                                    |                      | 39,432,293                      |
| <u>34,962,498</u>    | <u>5,576,825</u>                   | <u>15,783,661</u>    | <u>118,117,108</u>              |
|                      |                                    | 155,912              | 1,851,640                       |
|                      |                                    | 676,008              | 3,152,144                       |
| <u>34,962,498</u>    | <u>5,576,825</u>                   | <u>16,615,581</u>    | <u>123,120,892</u>              |
|                      |                                    |                      |                                 |
| 4,814                | 9,401                              | 10,791,231           | 53,323,390                      |
| 26,518,703           | (2,179,134)                        | (2,847,151)          | 17,353,949                      |
| <u>26,523,517</u>    | <u>(2,169,733)</u>                 | <u>7,944,080</u>     | <u>70,677,339</u>               |
| <u>\$ 61,486,015</u> | <u>\$ 3,407,092</u>                | <u>\$ 24,559,661</u> | <u>\$ 193,798,231</u>           |

**Maricopa County**  
**Combining Statement Of Revenues, Expenses And**  
**Changes In Fund Equity**  
**All Enterprise Funds**  
For the Fiscal Year Ended June 30, 1997

|                                                  | MARICOPA<br>HEALTH PLAN | MEDICAL<br>CENTER    |
|--------------------------------------------------|-------------------------|----------------------|
| <u>OPERATING REVENUES</u>                        |                         |                      |
| Net patient service revenue                      | \$                      | \$ 127,974,531       |
| Charges for services                             | 54,695,226              | 11,856,570           |
| Other                                            | 298,740                 | 3,608,527            |
| Total operating revenues                         | <u>54,993,966</u>       | <u>143,439,628</u>   |
| <u>OPERATING EXPENSES</u>                        |                         |                      |
| Personal services                                | 649,665                 | 92,462,747           |
| Supplies                                         | 103,503                 | 28,066,424           |
| Medical services                                 | 50,585,667              | 26,673,053           |
| Other services                                   |                         | 26,018,436           |
| Legal                                            | 35,988                  | 192,019              |
| Insurance                                        |                         | 403,929              |
| Leases and rentals                               |                         | 1,653,723            |
| Repairs and maintenance                          | 9,687                   | 2,129,462            |
| Travel and transportation                        | 1,604,240               | 408,235              |
| Utilities                                        |                         | 2,918,962            |
| Depreciation                                     | 484,714                 | 6,259,209            |
| Miscellaneous                                    | 1,858,690               | 891,508              |
| Total operating expenses                         | <u>55,332,154</u>       | <u>188,077,707</u>   |
| Operating income (loss)                          | (338,188)               | (44,638,079)         |
| <u>NON-OPERATING REVENUES (EXPENSES)</u>         |                         |                      |
| Grant revenues                                   |                         | 3,078,163            |
| Disproportionate share settlement                |                         | 79,236,300           |
| Interest income                                  | 427,567                 | 54,305               |
| Interest expense                                 |                         | (4,172,996)          |
| Gain on sale of fixed assets                     |                         |                      |
| Loss on sale of fixed assets                     |                         |                      |
| Loss on disposal of fixed assets                 | (8,375)                 | (70,291)             |
| Net non-operating revenues                       | <u>419,192</u>          | <u>78,125,481</u>    |
| Net income (loss) before operating transfers     | 81,004                  | 33,487,402           |
| Operating transfers in                           |                         | 48,643,851           |
| Operating transfers out                          |                         | (80,841,473)         |
| Net income (loss)                                | <u>81,004</u>           | <u>1,289,780</u>     |
| Fund equities at beginning of year - as adjusted | 6,549,929               | 29,562,014           |
| <u>OTHER CHANGES IN FUND EQUITIES</u>            |                         |                      |
| Net residual equity transfers                    | 11,029                  | 482,662              |
| Increase in Contributed Capital                  |                         | 403,057              |
| Fund equities (deficit) at end of year           | <u>\$ 6,641,962</u>     | <u>\$ 31,737,513</u> |

| <u>ALTCS</u>         | <u>NON-AHCCCS<br/>HEALTH PLANS</u> | <u>SOLID WASTE</u>  | <u>TOTALS<br/>JUNE 30, 1997</u> |
|----------------------|------------------------------------|---------------------|---------------------------------|
| \$                   | \$                                 | \$                  | \$                              |
| 239,584,293          | 22,910,625                         | 2,421,564           | 150,885,156                     |
| 692,074              | 9,554                              | 612,810             | 308,557,653                     |
| <u>240,276,367</u>   | <u>22,920,179</u>                  | <u>3,034,374</u>    | <u>464,664,514</u>              |
| 9,497,349            | 1,698,886                          | 1,046,515           | 105,355,162                     |
| 507,142              | 7,012                              | 35,831              | 28,719,912                      |
| 221,347,957          | 12,581,127                         | 6,620,412           | 311,187,804                     |
|                      | 11,046,249                         | 77,050              | 43,685,097                      |
|                      | 357,878                            | 112                 | 305,057                         |
| 545,431              | 76,018                             | 108,524             | 761,919                         |
| 65,310               | 448                                | 7,485               | 2,383,696                       |
| 1,221,081            | 275,150                            | 4,887               | 2,212,392                       |
| 115,903              |                                    | 13,835              | 3,513,593                       |
| 204,721              | 4,712                              | 949,556             | 3,048,700                       |
| 519,440              | 1,016,409                          | 1,191,649           | 7,902,912                       |
| <u>234,024,334</u>   | <u>27,063,889</u>                  | <u>10,055,856</u>   | <u>514,553,940</u>              |
| 6,252,033            | (4,143,710)                        | (7,021,482)         | (49,889,426)                    |
|                      | 987,638                            | 2,706,608           | 6,772,409                       |
| 4,179,265            | 421,114                            | 1,059,776           | 79,236,300                      |
|                      |                                    | (83,065)            | 6,142,027                       |
|                      |                                    | 8,594,811           | (4,256,061)                     |
|                      |                                    | (64,515)            | 8,594,811                       |
| <u>(74,439)</u>      |                                    | <u>(167,852)</u>    | <u>(64,515)</u>                 |
| 4,104,826            | 1,408,752                          | 12,045,763          | (320,957)                       |
| 10,356,859           | (2,734,958)                        | 5,024,281           | 96,104,014                      |
|                      | 555,824                            |                     | 46,214,588                      |
| <u>(63,332)</u>      |                                    | <u>(307,705)</u>    | 49,199,675                      |
| 10,293,527           | (2,179,134)                        | 4,716,576           | (81,212,510)                    |
| 20,197,134           | 9,401                              | 526,646             | 14,201,753                      |
|                      |                                    | 2,700,858           | 56,845,124                      |
| (3,967,144)          |                                    |                     | (772,595)                       |
|                      |                                    |                     | 403,057                         |
| <u>\$ 26,523,517</u> | <u>\$ (2,169,733)</u>              | <u>\$ 7,944,080</u> | <u>\$ 70,677,339</u>            |



**Maricopa County**  
**Combining Statement Of Cash Flows**  
**All Enterprise Funds**  
For the Fiscal Year Ended June 30, 1997

| <u>CASH FLOWS FROM OPERATING ACTIVITIES</u>                                                                  | <u>MARICOPA<br/>HEALTH PLAN</u> | <u>MEDICAL<br/>CENTER</u> |
|--------------------------------------------------------------------------------------------------------------|---------------------------------|---------------------------|
| Operations:                                                                                                  |                                 |                           |
| Operating income (loss)                                                                                      | \$ (338,188)                    | \$ (44,638,079)           |
| Adjustments to reconcile operating income (loss)<br>to net cash provided by (used for) operating activities: |                                 |                           |
| Depreciation                                                                                                 | 484,714                         | 6,259,209                 |
| Changes in assets and liabilities -                                                                          |                                 |                           |
| Increase in:                                                                                                 |                                 |                           |
| Accounts receivable                                                                                          | (821,848)                       |                           |
| Due from other funds                                                                                         |                                 |                           |
| Due from other governmental units                                                                            |                                 | (6,467,503)               |
| Miscellaneous                                                                                                | (200,000)                       | (265,678)                 |
| Prepays                                                                                                      |                                 |                           |
| Vouchers payable                                                                                             |                                 | 1,685,084                 |
| Employee compensation                                                                                        |                                 |                           |
| Accrued liabilities                                                                                          |                                 |                           |
| Due to other funds                                                                                           |                                 |                           |
| Liability for reported and incurred but not reported claims                                                  | 7,290,093                       |                           |
| Decrease in:                                                                                                 |                                 |                           |
| Accounts receivable                                                                                          |                                 | 7,976,370                 |
| Due from other funds                                                                                         |                                 | 14,934,868                |
| Due from other governmental units                                                                            | 165,106                         |                           |
| Miscellaneous                                                                                                |                                 |                           |
| Inventory of supplies                                                                                        |                                 | 352,195                   |
| Prepays                                                                                                      | 188,876                         | 19,458                    |
| Vouchers payable                                                                                             | (79,180)                        |                           |
| Employee compensation                                                                                        | (139,976)                       | (644,631)                 |
| Accrued liabilities                                                                                          | (5,330,199)                     | (640,808)                 |
| Due to other funds                                                                                           | (1,266,492)                     | (22,079,353)              |
| Due to other governmental units                                                                              | (37,768)                        |                           |
| Net cash provided by (used for) operating activities                                                         | <u>(84,862)</u>                 | <u>(43,508,868)</u>       |
| <u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>                                                       |                                 |                           |
| Operating grants received                                                                                    |                                 | 3,078,163                 |
| Disproportionate share settlement                                                                            |                                 | 79,236,300                |
| Operating transfers from other funds                                                                         |                                 | 48,643,851                |
| Operating transfers to other funds                                                                           |                                 | (80,841,473)              |
| Interest expense                                                                                             |                                 | (4,172,996)               |
| Cash transfer to General Fund                                                                                |                                 |                           |
| Cash transfer from Internal Service Fund                                                                     | 11,029                          | 391,212                   |
| Net cash provided by (used for) noncapital financing activities                                              | <u>11,029</u>                   | <u>46,335,057</u>         |
| <u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>                                              |                                 |                           |
| Acquisition of fixed assets                                                                                  |                                 | (2,811,273)               |
| Proceeds from sale of fixed assets                                                                           |                                 |                           |
| Capital lease payments                                                                                       |                                 | (759,455)                 |
| Certificate of participation payments                                                                        |                                 | (1,641,978)               |
| Net cash provided by (used for) capital and related financing activities                                     |                                 | <u>(5,212,706)</u>        |
| <u>CASH FLOWS FROM INVESTING ACTIVITIES</u>                                                                  |                                 |                           |
| Interest income                                                                                              | 380,785                         | 54,305                    |
| Net cash provided by investing activities                                                                    | <u>380,785</u>                  | <u>54,305</u>             |
| Net increase (decrease) in cash and cash equivalents                                                         | 306,952                         | (2,332,212)               |
| Cash and cash equivalents, July 1, 1996                                                                      | 11,065,625                      | 2,808,691                 |
| Cash and cash equivalents, June 30, 1997                                                                     | <u>\$ 11,372,577</u>            | <u>\$ 476,479</u>         |
| <u>SCHEDULE OF NONCASH INVESTING, CAPITAL<br/>AND FINANCING ACTIVITIES</u>                                   |                                 |                           |
| Transfer of equipment from Equipment Services Fund                                                           | \$                              | \$ 742,278                |
| Transfer of accumulated depreciation from Equipment Services Fund                                            |                                 | (650,828)                 |
| Residual equity transfer                                                                                     |                                 | (91,450)                  |
| Transfer of equipment from General Fixed Assets Account Group                                                |                                 | 198,529                   |
| Receipt of donated equipment                                                                                 |                                 | 204,528                   |
| Increase in Contributed Capital                                                                              |                                 | (403,057)                 |
| Deletion of equipment                                                                                        | (669,103)                       | (477,658)                 |
| Elimination of accumulated depreciation related to deletions                                                 | 660,728                         | 407,367                   |
| Loss on disposal of fixed assets                                                                             | 8,375                           | 70,291                    |
| Restatement of June 30, 1996, accounts receivable and July 1, 1996, fund equity                              |                                 | 11,962,794                |

| <u>ALTCs</u>         | <u>NON-AHCCCS<br/>HEALTH PLANS</u> | <u>SOLID WASTE</u>   | <u>TOTALS<br/>JUNE 30, 1997</u> |
|----------------------|------------------------------------|----------------------|---------------------------------|
| \$ 6,252,033         | \$ (4,143,710)                     | \$ (7,021,482)       | \$ (49,889,426)                 |
| 204,721              | 4,712                              | 949,556              | 7,902,912                       |
|                      |                                    | (762,354)            | (1,584,202)                     |
|                      |                                    | (4,127)              | (4,127)                         |
|                      |                                    | (43,238)             | (6,510,741)                     |
|                      | (36,331)                           |                      | (465,678)                       |
|                      |                                    | 532,698              | (36,331)                        |
| 125,266              | 48,861                             |                      | 2,217,782                       |
|                      | 522,633                            |                      | 174,127                         |
| 10,241               |                                    |                      | 522,633                         |
| 32,142,200           |                                    |                      | 10,241                          |
|                      |                                    |                      | 39,432,293                      |
| 158,147              | 192,118                            |                      | 8,326,635                       |
| 731,841              | 5,360,407                          |                      | 21,027,116                      |
|                      |                                    |                      | 165,106                         |
|                      | 224,518                            | 812,014              | 1,036,532                       |
|                      |                                    |                      | 352,195                         |
| 82,791               |                                    |                      | 291,125                         |
| (10,866,498)         | (22,064)                           |                      | (10,967,742)                    |
|                      |                                    | (43,933)             | (828,540)                       |
| (14,717,963)         |                                    | (344,914)            | (21,033,884)                    |
|                      | (1,231,139)                        | (737)                | (24,577,721)                    |
| <u>(1,729,460)</u>   |                                    | <u>(1,028,503)</u>   | <u>(2,795,731)</u>              |
| <u>12,393,319</u>    | <u>920,005</u>                     | <u>(6,955,020)</u>   | <u>(37,235,426)</u>             |
|                      | 987,638                            | 2,706,608            | 6,772,409                       |
|                      | 555,824                            |                      | 79,236,300                      |
| (63,332)             |                                    | (307,705)            | 49,199,675                      |
|                      |                                    | (83,065)             | (81,212,510)                    |
| (3,971,700)          |                                    |                      | (4,256,061)                     |
| 4,556                |                                    |                      | (3,971,700)                     |
| <u>(4,030,476)</u>   | <u>1,543,462</u>                   | <u>883,435</u>       | <u>1,290,232</u>                |
|                      |                                    | <u>3,199,273</u>     | <u>47,058,345</u>               |
|                      |                                    |                      | (2,811,273)                     |
|                      |                                    | 17,580,949           | 17,580,949                      |
|                      |                                    | (486,957)            | (1,246,412)                     |
|                      |                                    | (116,893)            | (1,758,871)                     |
|                      |                                    | <u>16,977,099</u>    | <u>11,764,393</u>               |
| <u>4,147,040</u>     | <u>386,027</u>                     | <u>930,004</u>       | <u>5,898,161</u>                |
| <u>4,147,040</u>     | <u>386,027</u>                     | <u>930,004</u>       | <u>5,898,161</u>                |
| 12,509,883           | 2,849,494                          | 14,151,356           | 27,485,473                      |
| 44,843,858           |                                    | 4,647,992            | 63,366,166                      |
| <u>\$ 57,353,741</u> | <u>\$ 2,849,494</u>                | <u>\$ 18,799,348</u> | <u>\$ 90,851,639</u>            |
| \$ 33,652            | \$                                 | \$ 3,307,572         | \$ 4,083,502                    |
| (33,652)             |                                    | (1,490,149)          | (2,174,629)                     |
|                      |                                    | (1,817,423)          | (1,908,873)                     |
|                      |                                    |                      | 198,529                         |
|                      |                                    |                      | 204,528                         |
| (283,923)            | (6,167)                            | (640,469)            | (403,057)                       |
| 209,484              | 6,167                              | 472,617              | (2,077,320)                     |
| 74,439               |                                    | 167,852              | 1,756,363                       |
|                      |                                    |                      | 320,957                         |
|                      |                                    |                      | 11,962,794                      |

**Maricopa County**  
**Schedule Of Operating Expenses By Department**  
**Medical Center**  
For the Fiscal Year Ended June 30, 1997

|                                      |                   |  |                                        |                       |  |
|--------------------------------------|-------------------|--|----------------------------------------|-----------------------|--|
| <u>DAILY HOSPITAL SERVICES</u>       |                   |  | <u>SPECIAL NURSING SERVICES</u>        |                       |  |
| Surgical I.C.U.                      | \$ 2,533,831      |  | Labor and delivery                     | \$ 2,900,590          |  |
| Medical I.C.U.                       | 1,631,551         |  | Operating room                         | 4,494,054             |  |
| Coronary I.C.U.                      | 826,048           |  | Recovery room                          | 613,975               |  |
| Pediatrics I.C.U.                    | 780,463           |  | Other special services                 | 462,542               |  |
| Burn unit                            | 2,751,423         |  | <b>TOTAL SPECIAL NURSING SERVICES</b>  | <b>8,471,161</b>      |  |
| Medical/Surgical acute               | 3,389,226         |  |                                        |                       |  |
| Geriatric unit                       | 1,098,443         |  | <u>MEDICAL SERVICES ADMINISTRATION</u> |                       |  |
| Detention                            | 543,883           |  | Education                              | 12,204,226            |  |
| APCU                                 | 2,006,327         |  | Employee health                        | 221,085               |  |
| Pediatrics                           | 1,659,173         |  | <b>TOTAL MEDICAL SERVICES ADMIN.</b>   | <b>12,425,311</b>     |  |
| OB/GYN                               | 1,385,472         |  |                                        |                       |  |
| Psychiatric                          | 4,472,870         |  | <u>GENERAL SERVICES</u>                |                       |  |
| Nursery                              | 3,173,669         |  | Social services                        | 936,203               |  |
| <b>TOTAL DAILY HOSPITAL SERVICES</b> | <b>26,252,379</b> |  | Printing                               | 126,641               |  |
|                                      |                   |  | Food services                          | 2,396,574             |  |
| <u>ANCILLARY SERVICES</u>            |                   |  | Laundry                                | 734,206               |  |
| Anesthesiology                       | 1,624,327         |  | Housekeeping                           | 2,274,213             |  |
| Medical supply                       | 2,927,343         |  | Security                               | 768,919               |  |
| Laboratory                           | 8,219,555         |  | Power plant                            | 2,843,882             |  |
| Pulmonary                            | 224,137           |  | Facility maintenance                   | 2,440,908             |  |
| Cardiology                           | 397,138           |  | Medical equipment repair               | 267,543               |  |
| Dental Services                      | 1,664,772         |  | Transportation                         | 712,411               |  |
| Home Health Care                     | 750,170           |  | Patient transfer                       | 1,389,437             |  |
| Attendant Care                       | 10,435,496        |  | Communications                         | 1,240,421             |  |
| LARC                                 | 1,555,596         |  | <b>TOTAL GENERAL SERVICES</b>          | <b>16,131,358</b>     |  |
| Neurophysiology                      | 104,869           |  |                                        |                       |  |
| Radiology                            | 5,083,479         |  | <u>FISCAL SERVICES</u>                 |                       |  |
| Pharmacy                             | 12,217,029        |  | Fiscal services administration         | 6,618,660             |  |
| Respiratory therapy                  | 2,258,026         |  | Revenue management                     | 4,163,661             |  |
| Endoscopy lab                        | 307,610           |  | <b>TOTAL FISCAL SERVICES</b>           | <b>10,782,321</b>     |  |
| Renal dialysis                       | 836,407           |  |                                        |                       |  |
| Physical/medical therapy             | 695,483           |  | <u>ADMINISTRATIVE SERVICES</u>         |                       |  |
| Emergency room                       | 4,455,077         |  | Nursing                                | 1,556,655             |  |
| Clinics                              | 9,465,949         |  | Hospital                               | 2,911,165             |  |
| Primary Care Centers                 | 2,805,446         |  | Volunteer                              | 38,944                |  |
| Psychiatry                           | 332,109           |  | Medical library                        | 259,601               |  |
| Cast room                            | 90,765            |  | Clinical departments                   | 2,227,257             |  |
| <b>TOTAL ANCILLARY SERVICES</b>      | <b>66,450,783</b> |  | <b>TOTAL ADMINISTRATIVE SERVICES</b>   | <b>6,993,622</b>      |  |
|                                      |                   |  |                                        |                       |  |
|                                      |                   |  | <b>NON-DEPARTMENTAL</b>                | <b>40,570,772</b>     |  |
|                                      |                   |  | <b>TOTAL OPERATING EXPENSES</b>        | <b>\$ 188,077,707</b> |  |

**Financial Section**

**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. Listed below are the Internal Service Funds associated with Maricopa County. A short description of each fund is provided on the next page.

- Health Services Administration
- Equipment Services
- Telecommunications
- Reprographics
- Facilities Discretionary
- Risk Management
- Employee Benefits Trust

**Health Services Administration** - This fund provides administrative, financial, and management information support for the Maricopa Health Plan, Maricopa Medical Center, Arizona Long Term Care System and Non-AHCCCS Health Plans. This fund was closed on June 30, 1997.

**Equipment Services** - The 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 was established on July 1, 1996 to account for the County's printing and duplicating services.

**Facilities Discretionary** - This fund was established on July 1, 1996 to account for special projects that are requested of Facilities Management by County departments.

**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' health and life insurance benefits.

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**Maricopa County**  
**Combining Balance Sheet**  
**All Internal Service Funds**  
For the Fiscal Year Ended June 30, 1997

|                                                             | <u>EQUIPMENT<br/>SERVICES</u> | <u>TELECOM-<br/>MUNICATIONS</u> | <u>REPROGRAPHICS</u> |
|-------------------------------------------------------------|-------------------------------|---------------------------------|----------------------|
| <b>ASSETS</b>                                               |                               |                                 |                      |
| Current assets:                                             |                               |                                 |                      |
| Cash and cash equivalents                                   | \$ 2,329,941                  | \$ 364,718                      | \$ 134,140           |
| Investments with trustee                                    |                               |                                 |                      |
| Receivables:                                                |                               |                                 |                      |
| Accounts                                                    |                               |                                 |                      |
| Accrued interest                                            | 14,799                        |                                 |                      |
| Due from other funds                                        | 1,041,271                     | 192                             |                      |
| Inventory of supplies                                       | 316,565                       | 46,679                          |                      |
| Prepays                                                     |                               |                                 |                      |
| Total current assets                                        | <u>3,702,576</u>              | <u>411,589</u>                  | <u>134,140</u>       |
| Property, plant and equipment:                              |                               |                                 |                      |
| Buildings                                                   | 528,881                       | 425,035                         |                      |
| Machinery and equipment                                     | 2,121,935                     | 2,985,175                       | 7,149                |
| Total property, plant and equipment                         | <u>2,650,816</u>              | <u>3,410,210</u>                | <u>7,149</u>         |
| Accumulated depreciation                                    | (1,828,290)                   | (2,340,466)                     | (1,521)              |
| Net property, plant and equipment                           | <u>822,526</u>                | <u>1,069,744</u>                | <u>5,628</u>         |
| Total assets                                                | <u>\$ 4,525,102</u>           | <u>\$ 1,481,333</u>             | <u>\$ 139,768</u>    |
| <b>LIABILITIES AND FUND EQUITY</b>                          |                               |                                 |                      |
| Liabilities:                                                |                               |                                 |                      |
| Current liabilities:                                        |                               |                                 |                      |
| Vouchers payable                                            | \$ 1,520,232                  | \$ 660,865                      | \$ 17,444            |
| Employee compensation                                       | 262,886                       | 196,136                         | 38,412               |
| Accrued liabilities                                         |                               | 7,119                           |                      |
| Due to other funds                                          | 10,533                        | 6,945                           | 1,639                |
| Liability for reported and incurred but not reported claims |                               |                                 |                      |
| Total current liabilities                                   | <u>1,793,651</u>              | <u>871,065</u>                  | <u>57,495</u>        |
| Fund equity:                                                |                               |                                 |                      |
| Contributed capital                                         | 14,744,048                    | 1,079,758                       |                      |
| Retained earnings (deficits):                               |                               |                                 |                      |
| Unreserved                                                  | (12,012,597)                  | (469,490)                       | 82,273               |
| Total fund equities (deficits)                              | <u>2,731,451</u>              | <u>610,268</u>                  | <u>82,273</u>        |
| Total liabilities and fund equity (deficit)                 | <u>\$ 4,525,102</u>           | <u>\$ 1,481,333</u>             | <u>\$ 139,768</u>    |

| <u>FACILITIES<br/>DISCRETIONARY</u> | <u>RISK<br/>MANAGEMENT</u> | <u>EMPLOYEE<br/>BENEFITS<br/>TRUST</u> | <u>TOTALS<br/>JUNE 30, 1997</u> |
|-------------------------------------|----------------------------|----------------------------------------|---------------------------------|
| \$                                  | \$ 26,679,585              | \$ 5,036,707                           | \$ 34,545,091                   |
|                                     | 5,615,000                  |                                        | 5,615,000                       |
|                                     |                            | 49,286                                 | 49,286                          |
|                                     | 419,392                    | 49,323                                 | 483,514                         |
|                                     | 147,932                    | 1,781,803                              | 2,971,198                       |
|                                     | 672,099                    | 2,000                                  | 363,244                         |
|                                     | <u>33,534,008</u>          | <u>6,919,119</u>                       | <u>44,701,432</u>               |
|                                     |                            | 87,981                                 | 1,041,897                       |
|                                     | <u>35,998</u>              | <u>56,455</u>                          | <u>5,206,712</u>                |
|                                     | 35,998                     | 144,436                                | 6,248,609                       |
|                                     | (5,876)                    | (62,533)                               | (4,238,686)                     |
|                                     | <u>30,122</u>              | <u>81,903</u>                          | <u>2,009,923</u>                |
| \$                                  | \$ <u>33,564,130</u>       | \$ <u>7,001,022</u>                    | \$ <u>46,711,355</u>            |
| \$                                  | \$ 1,240,870               | \$ 1,867,897                           | \$ 5,307,308                    |
|                                     | 29,242                     | 55,262                                 | 581,938                         |
|                                     | 632,329                    | 173,946                                | 813,394                         |
| 5,039                               | 1,751                      |                                        | 25,907                          |
|                                     | <u>39,038,731</u>          | <u>4,694,588</u>                       | <u>43,733,319</u>               |
| <u>5,039</u>                        | <u>40,942,923</u>          | <u>6,791,693</u>                       | <u>50,461,866</u>               |
|                                     | 1,355,418                  | 30,445                                 | 17,209,669                      |
| (5,039)                             | (8,734,211)                | 178,884                                | (20,960,180)                    |
| <u>(5,039)</u>                      | <u>(7,378,793)</u>         | <u>209,329</u>                         | <u>(3,750,511)</u>              |
| \$                                  | \$ <u>33,564,130</u>       | \$ <u>7,001,022</u>                    | \$ <u>46,711,355</u>            |



**Maricopa County**  
**Combining Statement Of Revenues, Expenses And**  
**Changes In Fund Equity**  
**All Internal Service Funds**  
**For the Fiscal Year Ended June 30, 1997**

|                                                      | HEALTH<br>SERVICES<br>ADMINISTRATION | EQUIPMENT<br>SERVICES | TELECOM-<br>MUNICATIONS |
|------------------------------------------------------|--------------------------------------|-----------------------|-------------------------|
| <b><u>OPERATING REVENUES</u></b>                     |                                      |                       |                         |
| Charges for services                                 | \$ 15,149,284                        | \$ 12,349,009         | \$ 9,711,097            |
| Other                                                |                                      | 257,652               | 38,119                  |
| Total operating revenues                             | <u>15,149,284</u>                    | <u>12,606,661</u>     | <u>9,749,216</u>        |
| <b><u>OPERATING EXPENSES</u></b>                     |                                      |                       |                         |
| Personal services                                    | 91,222                               | 2,283,316             | 1,904,699               |
| Supplies                                             | 194,088                              | 2,737,932             | 1,373,484               |
| Other services                                       | 13,075,525                           | 1,054,563             | 4,497,102               |
| Legal                                                | 73                                   |                       | 2,250                   |
| Insurance                                            |                                      |                       |                         |
| Leases and rentals                                   | 446,079                              | 10,474                | 742,169                 |
| Repairs and maintenance                              | 528,395                              | 2,051,389             | 534,993                 |
| Travel and transportation                            | 450                                  | 9,290                 | 49,574                  |
| Utilities                                            | 405,151                              | 107,747               | 27,109                  |
| Depreciation                                         |                                      | 117,402               | 117,474                 |
| Miscellaneous                                        | 11,507                               | 15,029                |                         |
| Total operating expenses                             | <u>14,752,490</u>                    | <u>8,387,142</u>      | <u>9,248,854</u>        |
| Operating income (loss)                              | 396,794                              | 4,219,519             | 500,362                 |
| <b><u>NON-OPERATING REVENUES (EXPENSES)</u></b>      |                                      |                       |                         |
| Interest income                                      | 3,416                                | 770,307               |                         |
| Interest expense                                     | (58,129)                             |                       | (67,399)                |
| Gain on sale of fixed assets                         |                                      | 918,863               | 450                     |
| Loss on disposal of fixed assets                     |                                      | (21,249)              | (62,910)                |
| Net non-operating revenues (expenses)                | <u>(54,713)</u>                      | <u>1,667,921</u>      | <u>(129,859)</u>        |
| Net income (loss) before operating transfers         | 342,081                              | 5,887,440             | 370,503                 |
| <b><u>OPERATING TRANSFERS</u></b>                    |                                      |                       |                         |
| Transfers in                                         |                                      | 2,069,100             |                         |
| Transfers out                                        | (83,409)                             | (35,084)              | (104,906)               |
| Net income (loss)                                    | <u>258,672</u>                       | <u>7,921,456</u>      | <u>265,597</u>          |
| Fund equities (deficit) at beginning of year         | 262,492                              | 25,277,700            | 243,188                 |
| <b><u>OTHER CHANGES IN FUND EQUITIES</u></b>         |                                      |                       |                         |
| Residual equity transfer                             |                                      | (16,155,976)          | 101,483                 |
| Decrease in Contributed Capital                      | (521,164)                            |                       |                         |
| Transfer Fund Equity to Enterprise Fund              |                                      | (1,908,873)           |                         |
| Transfer Fund Equity to Other Internal Service Funds |                                      | (59,381)              |                         |
| Transfer to General Fixed Assets Account Group       |                                      | (12,343,475)          |                         |
| Fund equities (deficits) at end of year              | <u>\$</u>                            | <u>\$ 2,731,451</u>   | <u>\$ 610,268</u>       |

| <u>REPROGRAPHICS</u> | <u>FACILITIES<br/>DISCRETIONARY</u> | <u>RISK<br/>MANAGEMENT</u> | <u>EMPLOYEE<br/>BENEFITS<br/>TRUST</u> | <u>TOTALS<br/>JUNE 30, 1997</u> |
|----------------------|-------------------------------------|----------------------------|----------------------------------------|---------------------------------|
| \$ 698,366           | \$ 211,477                          | \$ 3,723,531               | \$ 43,361,837                          | \$ 85,204,601                   |
| 2,457                |                                     | 15,612                     | 427,819                                | 741,659                         |
| <u>700,823</u>       | <u>211,477</u>                      | <u>3,739,143</u>           | <u>43,789,656</u>                      | <u>85,946,260</u>               |
| 346,578              | 150,538                             | 459,728                    | 560,517                                | 5,796,598                       |
| 9,970                | 3,932                               | 61,089                     | 28,471                                 | 4,408,966                       |
| 7,287                | 20,901                              | 2,111,514                  | 674,082                                | 21,440,974                      |
|                      |                                     | 1,642,714                  | 488                                    | 1,645,525                       |
|                      |                                     | 5,177,303                  | 42,698,526                             | 47,875,829                      |
|                      | 271                                 |                            | 19,586                                 | 1,218,579                       |
| 27,494               | 40,874                              | 1,106                      | 2,505                                  | 3,186,756                       |
| 275                  |                                     | 6,749                      | 4,029                                  | 70,367                          |
|                      |                                     |                            |                                        | 540,007                         |
| 1,521                |                                     | 11,810                     | 33,199                                 | 281,406                         |
| <u>225,425</u>       |                                     | <u>97,705</u>              | <u>11,117</u>                          | <u>360,783</u>                  |
| <u>618,550</u>       | <u>216,516</u>                      | <u>9,569,718</u>           | <u>44,032,520</u>                      | <u>86,825,790</u>               |
| <u>82,273</u>        | <u>(5,039)</u>                      | <u>(5,830,575)</u>         | <u>(242,864)</u>                       | <u>(879,530)</u>                |
|                      |                                     | 2,040,668                  | 302,419                                | 3,116,810                       |
|                      |                                     | (6,629)                    |                                        | (132,157)                       |
|                      |                                     | (46,088)                   | (997)                                  | 919,313                         |
|                      |                                     | <u>1,987,951</u>           | <u>301,422</u>                         | <u>3,772,722</u>                |
| <u>82,273</u>        | <u>(5,039)</u>                      | <u>(3,842,624)</u>         | <u>58,558</u>                          | <u>2,893,192</u>                |
|                      |                                     |                            |                                        | 2,069,100                       |
|                      |                                     | (16,347)                   |                                        | (239,746)                       |
| <u>82,273</u>        | <u>(5,039)</u>                      | <u>(3,858,971)</u>         | <u>58,558</u>                          | <u>4,722,546</u>                |
|                      |                                     | (3,522,832)                | 150,771                                | 22,411,319                      |
|                      |                                     | 3,010                      |                                        | (16,051,483)                    |
|                      |                                     |                            |                                        | (521,164)                       |
|                      |                                     |                            |                                        | (1,908,873)                     |
|                      |                                     |                            |                                        | (59,381)                        |
|                      |                                     |                            |                                        | (12,343,475)                    |
| <u>\$ 82,273</u>     | <u>\$ (5,039)</u>                   | <u>\$ (7,378,793)</u>      | <u>\$ 209,329</u>                      | <u>\$ (3,750,511)</u>           |

**Maricopa County**  
**Combining Statement Of Cash Flows**  
**All Internal Service Funds**  
**For the Fiscal Year Ended June 30, 1997**

|                                                                                                              | HEALTH<br>SERVICES<br>ADMINISTRATION | EQUIPMENT<br>SERVICES | TELECOM-<br>MUNICATIONS |
|--------------------------------------------------------------------------------------------------------------|--------------------------------------|-----------------------|-------------------------|
| <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>                                                           |                                      |                       |                         |
| Operating income (loss)                                                                                      | \$ 396,794                           | \$ 4,219,519          | \$ 500,362              |
| Adjustments to reconcile operating income (loss)<br>to net cash provided by (used for) operating activities: |                                      |                       |                         |
| Depreciation                                                                                                 |                                      | 117,402               | 117,474                 |
| Changes in assets and liabilities -                                                                          |                                      |                       |                         |
| Increase in:                                                                                                 |                                      |                       |                         |
| Investments held by Trustee                                                                                  |                                      |                       |                         |
| Accounts receivable                                                                                          |                                      |                       |                         |
| Due from other funds                                                                                         |                                      | (1,041,271)           |                         |
| Prepays                                                                                                      |                                      |                       |                         |
| Vouchers payable                                                                                             |                                      | 689,474               | 459,024                 |
| Employee compensation                                                                                        |                                      | 10,206                | 16,367                  |
| Accrued liabilities                                                                                          |                                      |                       |                         |
| Due to other funds                                                                                           |                                      | 2,105                 |                         |
| Decrease in:                                                                                                 |                                      |                       |                         |
| Due from other funds                                                                                         | 817                                  |                       | 56,979                  |
| Inventory of supplies                                                                                        |                                      | 137,732               | 4,512                   |
| Miscellaneous                                                                                                |                                      |                       |                         |
| Vouchers payable                                                                                             | (19,751)                             |                       |                         |
| Employee compensation                                                                                        |                                      |                       |                         |
| Accrued liabilities                                                                                          |                                      |                       | (10,628)                |
| Due to other funds                                                                                           | (612,888)                            |                       | (394,012)               |
| Liability for reported and incurred but not reported claims                                                  |                                      |                       |                         |
| Net cash provided by (used for) operating activities                                                         | <u>(235,028)</u>                     | <u>4,135,167</u>      | <u>750,078</u>          |
| <b><u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u></b>                                                |                                      |                       |                         |
| Interest expense                                                                                             | (58,129)                             |                       | (67,399)                |
| Operating transfers from other funds                                                                         |                                      | 2,069,100             |                         |
| Operating transfers to other funds                                                                           | (83,409)                             | (35,084)              | (104,906)               |
| Cash transfers from (to) other funds                                                                         | <u>(521,164)</u>                     | <u>(16,155,976)</u>   | <u>42,102</u>           |
| Net cash used for noncapital financing activities                                                            | <u>(662,702)</u>                     | <u>(14,121,960)</u>   | <u>(130,203)</u>        |
| <b><u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u></b>                                       |                                      |                       |                         |
| Acquisition of fixed assets                                                                                  |                                      | (7,527,138)           | (255,607)               |
| Proceeds from sale of fixed assets                                                                           |                                      | 918,863               | 450                     |
| Net cash used for capital and related financing activities                                                   |                                      | <u>(6,608,275)</u>    | <u>(255,157)</u>        |
| <b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>                                                           |                                      |                       |                         |
| Interest income                                                                                              | 10,612                               | 950,188               |                         |
| Net cash provided by investing activities                                                                    | <u>10,612</u>                        | <u>950,188</u>        |                         |
| Net increase (decrease) in cash and cash equivalents                                                         | (887,118)                            | (15,644,880)          | 364,718                 |
| Cash and cash equivalents, July 1, 1996                                                                      | 887,118                              | 17,974,821            |                         |
| Cash and cash equivalents, June 30, 1997                                                                     | <u>\$</u>                            | <u>\$ 2,329,941</u>   | <u>\$ 364,718</u>       |
| <b><u>SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</u></b>                                |                                      |                       |                         |
| Transfer of equipment to General Fixed Assets Account Group                                                  | \$                                   | \$ (38,217,136)       | \$                      |
| Transfer of equipment to Enterprise Fund                                                                     |                                      | (4,083,502)           |                         |
| Transfer of equipment to Internal Service Fund                                                               |                                      | (274,932)             |                         |
| Transfer accumulated depreciation to General Fixed Assets Account Group                                      |                                      | 25,873,661            |                         |
| Transfer accumulated depreciation to Enterprise Fund                                                         |                                      | 2,174,629             |                         |
| Transfer accumulated depreciation to Internal Service Fund                                                   |                                      | 215,551               |                         |
| Residual equity transfers                                                                                    |                                      | 14,311,729            | (59,381)                |
| Transfer of equipment from Equipment Services Fund                                                           |                                      |                       | 274,932                 |
| Transfer of accumulated depreciation from Equipment Services Fund                                            |                                      |                       | (215,551)               |
| Deletion of equipment                                                                                        |                                      | (2,181,151)           | (63,723)                |
| Elimination of accumulated depreciation related to deletions                                                 |                                      | 2,159,902             | 813                     |
| Loss on disposal of fixed assets                                                                             |                                      | 21,249                | 62,910                  |

| REPROGRAPHICS | FACILITIES<br>DISCRETIONARY | RISK<br>MANAGEMENT | EMPLOYEE<br>BENEFITS<br>TRUST | TOTALS<br>JUNE 30, 1997 |
|---------------|-----------------------------|--------------------|-------------------------------|-------------------------|
| \$ 82,273     | \$ (5,039)                  | \$ (5,830,575)     | \$ (242,864)                  | \$ (879,530)            |
| 1,521         |                             | 11,810             | 33,199                        | 281,406                 |
|               |                             | (3,811,062)        |                               | (3,811,062)             |
|               |                             | (147,932)          | (49,286)                      | (49,286)                |
|               |                             | (59,793)           | (37,175)                      | (1,226,378)             |
| 17,444        |                             | (2,000)            | (61,793)                      | (61,793)                |
| 38,412        |                             | 1,094,348          | 1,781,222                     | 4,041,512               |
|               |                             | 444,095            | 48,654                        | 64,985                  |
| 1,639         | 5,039                       | 387                |                               | 492,749                 |
|               |                             |                    |                               | 9,170                   |
|               |                             |                    |                               | 57,796                  |
|               |                             |                    |                               | 142,244                 |
|               |                             | 305,866            | 2,060                         | 307,926                 |
|               |                             |                    |                               | (19,751)                |
|               |                             | (25,665)           | (24,186)                      | (49,851)                |
|               |                             |                    |                               | (10,628)                |
|               |                             |                    |                               | (1,006,900)             |
|               |                             | (5,546,268)        | (43,896)                      | (5,590,164)             |
| 141,289       |                             | (13,564,789)       | 1,465,728                     | (7,307,555)             |
|               |                             | (6,629)            |                               | (132,157)               |
|               |                             | (16,347)           |                               | 2,069,100               |
|               |                             | 3,010              |                               | (239,746)               |
|               |                             | (19,966)           |                               | (16,632,028)            |
|               |                             |                    |                               | (14,934,831)            |
| (7,149)       |                             | (23,817)           | (5,012)                       | (7,818,723)             |
|               |                             |                    |                               | 919,313                 |
| (7,149)       |                             | (23,817)           | (5,012)                       | (6,899,410)             |
|               |                             | 2,082,865          | 290,778                       | 3,334,443               |
|               |                             | 2,082,865          | 290,778                       | 3,334,443               |
| 134,140       |                             | (11,525,707)       | 1,751,494                     | (25,807,353)            |
|               |                             | 38,205,292         | 3,285,213                     | 60,352,444              |
| \$ 134,140    | \$                          | \$ 26,679,585      | \$ 5,036,707                  | \$ 34,545,091           |
| \$            | \$                          | \$                 | \$                            | \$ (38,217,136)         |
|               |                             |                    |                               | (4,083,502)             |
|               |                             |                    |                               | (274,932)               |
|               |                             |                    |                               | 25,873,661              |
|               |                             |                    |                               | 2,174,629               |
|               |                             |                    |                               | 215,551                 |
|               |                             |                    |                               | 14,252,348              |
|               |                             |                    |                               | 274,932                 |
|               |                             |                    |                               | (215,551)               |
|               |                             | (72,309)           | (1,468)                       | (2,318,651)             |
|               |                             | 26,221             | 471                           | 2,187,407               |
|               |                             | 46,088             | 997                           | 131,244                 |

**Financial Section**

**Trust And Agency Funds**

Trust and 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 Agency Funds which are not under the control of the Board of Supervisors; i.e. schools and special districts. Agency Funds are custodial in nature and do not involve measurement of results of operations.

The County maintains an Expendable Trust Fund for contributions expended in accordance with the covenants of the donation. Expendable Trust Funds are accounted for in essentially the same manner as Governmental Funds. A short description of each fund is provided on the next page.

**AGENCY FUNDS**

Property Tax Collection  
School Districts  
Special Districts  
Special Purpose

**TRUST FUNDS**

Contributions

**AGENCY FUNDS:**

**Property Tax Collection** - The Property Tax Collection Fund accounts for property tax receipts prior to apportionment to the taxing governmental units.

**School Districts** - The School Districts Fund accounts for all Maricopa County School District cash balances.

**Special Districts** - The Special Districts Funds account for all Maricopa County Taxing Districts which have not been included elsewhere. This includes irrigation districts, fire districts, sanitation districts, water districts and road districts.

**Special Purpose** - The Special Purpose Funds account for receipts which are designated for special purposes and are not related to an individual governmental unit.

**TRUST FUNDS:**

**Contributions** - Contributions accounts for activities that are financed through donations by citizens or groups.

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**Maricopa County**  
**Combining Balance Sheet**  
**All Trust And Agency Funds**  
For the Fiscal Year Ended June 30, 1997

|                                      | AGENCY FUNDS                  |                         |                      |
|--------------------------------------|-------------------------------|-------------------------|----------------------|
|                                      | PROPERTY<br>TAX<br>COLLECTION | SCHOOL<br>DISTRICTS     | SPECIAL<br>DISTRICTS |
| <b>ASSETS</b>                        |                               |                         |                      |
| Cash and cash equivalents            | \$ 22,690,656                 | \$ 1,039,122,359        | \$ 15,787,049        |
| Receivables:                         |                               |                         |                      |
| Accrued interest                     |                               | 8,278,376               | 85,919               |
| Due from other funds                 |                               | 6,050,337               | 252,554              |
| Due from other governmental units    |                               |                         |                      |
| Miscellaneous due from               |                               |                         |                      |
| Total assets                         | <u>\$ 22,690,656</u>          | <u>\$ 1,053,451,072</u> | <u>\$ 16,125,522</u> |
| <b>LIABILITIES AND FUND BALANCES</b> |                               |                         |                      |
| Liabilities:                         |                               |                         |                      |
| Vouchers payable                     | \$                            | \$                      | \$                   |
| Due to other funds                   | 7,960,970                     |                         |                      |
| Due to other governmental units      | 9,039,795                     | 1,053,451,072           | 16,125,522           |
| Deposits held for other parties      | 5,689,891                     |                         |                      |
| Total liabilities                    | <u>22,690,656</u>             | <u>1,053,451,072</u>    | <u>16,125,522</u>    |
| Fund balances                        |                               |                         |                      |
| Unreserved                           |                               |                         |                      |
| Total liabilities and fund balances  | <u>\$ 22,690,656</u>          | <u>\$ 1,053,451,072</u> | <u>\$ 16,125,522</u> |



| <u>SPECIAL<br/>PURPOSE</u> | <u>EXPENDABLE<br/>TRUST</u><br><u>CONTRIBUTIONS</u> | <u>TOTALS</u><br><u>JUNE 30, 1997</u> |
|----------------------------|-----------------------------------------------------|---------------------------------------|
| \$ 49,300,527              | \$ 129,347                                          | \$ 1,127,029,938                      |
|                            |                                                     | 8,364,295                             |
| 205,842                    |                                                     | 6,302,891                             |
|                            |                                                     | 205,842                               |
|                            | 3,248                                               | 3,248                                 |
| <u>\$ 49,506,369</u>       | <u>\$ 132,595</u>                                   | <u>\$ 1,141,906,214</u>               |
| \$ 9,440,260               | \$                                                  | \$ 9,440,260                          |
| 2,087,457                  |                                                     | 10,048,427                            |
| 338,550                    |                                                     | 1,078,954,939                         |
| 37,640,102                 |                                                     | 43,329,993                            |
| <u>49,506,369</u>          |                                                     | <u>1,141,773,619</u>                  |
|                            |                                                     | 132,595                               |
|                            | 132,595                                             | 132,595                               |
| <u>\$ 49,506,369</u>       | <u>\$ 132,595</u>                                   | <u>\$ 1,141,906,214</u>               |

**Maricopa County**  
**Combining Statement Of Changes In Assets And Liabilities**  
**All Agency Funds**  
For the Fiscal Year Ended June 30, 1997

|                                       | BALANCE<br>JULY 1, 1996 | ADDITIONS               | DEDUCTIONS              | BALANCE<br>JUNE 30, 1997 |
|---------------------------------------|-------------------------|-------------------------|-------------------------|--------------------------|
| <b><u>PROPERTY TAX COLLECTION</u></b> |                         |                         |                         |                          |
| <u>Assets</u>                         |                         |                         |                         |                          |
| Cash and cash equivalents             | \$ 22,496,603           | \$ 2,201,545,720        | \$ 2,201,351,667        | \$ 22,690,656            |
| Total assets                          | <u>\$ 22,496,603</u>    | <u>\$ 2,201,545,720</u> | <u>\$ 2,201,351,667</u> | <u>\$ 22,690,656</u>     |
| <u>Liabilities</u>                    |                         |                         |                         |                          |
| Due to other funds                    | \$ 12,023,992           | \$ 1,849,860,677        | \$ 1,853,923,699        | \$ 7,960,970             |
| Due to other governmental units       | 10,053,758              | 287,510,768             | 288,524,731             | 9,039,795                |
| Deposits held for other parties       | 418,853                 | 64,174,275              | 58,903,237              | 5,689,891                |
| Total liabilities                     | <u>\$ 22,496,603</u>    | <u>\$ 2,201,545,720</u> | <u>\$ 2,201,351,667</u> | <u>\$ 22,690,656</u>     |
| <br><b><u>SCHOOL DISTRICTS</u></b>    |                         |                         |                         |                          |
| <u>Assets</u>                         |                         |                         |                         |                          |
| Cash and cash equivalents             | \$ 877,738,131          | \$ 7,078,109,081        | \$ 6,916,724,853        | \$ 1,039,122,359         |
| Marketable securities                 | 19,983,600              |                         | 19,983,600              |                          |
| Accrued interest receivable           | 10,640,080              | 8,278,376               | 10,640,080              | 8,278,376                |
| Due from other funds                  | 9,162,513               | 6,050,337               | 9,162,513               | 6,050,337                |
| Total assets                          | <u>\$ 917,524,324</u>   | <u>\$ 7,092,437,794</u> | <u>\$ 6,956,511,046</u> | <u>\$ 1,053,451,072</u>  |
| <u>Liabilities</u>                    |                         |                         |                         |                          |
| Due to other governmental units       | \$ 917,524,324          | \$ 7,092,437,794        | \$ 6,956,511,046        | \$ 1,053,451,072         |
| Total liabilities                     | <u>\$ 917,524,324</u>   | <u>\$ 7,092,437,794</u> | <u>\$ 6,956,511,046</u> | <u>\$ 1,053,451,072</u>  |
| <br><b><u>SPECIAL DISTRICTS</u></b>   |                         |                         |                         |                          |
| <u>Assets</u>                         |                         |                         |                         |                          |
| Cash and cash equivalents             | \$ 16,783,259           | \$ 77,081,451           | \$ 78,077,661           | \$ 15,787,049            |
| Accrued interest receivable           | 192,871                 | 85,919                  | 192,871                 | 85,919                   |
| Due from other funds                  | 232,562                 | 252,554                 | 232,562                 | 252,554                  |
| Total assets                          | <u>\$ 17,208,692</u>    | <u>\$ 77,419,924</u>    | <u>\$ 78,503,094</u>    | <u>\$ 16,125,522</u>     |
| <u>Liabilities</u>                    |                         |                         |                         |                          |
| Due to other governmental units       | \$ 17,208,692           | \$ 77,419,924           | \$ 78,503,094           | \$ 16,125,522            |
| Total liabilities                     | <u>\$ 17,208,692</u>    | <u>\$ 77,419,924</u>    | <u>\$ 78,503,094</u>    | <u>\$ 16,125,522</u>     |

**Maricopa County**  
**Combining Statement Of Changes In Assets And Liabilities**  
**All Agency Funds (Continued)**  
For the Fiscal Year Ended June 30, 1997

|                                               | BALANCE<br>JULY 1, 1996 | ADDITIONS                | DEDUCTIONS               | BALANCE<br>JUNE 30, 1997 |
|-----------------------------------------------|-------------------------|--------------------------|--------------------------|--------------------------|
| <b><u>SPECIAL PURPOSE</u></b>                 |                         |                          |                          |                          |
| <b><u>Assets</u></b>                          |                         |                          |                          |                          |
| Cash and cash equivalents                     | \$ 36,641,466           | \$ 1,569,015,046         | \$ 1,556,355,985         | \$ 49,300,527            |
| Accrued interest receivable                   | 478,363                 |                          | 478,363                  |                          |
| Due from other funds                          | 5,547                   |                          | 5,547                    |                          |
| Due from other governmental units             | 102,477                 | 205,842                  | 102,477                  | 205,842                  |
| Miscellaneous due from                        | 530                     |                          | 530                      |                          |
| Total assets                                  | <u>\$ 37,228,383</u>    | <u>\$ 1,569,220,888</u>  | <u>\$ 1,556,942,902</u>  | <u>\$ 49,506,369</u>     |
| <b><u>Liabilities</u></b>                     |                         |                          |                          |                          |
| Vouchers payable                              | \$ 204,505              | \$ 9,440,260             | \$ 204,505               | \$ 9,440,260             |
| Due to other funds                            | 2,545,658               | 2,087,457                | 2,545,658                | 2,087,457                |
| Due to other governmental units               | 363,563                 | 338,550                  | 363,563                  | 338,550                  |
| Deposits held for other parties               | 34,114,657              | 1,557,354,621            | 1,553,829,176            | 37,640,102               |
| Total liabilities                             | <u>\$ 37,228,383</u>    | <u>\$ 1,569,220,888</u>  | <u>\$ 1,556,942,902</u>  | <u>\$ 49,506,369</u>     |
| <br><b><u>TOTALS FOR ALL AGENCY FUNDS</u></b> |                         |                          |                          |                          |
| <b><u>Assets</u></b>                          |                         |                          |                          |                          |
| Cash and cash equivalents                     | \$ 953,659,459          | \$ 10,925,751,298        | \$ 10,752,510,166        | \$ 1,126,900,591         |
| Marketable securities                         | 19,983,600              |                          | 19,983,600               |                          |
| Accrued interest receivable                   | 11,311,314              | 8,364,295                | 11,311,314               | 8,364,295                |
| Due from other funds                          | 9,400,622               | 6,302,891                | 9,400,622                | 6,302,891                |
| Due from other governmental units             | 102,477                 | 205,842                  | 102,477                  | 205,842                  |
| Miscellaneous due from                        | 530                     |                          | 530                      |                          |
| Total assets                                  | <u>\$ 994,458,002</u>   | <u>\$ 10,940,624,326</u> | <u>\$ 10,793,308,709</u> | <u>\$ 1,141,773,619</u>  |
| <b><u>Liabilities</u></b>                     |                         |                          |                          |                          |
| Vouchers payable                              | \$ 204,505              | \$ 9,440,260             | \$ 204,505               | \$ 9,440,260             |
| Due to other funds                            | 14,569,650              | 1,851,948,134            | 1,856,469,357            | 10,048,427               |
| Due to other governmental units               | 945,150,337             | 7,457,707,036            | 7,323,902,434            | 1,078,954,939            |
| Deposits held for other parties               | 34,533,510              | 1,621,528,896            | 1,612,732,413            | 43,329,993               |
| Total liabilities                             | <u>\$ 994,458,002</u>   | <u>\$ 10,940,624,326</u> | <u>\$ 10,793,308,709</u> | <u>\$ 1,141,773,619</u>  |

*Financial Section*

**General Fixed Assets Account Group**

The General Fixed Assets Account Group is used to account for all of the County's property, plant and equipment other than those accounted for in Proprietary Funds.

**Maricopa County**  
**Schedule Of General Fixed Assets**  
**By Function And Activity**  
**June 30, 1997**

|                                 | <u>LAND</u>          | <u>BUILDINGS</u>      | <u>IMPROVEMENTS<br/>OTHER THAN<br/>BUILDINGS</u> | <u>MACHINERY &amp;<br/>EQUIPMENT</u> | <u>TOTAL</u>          |
|---------------------------------|----------------------|-----------------------|--------------------------------------------------|--------------------------------------|-----------------------|
| <b>GENERAL GOVERNMENT</b>       |                      |                       |                                                  |                                      |                       |
| County Assessor                 | \$                   | \$                    | \$ 416,233                                       | \$ 3,079,815                         | \$ 3,496,048          |
| Board of Supervisors            |                      |                       |                                                  | 346,643                              | 346,643               |
| Finance                         |                      |                       | 209,409                                          | 228,840                              | 438,249               |
| Office of Management & Budget   |                      |                       |                                                  | 67,022                               | 67,022                |
| Facilities Management           |                      | 15,793,872            | 2,073,459                                        | 2,573,340                            | 20,440,671            |
| Materials Management            |                      | 907,588               |                                                  | 1,151,997                            | 2,059,585             |
| Computer Systems                |                      |                       |                                                  | 3,445,343                            | 3,445,343             |
| Telecommunications              |                      |                       |                                                  | 14,710,941                           | 14,710,941            |
| County Manager                  |                      |                       |                                                  | 60,361                               | 60,361                |
| Elections                       |                      |                       |                                                  | 4,744,281                            | 4,744,281             |
| Internal Audit                  |                      |                       |                                                  | 48,617                               | 48,617                |
| Human Resources                 |                      |                       |                                                  | 609,948                              | 609,948               |
| Recorder                        |                      |                       | 898,965                                          | 6,623,283                            | 7,522,248             |
| Treasurer                       |                      |                       |                                                  | 2,301,295                            | 2,301,295             |
| Non-departmental                | 22,763,939           | 84,912,237            | 3,862,599                                        | 2,966,018                            | 114,504,793           |
| <b>Total General Government</b> | <b>\$ 22,763,939</b> | <b>\$ 101,613,697</b> | <b>\$ 7,460,665</b>                              | <b>\$ 42,957,744</b>                 | <b>\$ 174,796,045</b> |
| <b>PUBLIC SAFETY</b>            |                      |                       |                                                  |                                      |                       |
| Adult Probation                 | \$                   | \$                    | \$ 450,552                                       | \$ 5,349,896                         | \$ 5,800,448          |
| Emergency Management            |                      |                       |                                                  | 385,669                              | 385,669               |
| Clerk of Superior Court         |                      | 94,656                | 124,352                                          | 3,968,349                            | 4,187,357             |
| County Attorney                 |                      | 48,480                |                                                  | 6,568,968                            | 6,617,448             |
| Justice Courts                  |                      | 3,187,749             | 2,057,501                                        | 2,905,099                            | 8,150,349             |
| Constables                      |                      |                       |                                                  | 361,016                              | 361,016               |
| Correctional Health             |                      |                       |                                                  | 311,313                              | 311,313               |
| Juvenile Court                  |                      | 19,766,540            | 493,625                                          | 3,031,409                            | 23,291,574            |
| Medical Examiner                |                      |                       | 191,259                                          | 745,227                              | 936,486               |
| Planning and Development        |                      |                       |                                                  | 932,122                              | 932,122               |
| Public Defender                 |                      |                       | 96,089                                           | 1,792,745                            | 1,888,834             |
| Public Fiduciary                |                      |                       |                                                  | 134,910                              | 134,910               |
| Superior Court                  |                      | 16,017,773            | 12,349,024                                       | 7,905,209                            | 36,272,006            |
| Sheriff                         | 518,920              | 88,958,845            | 6,326,625                                        | 27,876,771                           | 123,681,161           |
| Flood Control                   | 17,243               | 10,432,320            |                                                  | 11,424,945                           | 21,874,508            |
| <b>Total Public Safety</b>      | <b>\$ 536,163</b>    | <b>\$ 138,506,363</b> | <b>\$ 22,089,027</b>                             | <b>\$ 73,693,648</b>                 | <b>\$ 234,825,201</b> |

**Maricopa County**  
**Schedule Of General Fixed Assets**  
**By Function And Activity (Continued)**  
**June 30, 1997**

|                                                      | LAND          | BUILDINGS      | IMPROVEMENTS<br>OTHER THAN<br>BUILDINGS | MACHINERY &<br>EQUIPMENT | TOTAL                 |
|------------------------------------------------------|---------------|----------------|-----------------------------------------|--------------------------|-----------------------|
| <b>HIGHWAYS AND STREETS</b>                          |               |                |                                         |                          |                       |
| Transportation                                       | \$ 5,739,019  | \$ 13,772,617  | \$ 6,301,149                            | \$ 27,437,898            | \$ 53,250,683         |
| Total Highways and Streets                           | \$ 5,739,019  | \$ 13,772,617  | \$ 6,301,149                            | \$ 27,437,898            | \$ 53,250,683         |
| <b>HEALTH, WELFARE AND SANITATION</b>                |               |                |                                         |                          |                       |
| Community Development                                | \$            | \$             | \$                                      | \$ 111,784               | \$ 111,784            |
| Social Services                                      |               | 80,478         |                                         | 3,972,452                | 4,052,930             |
| Housing Authority                                    |               | 33,878,668     |                                         |                          | 33,878,668            |
| Air Pollution                                        |               | 264,709        |                                         | 3,450,642                | 3,715,351             |
| Rabies/Animal Control                                |               | 1,763,430      | 422,973                                 | 1,386,489                | 3,572,892             |
| Medical Assistance Program                           |               | 2,425          |                                         | 919,619                  | 922,044               |
| Public Health                                        |               | 2,201,723      | 15,099                                  | 2,398,689                | 4,615,511             |
| Total Health, Welfare and Sanitation                 | \$            | \$ 38,191,433  | \$ 438,072                              | \$ 12,239,675            | \$ 50,869,180         |
| <b>CULTURE AND RECREATION</b>                        |               |                |                                         |                          |                       |
| Library                                              | \$            | \$ 6,474,933   | \$ 5,272                                | \$ 2,513,116             | \$ 8,993,321          |
| Parks and Recreation                                 | 5,730,334     | 3,482          | 3,832,166                               | 2,744,970                | 12,310,952            |
| Stadium District                                     |               | 4,301,767      |                                         | 19,328                   | 4,321,095             |
| Major League Stadium                                 |               | 1,665,413      |                                         | 7,839                    | 1,673,252             |
| Sports Authority                                     |               |                |                                         | 14,557                   | 14,557                |
| Total Culture and Recreation                         | \$ 5,730,334  | \$ 12,445,595  | \$ 3,837,438                            | \$ 5,299,810             | \$ 27,313,177         |
| <b>EDUCATION</b>                                     |               |                |                                         |                          |                       |
| Superintendent of Schools                            | \$            | \$             | \$                                      | \$ 878,221               | \$ 878,221            |
| Total Education                                      | \$            | \$             | \$                                      | \$ 878,221               | \$ 878,221            |
| Total general fixed assets<br>allocated to functions | \$ 34,769,455 | \$ 304,529,705 | \$ 40,126,351                           | \$ 162,506,996           | \$ 541,932,507        |
| Construction in progress                             |               |                |                                         |                          | \$ 264,092,141        |
| <b>TOTAL GENERAL FIXED ASSETS</b>                    |               |                |                                         |                          | <b>\$ 806,024,648</b> |

**Maricopa County**  
**Schedule Of Changes In General Fixed Assets**  
**By Function And Activity**  
**June 30, 1997**

|                               | GENERAL<br>FIXED ASSETS<br>JULY 1, 1996<br>(as adjusted) | ADDITIONS            | DEDUCTIONS          | GENERAL<br>FIXED ASSETS<br>JUNE 30, 1997 |
|-------------------------------|----------------------------------------------------------|----------------------|---------------------|------------------------------------------|
| <b>GENERAL GOVERNMENT</b>     |                                                          |                      |                     |                                          |
| County Assessor               | \$ 3,146,660                                             | \$ 404,435           | \$ 55,047           | \$ 3,496,048                             |
| Board of Supervisors          | 342,802                                                  | 21,495               | 17,654              | 346,643                                  |
| Finance                       | 361,339                                                  | 87,257               | 10,347              | 438,249                                  |
| Office of Management & Budget | 18,906                                                   | 48,116               |                     | 67,022                                   |
| Facilities Management         | 19,616,032                                               | 939,158              | 114,519             | 20,440,671                               |
| Materials Management          | 1,924,298                                                | 244,169              | 108,882             | 2,059,585                                |
| Computer Systems              | 4,086,869                                                | 708,926              | 1,350,452           | 3,445,343                                |
| Telecommunications            | 15,106,095                                               |                      | 395,154             | 14,710,941                               |
| County Manager                | 63,642                                                   | 1,425                | 4,706               | 60,361                                   |
| Elections                     | 4,649,977                                                | 112,988              | 18,684              | 4,744,281                                |
| Internal Audit                | 46,672                                                   | 4,327                | 2,382               | 48,617                                   |
| Human Resources               | 575,317                                                  | 145,415              | 110,784             | 609,948                                  |
| Recorder                      | 7,485,280                                                | 606,016              | 569,048             | 7,522,248                                |
| Treasurer                     | 2,573,206                                                | 889,331              | 1,161,242           | 2,301,295                                |
| Non-departmental              | 111,661,328                                              | 3,896,413            | 1,052,948           | 114,504,793                              |
| Total General Government      | <u>\$ 171,658,423</u>                                    | <u>\$ 8,109,471</u>  | <u>\$ 4,971,849</u> | <u>\$ 174,796,045</u>                    |
| <b>PUBLIC SAFETY</b>          |                                                          |                      |                     |                                          |
| Adult Probation               | \$ 4,766,439                                             | \$ 1,110,190         | \$ 76,181           | \$ 5,800,448                             |
| Emergency Management          | 298,541                                                  | 200,993              | 113,865             | 385,669                                  |
| Clerk of Superior Court       | 3,737,120                                                | 510,997              | 60,760              | 4,187,357                                |
| County Attorney               | 6,600,460                                                | 613,043              | 596,055             | 6,617,448                                |
| Justice Courts                | 7,778,540                                                | 449,026              | 77,217              | 8,150,349                                |
| Constables                    | 33,467                                                   | 327,549              |                     | 361,016                                  |
| Correctional Health           | 136,157                                                  | 175,156              |                     | 311,313                                  |
| Juvenile Court                | 23,654,051                                               | 443,851              | 806,328             | 23,291,574                               |
| Medical Examiner              | 727,852                                                  | 215,015              | 6,381               | 936,486                                  |
| Planning and Development      | 743,354                                                  | 283,402              | 94,634              | 932,122                                  |
| Public Defender               | 1,869,057                                                | 349,703              | 329,926             | 1,888,834                                |
| Public Fiduciary              | 50,459                                                   | 84,451               |                     | 134,910                                  |
| Superior Court                | 34,615,445                                               | 1,724,623            | 68,062              | 36,272,006                               |
| Sheriff                       | 113,849,014                                              | 12,519,567           | 2,687,420           | 123,681,161                              |
| Flood Control                 | 16,591,922                                               | 5,906,414            | 623,828             | 21,874,508                               |
| Total Public Safety           | <u>\$ 215,451,878</u>                                    | <u>\$ 24,913,980</u> | <u>\$ 5,540,657</u> | <u>\$ 234,825,201</u>                    |

**Maricopa County**  
**Schedule Of Changes In General Fixed Assets**  
**By Function And Activity (Continued)**  
**June 30, 1997**

|                                       | GENERAL<br>FIXED ASSETS<br>JULY 1, 1996<br>(as adjusted) | ADDITIONS      | DEDUCTIONS    | GENERAL<br>FIXED ASSETS<br>JUNE 30, 1997 |
|---------------------------------------|----------------------------------------------------------|----------------|---------------|------------------------------------------|
| <b>HIGHWAYS AND STREETS</b>           |                                                          |                |               |                                          |
| Transportation                        | \$ 35,828,204                                            | \$ 18,569,782  | \$ 1,147,303  | \$ 53,250,683                            |
| Total Highways and Streets            | \$ 35,828,204                                            | \$ 18,569,782  | \$ 1,147,303  | \$ 53,250,683                            |
| <b>HEALTH, WELFARE AND SANITATION</b> |                                                          |                |               |                                          |
| Community Development                 | \$ 89,769                                                | \$ 45,542      | \$ 23,527     | \$ 111,784                               |
| Social Service                        | 2,658,714                                                | 1,698,027      | 303,811       | 4,052,930                                |
| Housing Authority                     | 33,719,204                                               | 159,464        |               | 33,878,668                               |
| Air Pollution                         | 2,932,557                                                | 813,347        | 30,553        | 3,715,351                                |
| Rabies/Animal Control                 | 2,754,033                                                | 852,199        | 33,340        | 3,572,892                                |
| Medical Assistance Program            | 721,759                                                  | 238,300        | 38,015        | 922,044                                  |
| Public Health                         | 4,064,587                                                | 556,673        | 5,749         | 4,615,511                                |
| Total Health, Welfare and Sanitation  | \$ 46,940,623                                            | \$ 4,363,552   | \$ 434,995    | \$ 50,869,180                            |
| <b>CULTURE AND RECREATION</b>         |                                                          |                |               |                                          |
| Library                               | \$ 9,006,268                                             | \$ 543,350     | \$ 556,297    | \$ 8,993,321                             |
| Parks and Recreation                  | 10,400,271                                               | 2,098,465      | 187,784       | 12,310,952                               |
| Stadium District                      | 4,321,095                                                |                |               | 4,321,095                                |
| Major League Stadium                  | 1,666,917                                                | 6,335          |               | 1,673,252                                |
| Sports Authority                      | 14,557                                                   |                |               | 14,557                                   |
| Total Culture and Recreation          | \$ 25,409,108                                            | \$ 2,648,150   | \$ 744,081    | \$ 27,313,177                            |
| <b>EDUCATION</b>                      |                                                          |                |               |                                          |
| Superintendent of Schools             | \$ 877,550                                               | \$ 33,204      | \$ 32,533     | \$ 878,221                               |
| Total Education                       | \$ 877,550                                               | \$ 33,204      | \$ 32,533     | \$ 878,221                               |
| Construction in Progress              | \$ 99,080,077                                            | \$ 168,726,154 | \$ 3,714,090  | \$ 264,092,141                           |
| Total General Fixed Assets            | \$ 595,245,863                                           | \$ 227,364,293 | \$ 16,585,508 | \$ 806,024,648                           |



**Financial Section**

**General Long Term Debt Account Group**

The General Long Term Debt Account Group is used to record and present the County's liability for non-proprietary long term obligations from date of issuance until the obligations are retired.

**Maricopa County**  
**General Long-Term Debt Account Group**  
**Comparative Balance Sheets**  
June 30, 1997 and 1996

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|                                                        | <u>BALANCE</u><br><u>JUNE 30, 1997</u> | <u>BALANCE</u><br><u>JUNE 30, 1996</u><br><u>(as adjusted)</u> |
|--------------------------------------------------------|----------------------------------------|----------------------------------------------------------------|
| Amount Available in Debt Service Funds                 | \$ 1,933,502                           | \$ 616,266                                                     |
| Amount to be Provided For Retirement of Long-Term Debt | <u>344,117,153</u>                     | <u>341,933,432</u>                                             |
| Total Available or to be Provided                      | <u>\$ 346,050,655</u>                  | <u>\$ 342,549,698</u>                                          |
| <br>                                                   |                                        |                                                                |
| General Obligation Bonds Payable                       | \$ 137,215,000                         | \$ 154,555,000                                                 |
| Special Assessment Debt With Governmental Commitment   | 634,091                                | 549,405                                                        |
| Housing Authority Bonds Payable                        | 135,495                                | 149,609                                                        |
| Housing Authority Permanent Notes and Interest Payable | 17,973,888                             | 17,942,385                                                     |
| Housing Authority Loans Payable                        | 2,295,974                              | 2,397,237                                                      |
| Stadium District Revenue Bonds and Interest Payable    | 65,602,154                             | 47,560,000                                                     |
| Capital Leases Payable                                 | 9,596,021                              | 12,482,894                                                     |
| Certificates of Participation Payable                  | 24,853,992                             | 27,807,099                                                     |
| Employee Compensation Payable                          | 19,958,249                             | 19,684,629                                                     |
| Claims and Judgments Payable                           | <u>67,785,791</u>                      | <u>69,421,440</u>                                              |
| Total General Long-Term Debt                           | <u>\$ 346,050,655</u>                  | <u>\$ 352,549,698</u>                                          |

## **STATISTICAL SECTION**

General Revenue By Source

Schedule Of Expenditures/Expenses By Function

Tax Revenues By Source

Property Tax Levies And Collections

Property Tax Levies - All Jurisdictions

Assessed Value And Current Market Value Of All Taxable Property

Property Value, Construction And Bank Deposits

Property Tax Rates And Tax Levies - Direct And Overlapping Governments - All  
County Governments

Property Tax Rates And Tax Levies - Direct And Overlapping Governments - County  
Controlled Governments

Comparative Ratio Of Bonded Debt To Assessed Values And Bonded Debt Per Capita

Computation Of Direct And Overlapping General Obligation Bonded Debt

Statement Of Legal Debt Limit

Ratio Of Annual General Obligation Debt Service Requirements

Revenue Bond Coverage - Maricopa County Stadium District

Special Assessment Billings And Collections

Principal Taxpayers

Schedule Of Insurance In Force

Salaries And Blanket Bond Of Elected County Officials

Miscellaneous Statistical Data

**Maricopa County  
General Revenue  
By Source  
Last Ten Fiscal Years**

| FISCAL YEAR | TAXES          | LICENSES AND PERMITS | INTER-GOVERNMENTAL REVENUE | CHARGES FOR SERVICES | FINES AND FORFEITS | MISCELLANEOUS REVENUES | TOTAL REVENUES |
|-------------|----------------|----------------------|----------------------------|----------------------|--------------------|------------------------|----------------|
| 1987-88     | \$ 196,648,699 | \$ 10,638,649        | \$ 268,594,412             | \$ 161,949,792       | \$ 5,237,009       | \$ 27,981,587          | \$ 671,050,148 |
| 1988-89     | 217,335,868    | 10,688,559           | 297,345,361                | 236,125,406          | 5,629,763          | 32,093,526             | 799,218,483    |
| 1989-90     | 225,735,623    | 10,283,748           | 321,260,493                | 301,440,806          | 6,286,226          | 38,502,656             | 903,509,552    |
| 1990-91     | 233,695,836    | 10,051,451           | 347,727,163                | 332,830,758          | 6,902,568          | 39,458,743             | 970,666,519    |
| 1991-92     | 244,169,031    | 10,358,198           | 401,145,843                | 396,337,501          | 8,041,074          | 35,877,173             | 1,095,928,820  |
| 1992-93     | 241,583,133    | 11,259,000           | 360,680,338                | 449,030,396          | 6,122,462          | 85,268,280             | 1,153,943,609  |
| 1993-94     | 223,501,878    | 12,620,995           | 413,395,893                | 490,597,087          | 7,078,224          | 103,261,423            | 1,250,455,500  |
| 1994-95     | 225,445,807    | 14,940,192           | 469,173,104                | 503,308,300          | 8,474,023          | 120,263,029            | 1,341,604,455  |
| 1995-96     | 234,576,660    | 12,415,267           | 569,939,435                | 514,379,027          | 9,862,807          | 128,748,175            | 1,469,921,371  |
| 1996-97     | 240,138,668    | 13,324,933           | 624,050,582                | 501,022,059          | 11,499,560         | 145,577,959            | 1,535,613,761  |

The above amounts include revenue for all fund types, unless otherwise noted below.

Revenues include all operating and non-operating revenue after elimination of internal service charges.

The major increase in charges for services in fiscal years 1988-89 and 1989-90 is due to the inception of the Arizona Long-Term Care System (ALTCS).

The decrease in taxes in fiscal year 1993-94 reflects a \$4.3 million decrease in the levy, and decreased interest on delinquent taxes.

The increase in fiscal year 1995-96 intergovernmental revenue includes a \$68.2 million increase in the .25% sales tax imposed on April 1, 1995. This sales tax is being used for the construction of the Arizona Diamondbacks Major League Baseball Stadium.

Intergovernmental Revenue and Charges for Services were adjusted to include grant revenues which were improperly classified on this schedule prior to fiscal year 1996-97.

Miscellaneous Revenues were adjusted in years prior to fiscal year 1996-97 to include gains on sale of fixed assets and disproportionate share revenue which were not included on this schedule.

**Maricopa County  
Schedule Of Expenditures/Expenses  
By Function  
Last Ten Fiscal Years**

| FISCAL YEAR | GENERAL GOVERNMENT | PUBLIC SAFETY  | HIGHWAYS STREETS | HEALTH, WELFARE AND SANITATION |
|-------------|--------------------|----------------|------------------|--------------------------------|
| 1987-88     | \$ 77,389,351      | \$ 190,613,856 | \$ 26,744,722    | \$ 281,627,673                 |
| 1988-89     | 106,716,127        | 204,034,955    | 27,319,741       | 326,530,146                    |
| 1989-90     | 116,930,640        | 230,816,426    | 30,798,740       | 391,822,924                    |
| 1990-91     | 117,318,956        | 266,713,577    | 34,450,365       | 455,041,276                    |
| 1991-92     | 146,221,981        | 284,277,876    | 33,921,390       | 503,998,022                    |
| 1992-93     | 150,268,168        | 300,090,886    | 30,681,790       | 545,411,776                    |
| 1993-94     | 65,811,660         | 309,338,572    | 34,267,926       | 761,883,314                    |
| 1994-95     | 161,027,321        | 311,584,793    | 42,107,241       | 629,504,260                    |
| 1995-96     | 93,831,068         | 285,016,888    | 42,260,676       | 800,964,510                    |
| 1996-97     | 85,306,487         | 312,469,016    | 41,937,037       | 809,396,927                    |

| FISCAL YEAR | CULTURE AND RECREATION | EDUCATION  | DEBT SERVICE  | CAPITAL PROJECTS | TOTAL          |
|-------------|------------------------|------------|---------------|------------------|----------------|
| 1987-88     | \$ 5,662,460           | \$ 928,998 | \$ 28,010,914 | \$ 115,264,798   | \$ 726,242,772 |
| 1988-89     | 8,050,828              | 962,214    | 17,331,123    | 100,110,365      | 791,055,499    |
| 1989-90     | 7,501,556              | 1,298,824  | 34,575,435    | 171,359,935      | 985,104,480    |
| 1990-91     | 10,310,720             | 1,355,108  | 32,872,452    | 128,091,750      | 1,046,154,204  |
| 1991-92     | 10,038,831             | 1,487,051  | 34,746,309    | 98,106,681       | 1,112,798,141  |
| 1992-93     | 14,535,168             | 1,332,882  | 27,985,940    | 78,780,290       | 1,149,086,900  |
| 1993-94     | 22,870,494             | 1,304,110  | 20,788,678    | 77,597,172       | 1,293,861,926  |
| 1994-95     | 17,629,546             | 1,108,972  | 14,353,255    | 60,193,852       | 1,237,509,240  |
| 1995-96     | 11,702,304             | 1,113,304  | 28,658,400    | 180,419,728      | 1,443,966,878  |
| 1996-97     | 35,319,556             | 1,138,321  | 30,876,332    | 242,991,752      | 1,559,435,428  |

The above amounts include expenditures/expenses for all fund types, unless otherwise noted below.

Figures include all expenditures from all funds, except that Internal Service Funds are reported net of charges for services. All Enterprise Funds are classified under Health, Welfare and Sanitation, as is Health Services Administration. All Internal Service Funds except Health Services Administration are classified under General Government.

The major increase in General Government in fiscal year 1988-89 was due to the inclusion of ALTCS payments to the State of Arizona. The major increase in Health, Welfare, and Sanitation in fiscal year 1988-89 is due to the inception of the Arizona Long-Term Care System (ALTCS).

The fluctuations in General Government and Health, Welfare, and Sanitation over the past several years were mainly due to the classifications of ALTCS and AHCCCS contributions. These classifications are listed below:

| FISCAL YEAR | ALTCS         | AHCCCS        | TOTAL         | FUNCTION                        |
|-------------|---------------|---------------|---------------|---------------------------------|
| 1991-92     | \$ 49,500,000 | \$ 43,100,000 | \$ 92,600,000 | General Government              |
| 1992-93     | 52,200,000    | 37,700,000    | 89,900,000    | General Government              |
| 1993-94     | 49,700,000    | 45,100,000    | 94,800,000    | Health, Welfare, and Sanitation |
| 1994-95     | 58,100,000    | 43,000,000    | 101,100,000   | General Government              |
| 1995-96     | 76,600,000    | 38,600,000    | 115,200,000   | Health, Welfare, and Sanitation |
| 1996-97     | 73,000,000    | 38,600,000    | 111,600,000   | Health, Welfare, and Sanitation |

**Maricopa County**  
**Tax Revenues**  
**By Source**  
**Last Ten Fiscal Years**

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| <u>FISCAL YEAR</u> | <u>GENERAL PROPERTY TAX</u> | <u>STATE SALES TAX</u> | <u>VEHICLE LICENSE TAX</u> | <u>HIGHWAY USER FUEL TAX</u> |
|--------------------|-----------------------------|------------------------|----------------------------|------------------------------|
| 1987-88            | \$ 196,648,699              | \$ 131,829,410         | \$ 33,265,664              | \$ 55,002,278                |
| 1988-89            | 217,341,707                 | 145,628,022            | 35,493,152                 | 56,246,727                   |
| 1989-90            | 225,735,623                 | 153,351,540            | 33,756,004                 | 58,548,120                   |
| 1990-91            | 233,695,836                 | 158,679,571            | 39,002,142                 | 56,946,418                   |
| 1991-92            | 244,169,031                 | 164,190,068            | 39,539,163                 | 55,318,677                   |
| 1992-93            | 241,583,133                 | 176,925,962            | 41,074,451                 | 55,922,890                   |
| 1993-94            | 223,501,878                 | 194,846,044            | 48,861,161                 | 57,901,673                   |
| 1994-95            | 225,445,807                 | 215,015,368            | 53,450,464                 | 63,227,494                   |
| 1995-96            | 234,576,660                 | 231,009,128            | 53,481,261                 | 68,763,760                   |
| 1996-97            | 240,138,668                 | 242,352,311            | 64,600,858                 | 73,249,850                   |

The decrease in vehicle license tax in fiscal year 1989-90 was due to sluggish new car sales.

The decrease in property tax revenue in fiscal year 1993-94 was due to a \$4.3 million decrease in the levy and decreased interest on past due taxes.

The increased sales and vehicle license taxes over the past five years were caused by an improved economy and by population increases.

**Maricopa County  
Property Tax  
Levies And Collections  
Last Ten Fiscal Years**

| FISCAL YEAR | TOTAL TAX LEVY | CURRENT TAX COLLECTIONS | PERCENT OF LEVY COLLECTED | DELINQUENT TAXES COLLECTED |
|-------------|----------------|-------------------------|---------------------------|----------------------------|
| 1987-88     | \$ 180,259,162 | \$ 168,862,396          | 93.7%                     | \$ 9,084,566               |
| 1988-89     | 195,396,662    | 182,452,716             | 93.4                      | 9,210,556                  |
| 1989-90     | 206,654,438    | 191,103,226             | 92.5                      | 10,427,183                 |
| 1990-91     | 215,532,524    | 197,639,447             | 91.7                      | 10,508,205                 |
| 1991-92     | 215,298,396    | 198,893,474             | 92.4                      | 12,433,711                 |
| 1992-93     | 210,713,325    | 198,645,975             | 94.3                      | 11,351,347                 |
| 1993-94     | 206,382,123    | 198,088,983             | 96.0                      | 4,326,199                  |
| 1994-95     | 206,250,696    | 196,800,826             | 95.4                      | 3,671,323                  |
| 1995-96     | 214,404,513    | 210,726,586             | 98.3                      | 3,228,612                  |
| 1996-97     | 221,234,454    | 216,526,935             | 97.9                      | 4,445,570                  |

| FISCAL YEAR | PREPAID TAXES | TOTAL TAX COLLECTIONS | TOTAL COLLECTIONS AS A PERCENT OF LEVY | DELINQUENT TAXES | DELINQUENT TAXES AS A PERCENT OF CURRENT LEVY |
|-------------|---------------|-----------------------|----------------------------------------|------------------|-----------------------------------------------|
| 1987-88     | \$ 2,010,899  | \$ 179,957,861        | 99.8%                                  | \$ 13,224,452    | 7.3%                                          |
| 1988-89     | 1,381,284     | 193,044,556           | 98.8                                   | 14,964,598       | 7.7                                           |
| 1989-90     | 1,438,909     | 202,969,318           | 98.2                                   | 15,507,240       | 7.5                                           |
| 1990-91     | 1,866,094     | 210,013,746           | 97.4                                   | 17,347,983       | 8.0                                           |
| 1991-92     | 1,449,266     | 212,776,451           | 98.8                                   | 13,061,392       | 6.1                                           |
| 1992-93     | 1,568,056     | 211,565,378           | 100.4                                  | 9,070,092        | 4.3                                           |
| 1993-94     | 988,342       | 203,403,524           | 98.6                                   | 5,265,240        | 2.6                                           |
| 1994-95     | 731,514       | 201,203,663           | 97.6                                   | 5,592,605        | 2.7                                           |
| 1995-96     | 1,142,574     | 215,097,772           | 100.3                                  | 3,944,568        | 1.8                                           |
| 1996-97     | 1,453,561     | 222,426,066           | 100.5                                  | 4,169,498        | 1.9                                           |

The levy for unsecured personal property is based on an estimate of the assessed value. As a result, collections often vary from the levy. To show a more accurate portrayal of delinquencies (levy less collections), delinquencies for unsecured personal property have been excluded.

Source: Maricopa County Treasurer

**Maricopa County  
Property Tax Levies  
All Jurisdictions  
Last Ten Fiscal Years**

| FISCAL YEAR | COUNTY OPERATING | DEBT SERVICE  | FLOOD CONTROL | LIBRARY      | TOTAL COUNTY   |
|-------------|------------------|---------------|---------------|--------------|----------------|
| 1987-88     | \$ 107,876,351   | \$ 21,931,775 | \$ 47,860,799 | \$ 4,135,868 | \$ 181,804,793 |
| 1988-89     | 115,941,372      | 22,324,183    | 50,832,192    | 6,000,000    | 195,097,747    |
| 1989-90     | 129,000,000      | 24,041,307    | 47,234,724    | 6,618,870    | 206,894,901    |
| 1990-91     | 137,721,939      | 25,911,019    | 46,465,486    | 6,204,723    | 216,303,167    |
| 1991-92     | 136,572,245      | 25,868,883    | 46,536,850    | 6,320,418    | 215,298,396    |
| 1992-93     | 146,115,141      | 19,461,200    | 39,254,429    | 5,882,555    | 210,713,325    |
| 1993-94     | 140,248,266      | 25,360,203    | 35,142,441    | 5,631,213    | 206,382,123    |
| 1994-95     | 164,865,317      | 428,377       | 35,318,672    | 5,638,330    | 206,250,696    |
| 1995-96     | 156,257,472      | 20,670,863    | 36,078,354    | 1,397,824    | 214,404,513    |
| 1996-97     | 154,487,036      | 22,590,472    | 38,118,477    | 6,038,469    | 221,234,454    |

| FISCAL YEAR | ALL OTHER JURISDICTIONS | TOTAL            | COUNTY AS A PERCENT OF TOTAL LEVY |
|-------------|-------------------------|------------------|-----------------------------------|
| 1987-88     | \$ 958,344,154          | \$ 1,140,148,947 | 15.9%                             |
| 1988-89     | 1,072,427,842           | 1,267,525,589    | 15.4                              |
| 1989-90     | 1,212,981,047           | 1,419,875,948    | 14.6                              |
| 1990-91     | 1,352,116,109           | 1,568,419,276    | 13.8                              |
| 1991-92     | 1,403,506,418           | 1,618,804,814    | 13.3                              |
| 1992-93     | 1,409,181,726           | 1,619,895,051    | 13.0                              |
| 1993-94     | 1,424,936,081           | 1,631,318,204    | 12.7                              |
| 1994-95     | 1,464,890,951           | 1,671,141,647    | 12.3                              |
| 1995-96     | 1,589,746,968           | 1,804,151,481    | 11.9                              |
| 1996-97     | 1,513,011,257           | 1,734,245,711    | 12.8                              |

The Fire District Assistance levy for fiscal year 1987-88 has been reclassified as other jurisdiction levies. This makes that year comparable with subsequent years.

The levy for education equalization, formerly reported as part of the County levy (through fiscal year 1992-93), has been reclassified as an other jurisdiction levy to conform with the rest of the financial statements. The Equalization levy is a legally mandated tax distributed to school districts.

Refunding of general obligation debt in fiscal year 1993-94 resulted in a decrease to the secondary tax rate (Debt Service) and an increase to the primary tax rate (County Operating).



**Maricopa County**  
**Assessed Value And Current Market Value**  
**Of All Taxable Property**  
**(In Thousands Of Dollars)**  
**Last Ten Fiscal Years**

| FISCAL<br>YEAR | SECURED PROPERTY VALUES |                   | UNSECURED PROPERTY VALUES |                   |
|----------------|-------------------------|-------------------|---------------------------|-------------------|
|                | ASSESSED                | CURRENT<br>MARKET | ASSESSED                  | CURRENT<br>MARKET |
| 1987-88        | \$ 11,560,326           | \$ 79,246,622     | \$ 842,130                | \$ 3,911,283      |
| 1988-89        | 12,615,034              | 86,689,890        | 878,174                   | 4,073,554         |
| 1989-90        | 13,660,796              | 94,023,335        | 1,026,989                 | 4,664,071         |
| 1990-91        | 13,543,667              | 94,829,048        | 1,229,482                 | 5,445,310         |
| 1991-92        | 12,967,078              | 92,667,731        | 1,268,098                 | 5,590,095         |
| 1992-93        | 12,445,915              | 91,766,875        | 1,362,899                 | 5,043,287         |
| 1993-94        | 12,300,837              | 90,277,507        | 1,203,271                 | 5,328,743         |
| 1994-95        | 12,072,197              | 91,542,251        | 1,448,978                 | 6,344,921         |
| 1995-96        | 13,322,347              | 100,603,839       | 797,088                   | 4,722,441         |
| 1996-97        | 13,568,692              | 103,760,455       | 774,464                   | 4,173,257         |

| FISCAL<br>YEAR | TOTAL PROPERTY VALUES |                   | TOTAL ASSESSED VALUE<br>AS A PERCENT OF<br>TOTAL MARKET VALUE |
|----------------|-----------------------|-------------------|---------------------------------------------------------------|
|                | ASSESSED              | CURRENT<br>MARKET |                                                               |
| 1987-88        | \$ 12,402,456         | \$ 83,157,905     | 14.9%                                                         |
| 1988-89        | 13,493,208            | 90,763,444        | 14.9                                                          |
| 1989-90        | 14,687,785            | 98,687,406        | 14.9                                                          |
| 1990-91        | 14,773,149            | 100,274,358       | 14.7                                                          |
| 1991-92        | 14,235,176            | 98,257,826        | 14.5                                                          |
| 1992-93        | 13,808,814            | 96,810,162        | 14.3                                                          |
| 1993-94        | 13,504,108            | 95,606,250        | 14.1                                                          |
| 1994-95        | 13,521,175            | 97,887,172        | 13.8                                                          |
| 1995-96        | 14,119,435            | 105,326,280       | 13.4                                                          |
| 1996-97        | 14,343,156            | 107,933,711       | 13.3                                                          |

The decrease in unsecured assessed values in fiscal year 1995-96 is due primarily to the impact of state legislation, which reduced the assessment ratios for personal property.

**Maricopa County**  
**Property Value, Construction and Bank Deposits**  
**(In Thousands of Dollars)**  
**Last Ten Fiscal Years**

| CURRENT MARKET<br>PROPERTY VALUES |               |               |               |               |  |  |  |
|-----------------------------------|---------------|---------------|---------------|---------------|--|--|--|
| YEAR                              | COMMERCIAL    | INDUSTRIAL    | RESIDENTIAL   | TOTAL         |  |  |  |
| 1987                              | \$ 15,528,954 | \$ 22,584,364 | \$ 45,044,587 | \$ 83,157,905 |  |  |  |
| 1988                              | 18,109,713    | 24,746,597    | 47,907,134    | 90,763,444    |  |  |  |
| 1989                              | 19,650,947    | 27,977,775    | 51,058,684    | 98,687,406    |  |  |  |
| 1990                              | 20,858,313    | 35,993,394    | 43,422,651    | 100,274,358   |  |  |  |
| 1991                              | 20,116,910    | 34,358,235    | 43,782,849    | 98,257,994    |  |  |  |
| 1992                              | 19,535,716    | 32,862,589    | 44,411,857    | 96,810,162    |  |  |  |
| 1993                              | 19,378,969    | 31,043,712    | 45,183,569    | 95,606,250    |  |  |  |
| 1994                              | 18,995,968    | 30,884,588    | 48,006,616    | 97,887,172    |  |  |  |
| 1995                              | 20,259,834    | 32,028,834    | 53,037,612    | 105,326,280   |  |  |  |
| 1996                              | 20,497,121    | 32,153,084    | 55,283,506    | 107,933,711   |  |  |  |

| CONSTRUCTION (1) |               |              |               |            |                 |              |                         |
|------------------|---------------|--------------|---------------|------------|-----------------|--------------|-------------------------|
| YEAR             | COMMERCIAL    |              | INDUSTRIAL    |            | RESIDENTIAL     |              | (2)<br>BANK<br>DEPOSITS |
|                  | # OF<br>UNITS | VALUE        | # OF<br>UNITS | VALUE      | # OF<br>PERMITS | VALUE        |                         |
| 1987             | 2,701         | \$ 1,279,632 | 205           | \$ 127,345 | 28,486          | \$ 1,754,155 | \$ 15,539,769           |
| 1988             | 2,235         | 1,013,719    | 140           | 56,269     | 23,004          | 1,534,463    | 15,362,755              |
| 1989             | 1,756         | 660,827      | 154           | 97,422     | 18,999          | 1,262,290    | 15,016,731              |
| 1990             | 1,391         | 402,000      | 286           | 92,000     | 19,009          | 1,320,816    | 18,992,331              |
| 1991             | 1,276         | 375,660      | 242           | 65,100     | 21,796          | 1,613,885    | 19,448,091              |
| 1992             | 1,946         | 550,345      | 107           | 39,244     | 26,085          | 2,159,845    | 19,358,015              |
| 1993             | 4,170         | 547,667      | 129           | 50,139     | 28,409          | 2,432,682    | 19,485,966              |
| 1994             | 3,205         | 959,539      | 132           | 145,310    | 35,458          | 3,209,240    | 20,017,167              |
| 1995             | 2,741         | 1,043,978    | 201           | 413,835    | 37,474          | 3,199,942    | 21,171,950              |
| 1996             | 3,371         | 1,422,483    | 356           | 788,083    | 38,129          | 3,508,538    | 17,806,183              |

NOTE: Construction figures exclude Other Construction, such as sheds, fences, signs, and other land improvements.

(1) Source: "Arizona Business," Center for Business Research, Arizona State University

(2) Source: Arizona Banker's Association

**Maricopa County  
Property Tax Rates and Tax Levies  
Direct and Overlapping Governments - All County Governments  
Last Ten Fiscal Years**

| <u>TAX RATES</u>   |                          |                         |                               |                                                    |
|--------------------|--------------------------|-------------------------|-------------------------------|----------------------------------------------------|
| <u>FISCAL YEAR</u> | <u>COUNTY CONTROLLED</u> | <u>STATE OF ARIZONA</u> | <u>EDUCATION EQUALIZATION</u> | <u>CENTRAL ARIZONA WATER CONSERVATION DISTRICT</u> |
| 1987-88            | \$1.6491                 | \$0.3800                | \$0.5000                      | \$0.1000                                           |
| 1988-89            | 1.6471                   | 0.4700                  | 0.5000                        | 0.1000                                             |
| 1989-90            | 1.5786                   | 0.4700                  | 0.5000                        | 0.1000                                             |
| 1990-91            | 1.6083                   | 0.4700                  | 0.5300                        | 0.1000                                             |
| 1991-92            | 1.6475                   | 0.4700                  | 0.5300                        | 0.1400                                             |
| 1992-93            | 1.6475                   | 0.4700                  | 0.5300                        | 0.1400                                             |
| 1993-94            | 1.6475                   | 0.4700                  | 0.5300                        | 0.1400                                             |
| 1994-95            | 1.6475                   | 0.4700                  | 0.5300                        | 0.1400                                             |
| 1995-96            | 1.6475                   | 0.4700                  | 0.5300                        | 0.1400                                             |
| 1996-97            | 1.6475                   | 0.0000                  | 0.5300                        | 0.1400                                             |

| <u>FISCAL YEAR</u> | <u>OTHER SPECIAL DISTRICTS</u> | <u>COMMUNITY COLLEGE DISTRICT</u> | <u>SCHOOL DISTRICTS</u> | <u>CITIES</u> |
|--------------------|--------------------------------|-----------------------------------|-------------------------|---------------|
| 1987-88            | \$ 0 - 2.3500                  | \$0.6800                          | \$.1100 - 11.3500       | \$ 0 - 1.7700 |
| 1988-89            | 0 - 2.0000                     | 0.7159                            | .1118 - 12.2421         | 0 - 2.8014    |
| 1989-90            | 0 - 2.6300                     | 0.7508                            | .1313 - 10.3777         | 0 - 2.5715    |
| 1990-91            | 0 - 2.8098                     | 0.7963                            | .1246 - 9.9232          | 0 - 2.7716    |
| 1991-92            | 0 - 3.4693                     | 0.8402                            | .1286 - 11.2006         | 0 - 3.4629    |
| 1992-93            | 0 - 3.9353                     | 0.8510                            | .0862 - 9.5650          | 0 - 2.1786    |
| 1993-94            | 0 - 3.9348                     | 0.8532                            | .1285 - 18.9866         | 0 - 2.3850    |
| 1994-95            | 0 - 3.9334                     | 0.8934                            | .1356 - 10.2650         | 0 - 2.9563    |
| 1995-96            | 0 - 3.9254                     | 1.1130                            | .0842 - 11.9754         | 0 - 2.8989    |
| 1996-97            | 1 - 6.4642                     | 1.0476                            | .1131 - 10.2185         | 0 - 2.2074    |

All tax rates are per \$100 assessed valuation.

| <u>TAX LEVIES</u>  |                          |                         |                               |                                                    |
|--------------------|--------------------------|-------------------------|-------------------------------|----------------------------------------------------|
| <u>FISCAL YEAR</u> | <u>COUNTY CONTROLLED</u> | <u>STATE OF ARIZONA</u> | <u>EDUCATION EQUALIZATION</u> | <u>CENTRAL ARIZONA WATER CONSERVATION DISTRICT</u> |
| 1987-88            | \$ 181,804,793           | \$ 43,656,031           | \$ 57,442,147                 | \$ 12,402,456                                      |
| 1988-89            | 195,097,747              | 58,121,461              | 61,868,395                    | 13,480,787                                         |
| 1989-90            | 206,894,901              | 64,324,390              | 68,430,202                    | 14,687,785                                         |
| 1990-91            | 216,303,167              | 66,424,802              | 74,904,564                    | 14,773,149                                         |
| 1991-92            | 215,298,396              | 65,215,394              | 73,540,763                    | 19,929,246                                         |
| 1992-93            | 210,713,325              | 63,945,919              | 72,109,227                    | 19,332,340                                         |
| 1993-94            | 206,382,123              | 62,492,117              | 70,469,834                    | 18,905,751                                         |
| 1994-95            | 206,250,696              | 62,520,935              | 70,502,331                    | 18,929,645                                         |
| 1995-96            | 214,404,513              | 63,420,563              | 71,516,805                    | 19,767,209                                         |
| 1996-97            | 221,234,454              | 0                       | 74,071,041                    | 20,080,420                                         |

| <u>FISCAL YEAR</u> | <u>OTHER SPECIAL DISTRICTS</u> | <u>COMMUNITY COLLEGE DISTRICT</u> | <u>SCHOOL DISTRICTS</u> | <u>CITIES</u>  |
|--------------------|--------------------------------|-----------------------------------|-------------------------|----------------|
| 1987-88            | \$ 14,626,829                  | \$ 79,329,654                     | \$ 643,508,165          | \$ 107,378,872 |
| 1988-89            | 15,492,588                     | 89,317,660                        | 680,556,278             | 132,833,709    |
| 1989-90            | 25,008,872                     | 103,399,041                       | 791,671,581             | 145,909,176    |
| 1990-91            | 83,727,127                     | 113,119,704                       | 846,492,990             | 152,302,789    |
| 1991-92            | 92,417,785                     | 116,919,688                       | 887,885,561             | 149,653,244    |
| 1992-93            | 99,038,330                     | 115,902,567                       | 888,371,856             | 150,481,484    |
| 1993-94            | 96,551,845                     | 113,440,000                       | 912,006,892             | 151,069,642    |
| 1994-95            | 94,907,843                     | 118,841,866                       | 944,958,494             | 154,229,837    |
| 1995-96            | 93,108,561                     | 151,227,097                       | 1,025,829,866           | 158,876,867    |
| 1996-97            | 72,827,379                     | 146,669,820                       | 1,033,216,078           | 166,146,519    |

The levy for education equalization which was formerly reported as a County levy, is now shown separately. The equalization levy is a legally mandated tax distributed to school districts.

**Maricopa County**  
**Property Tax Rates and Tax Levies**  
**Direct and Overlapping Governments - County Controlled**  
**Last Ten Fiscal Years**

COUNTY CONTROLLED

TAX RATES

| <u>FISCAL YEAR</u> | <u>COUNTY OPERATING</u> | <u>DEBT SERVICE</u> | <u>FLOOD CONTROL DISTRICT</u> | <u>COUNTY LIBRARY</u> | <u>TOTAL COUNTY</u> |
|--------------------|-------------------------|---------------------|-------------------------------|-----------------------|---------------------|
| 1987-88            | \$ 0.9390               | \$ 0.1768           | \$ 0.5000                     | \$ 0.0333             | \$ 1.6491           |
| 1988-89            | 0.9370                  | 0.1656              | 0.5000                        | 0.0445                | 1.6471              |
| 1989-90            | 0.9426                  | 0.1637              | 0.4303                        | 0.0420                | 1.5786              |
| 1990-91            | 0.9745                  | 0.1683              | 0.4235                        | 0.0420                | 1.6083              |
| 1991-92            | 0.9843                  | 0.1741              | 0.4447                        | 0.0444                | 1.6475              |
| 1992-93            | 1.0739                  | 0.1409              | 0.3901                        | 0.0426                | 1.6475              |
| 1993-94            | 1.0548                  | 0.1878              | 0.3632                        | 0.0417                | 1.6475              |
| 1994-95            | 1.2394                  | 0.0032              | 0.3632                        | 0.0417                | 1.6475              |
| 1995-96            | 1.1580                  | 0.1464              | 0.3332                        | 0.0099                | 1.6475              |
| 1996-97            | 1.1054                  | 0.1575              | 0.3425                        | 0.0421                | 1.6475              |

All tax rates are per \$100 assessed valuation.

TAX LEVIES

| <u>FISCAL YEAR</u> | <u>COUNTY OPERATING</u> | <u>DEBT SERVICE</u> | <u>FLOOD CONTROL DISTRICT</u> | <u>COUNTY LIBRARY</u> | <u>TOTAL COUNTY</u> |
|--------------------|-------------------------|---------------------|-------------------------------|-----------------------|---------------------|
| 1987-88            | \$ 107,876,351          | \$ 21,931,775       | \$ 47,860,799                 | \$ 4,135,868          | \$ 181,804,793      |
| 1988-89            | 115,941,372             | 22,324,183          | 50,832,192                    | 6,000,000             | 195,097,747         |
| 1989-90            | 129,000,000             | 24,041,307          | 47,234,724                    | 6,618,870             | 206,894,901         |
| 1990-91            | 137,721,939             | 25,911,019          | 46,465,486                    | 6,204,723             | 216,303,167         |
| 1991-92            | 136,572,245             | 25,868,883          | 46,536,850                    | 6,320,418             | 215,298,396         |
| 1992-93            | 146,115,141             | 19,461,200          | 39,254,429                    | 5,882,555             | 210,713,325         |
| 1993-94            | 140,248,266             | 25,360,203          | 35,142,441                    | 5,631,213             | 206,382,123         |
| 1994-95            | 164,865,317             | 428,377             | 35,318,672                    | 5,638,330             | 206,250,696         |
| 1995-96            | 156,257,472             | 20,670,863          | 36,078,354                    | 1,397,824             | 214,404,513         |
| 1996-97            | 154,487,036             | 22,590,472          | 38,118,477                    | 6,038,469             | 221,234,454         |

**Maricopa County  
Comparative Ratio Of Bonded Debt  
To Assessed Values  
And Bonded Debt Per Capita  
Last Ten Fiscal Years**

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| <u>FISCAL<br/>YEAR</u> | <u>POPULATION (1)</u> | <u>ASSESSED<br/>VALUE OF<br/>TAXABLE<br/>PROPERTY</u> | <u>BONDS<br/>PAYABLE</u> |
|------------------------|-----------------------|-------------------------------------------------------|--------------------------|
| 1987-88                | 2,035,500             | \$12,402,456,053                                      | \$ 99,400,000            |
| 1988-89                | 2,073,600             | 13,833,014,147                                        | 153,800,000              |
| 1989-90                | 2,130,400             | 14,687,787,809                                        | 142,175,000              |
| 1990-91                | 2,122,101             | 14,773,149,205                                        | 202,050,000              |
| 1991-92                | 2,179,975             | 14,235,175,875                                        | 182,750,000              |
| 1992-93                | 2,233,700             | 13,808,814,077                                        | 163,750,000              |
| 1993-94                | 2,291,200             | 13,504,107,816                                        | 169,400,000              |
| 1994-95                | 2,355,900             | 13,521,174,915                                        | 169,515,000              |
| 1995-96                | 2,551,765             | 14,119,434,946                                        | 154,555,000              |
| 1996-97                | 2,634,625             | 14,343,156,861                                        | 137,215,000              |

| <u>FISCAL<br/>YEAR</u> | <u>AMOUNT AVAILABLE<br/>FOR RETIREMENT<br/>OF GENERAL<br/>OBLIGATION DEBT</u> | <u>NET<br/>BONDED<br/>DEBT</u> | <u>BONDED<br/>DEBT AS<br/>PERCENTAGE<br/>OF ASSESSED<br/>VALUE</u> | <u>BONDED<br/>DEBT<br/>PER<br/>CAPITA</u> |
|------------------------|-------------------------------------------------------------------------------|--------------------------------|--------------------------------------------------------------------|-------------------------------------------|
| 1987-88                | \$ 8,565,025                                                                  | \$ 90,834,975                  | 0.73%                                                              | \$ 44.63                                  |
| 1988-89                | 17,391,466                                                                    | 136,408,534                    | 0.99                                                               | 65.78                                     |
| 1989-90                | 16,162,091                                                                    | 126,012,909                    | 0.86                                                               | 59.15                                     |
| 1990-91                | 10,946,683                                                                    | 191,103,317                    | 1.29                                                               | 90.05                                     |
| 1991-92                | 3,471,935                                                                     | 179,278,065                    | 1.26                                                               | 82.24                                     |
| 1992-93                | 714,516                                                                       | 163,035,484                    | 1.18                                                               | 72.99                                     |
| 1993-94                | 9,957,983                                                                     | 159,442,017                    | 1.18                                                               | 69.59                                     |
| 1994-95                | 2,671,278                                                                     | 166,843,722                    | 1.23                                                               | 70.82                                     |
| 1995-96                | 478,731                                                                       | 154,076,269                    | 1.09                                                               | 60.38                                     |
| 1996-97                | 1,712,018                                                                     | 135,502,982                    | 0.94                                                               | 51.43                                     |

(1) Source: Maricopa Association of Governments. Data from this source for previous years is subject to periodic update.

See page 150 for the County's legal debt limit.

**Maricopa County**  
**Computation Of Direct And**  
**Overlapping General Obligation Bonded Debt**  
For the Fiscal Year Ended June 30, 1997

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|                                                                 |                                |
|-----------------------------------------------------------------|--------------------------------|
| Maricopa County general obligation debt                         | \$ 137,215,000                 |
| Less amount available for retirement of general obligation debt | <u>1,712,018</u>               |
| Net general obligation debt                                     | <u>135,502,982</u>             |
| Overlapping debt:                                               |                                |
| School Districts                                                | 2,285,237,273                  |
| Cities and Towns                                                | 1,907,281,081                  |
| Special Districts                                               | <u>412,350,468</u>             |
| Total direct general obligation and overlapping debt            | <u><u>\$ 4,740,371,804</u></u> |

**Maricopa County**  
**Statement Of Legal Debt Limit**  
For the Fiscal Year Ended June 30, 1997

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Assessed value of real and personal property \$14,343,156,861

Debt limit, 15 percent of assessed value (Constitutional limit) \$2,151,473,529

**Maricopa County**  
**Ratio Of Annual General Obligation Debt Service Requirements**  
**For General Bonded Debt To Total General Expenditures**  
For the Last Ten Fiscal Years

| <u>FISCAL YEAR</u> | <u>PRINCIPAL PAYMENTS</u> | <u>INTEREST</u> | <u>TOTAL DEBT SERVICE</u> | <u>TOTAL GENERAL EXPENDITURES</u> | <u>RATIO</u> |
|--------------------|---------------------------|-----------------|---------------------------|-----------------------------------|--------------|
| 1987-88            | \$ 14,600,000             | \$ 6,083,625    | \$ 20,683,625             | \$ 726,242,772                    | 2.8%         |
| 1988-89            | 11,625,000                | 4,991,875       | 16,616,875                | 791,055,499                       | 2.1          |
| 1989-90            | 15,125,000                | 12,631,885      | 27,756,885                | 985,104,480                       | 2.8          |
| 1990-91            | 19,300,000                | 12,727,260      | 32,027,260                | 1,046,154,204                     | 3.1          |
| 1991-92            | 19,000,000                | 11,171,534      | 30,171,534                | 1,112,798,141                     | 2.7          |
| 1992-93            | 13,300,000                | 9,308,788       | 22,608,788                | 1,149,086,900                     | 2.0          |
| 1993-94            | 7,835,000                 | 8,873,375       | 16,708,375                | 1,293,861,926                     | 1.3          |
| 1994-95            |                           | 10,176,909      | 10,176,909                | 1,237,509,240                     | 0.8          |
| 1995-96            | 14,960,000                | 9,416,838       | 24,376,838                | 1,443,966,878                     | 1.7          |
| 1996-97            | 17,340,000                | 8,627,593       | 25,967,593                | 1,551,139,088                     | 1.7          |

Total General Expenditures includes all funds, except that Internal Service Funds are reported net of charges for services.

General obligation bonds reported in the special assessment debt with government commitment have been excluded.

The absence of Principal payments in fiscal years 1994-95 is due to the advanced refunding of the outstanding Maricopa County General Obligation Bonds. This refunding allowed the County to restructure its General Obligation Bond payments so that no principal payments would be required in fiscal year 1994-95.



**Maricopa County  
Revenue Bond Coverage  
Maricopa County Stadium District**

---

| FISCAL<br>YEAR | GROSS<br>REVENUE | NET REVENUE<br>AVAILABLE<br>FOR DEBT<br>SERVICE (2) | DEBT SERVICE REQUIREMENTS |           |           | GROSS<br>COVERAGE | NET<br>COVERAGE |
|----------------|------------------|-----------------------------------------------------|---------------------------|-----------|-----------|-------------------|-----------------|
|                |                  |                                                     | PRINCIPAL                 | INTEREST  | TOTAL     |                   |                 |
| 1991-92        | \$ 938,007       | \$ 831,052                                          | \$                        | \$        | \$        | NA                | NA              |
| 1992-93        | 2,967,725        | 2,589,602                                           |                           |           |           | NA                | NA              |
| 1993-94        | 4,082,671        | 12,117,665                                          | 390,000                   | 1,491,279 | 1,881,279 | 2.17%             | 6.44%           |
| 1994-95        | 5,561,045        | 8,508,784                                           | 420,000                   | 2,469,910 | 2,889,910 | 1.92%             | 2.94%           |
| 1995-96        | 5,239,274        | 8,572,192                                           | 1,300,000                 | 2,448,910 | 3,748,910 | 1.40%             | 2.29%           |
| 1996-97        | 8,776,890        | 12,490,055                                          | 1,460,000                 | 2,941,961 | 4,401,961 | 1.99%             | 2.84%           |

- (1) Maricopa County Stadium District originated in the 1992 fiscal year to provide financial assistance for the development and improvement of baseball training facilities located within the County.
- (2) 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**  
**Special Assessment Billings And Collections**  
 Last Ten Fiscal Years

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| <u>FISCAL YEAR</u> | <u>SPECIAL ASSESSMENT BILLING</u> | <u>SPECIAL ASSESSMENTS COLLECTED (1)</u> |
|--------------------|-----------------------------------|------------------------------------------|
| 1987-88            | \$ 702,527                        | \$ 863,818                               |
| 1988-89            | 743,425                           | 1,060,977                                |
| 1989-90            | 613,291                           | 694,667                                  |
| 1990-91            | 495,708                           | 706,353                                  |
| 1991-92            | 400,937                           | 478,965                                  |
| 1992-93            | 334,264                           | 511,883                                  |
| 1993-94            | 270,078                           | 591,769                                  |
| 1994-95            | 191,244                           | 172,671                                  |
| 1995-96            | 197,874                           | 298,976                                  |
| 1996-97            | 169,946                           | 263,862                                  |

(1) Includes assessments paid prior to billing date which are used for early redemption of bonds.

# Maricopa County Principal Taxpayers

| <u>TAXPAYER</u>                            | <u>1996-97<br/>SECONDARY<br/>VALUATION</u> | <u>COUNTY'S<br/>1996-97 SECONDARY<br/>ASSESSED VALUATION<br/>PERCENTAGE (%)</u> |
|--------------------------------------------|--------------------------------------------|---------------------------------------------------------------------------------|
| Arizona Public Service                     | \$ 859,289,610                             | 5.99%                                                                           |
| US West Communication New Vector Group     | 358,933,081                                | 2.50                                                                            |
| El Paso Electric Company                   | 310,102,712                                | 2.16                                                                            |
| Southern California Edison                 | 278,454,289                                | 1.94                                                                            |
| Motorola GEG SPS Computer Group Inc.       | 169,934,602                                | 1.18                                                                            |
| Public Service Company of New Mexico       | 150,127,858                                | 1.05                                                                            |
| Southern California Public Power Authority | 103,426,513                                | 0.72                                                                            |
| Southwest Gas Corporation                  | 87,239,909                                 | 0.61                                                                            |
| City of Los Angeles Dept. of Water & Power | 78,084,778                                 | 0.54                                                                            |
| Evans Withycombe Residential               | 37,159,347                                 | 0.26                                                                            |
| A T & T                                    | 28,583,484                                 | 0.20                                                                            |
| MLH Investors                              | 28,133,903                                 | 0.20                                                                            |
| Wells Fargo Bank                           | 25,492,376                                 | 0.18                                                                            |
| Intel Corporation                          | 22,849,968                                 | 0.16                                                                            |
| MONY PSM/PSP                               | 22,269,682                                 | 0.16                                                                            |
| Scottsdale Fashion Square Partnership      | 21,749,570                                 | 0.15                                                                            |
| McDonnell Douglas Realty & Helicopter      | 20,334,143                                 | 0.14                                                                            |
| Shorenstein Co./Realty Investors LP        | 20,274,735                                 | 0.14                                                                            |
| Southwestco Wireless LP                    | 20,189,091                                 | 0.14                                                                            |
| Scottsdale Princess Partnership            | 17,545,872                                 | 0.12                                                                            |
| Mayo Clinic                                | 17,442,662                                 | 0.12                                                                            |
| Albertsons                                 | 15,680,756                                 | 0.11                                                                            |
| Biltmore Hotel Partners                    | 15,625,882                                 | 0.11                                                                            |
| Valley National Bank                       | 15,556,484                                 | 0.11                                                                            |
| Smiths Food & Drug Center                  | 15,145,432                                 | 0.11                                                                            |
| Condev West                                | 14,596,198                                 | 0.10                                                                            |
| Gainey Ranch Limited Partnership           | 13,715,844                                 | 0.10                                                                            |
| Biltmore Shopping Center Partners          | 12,159,560                                 | 0.08                                                                            |
| Gainey Drive Associates                    | 11,588,199                                 | 0.08                                                                            |
| Paradise Village Investment Company        | 11,148,532                                 | 0.08                                                                            |
| Property Trust of America                  | 11,104,685                                 | 0.08                                                                            |
| Total Principal Taxpayers                  | <u>\$ 2,813,939,757</u>                    | <u>19.62%</u>                                                                   |
| Countywide Secondary Valuation             | \$ 14,343,156,861                          | 100.00%                                                                         |

Source: Treasurer's Office, Maricopa County

**Maricopa County**  
**Schedule Of Insurance In Force**  
For the Fiscal Year Ended June 30, 1997

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| COVERAGE                                                 | FACE AMOUNT | COMMENTS (1)                                                                                                                          |
|----------------------------------------------------------|-------------|---------------------------------------------------------------------------------------------------------------------------------------|
| Public Liability:<br>Effective 3-1-97/98                 | \$1,000,000 | Including employer's, general, automobile and public officials liability and errors and omissions. \$1,000,000 Self Insured Retention |
| Excess Liability:<br>Effective 3-1-97/98                 | 19,000,000  | Including employer's, general, automobile and public officials liability and errors and omissions.                                    |
| Workers' Compensation:                                   | statutory   | \$300,000 deductible                                                                                                                  |
| Owned and Nonowned Aircraft:                             | 10,000,000  | Single limit bodily injury and property damage                                                                                        |
| Bonds:                                                   |             |                                                                                                                                       |
| Employee Blanket Bond                                    | 10,000,000  | \$5,000/\$50,000 deductible                                                                                                           |
| County Treasurer Blanket Bond                            | 100,000     | \$0 deductible                                                                                                                        |
| Property:                                                | 600,423,514 | \$25,000 deductible and \$300,000 deductible flood and earthquake. Includes boiler and machinery.                                     |
| Medical malpractice:<br>Effective 12-4-96/97             | 10,000,000  | \$1,025,000 Self Insurance Retention                                                                                                  |
| Workers' Compensation Securities<br>Effective 2-28-97/98 | 5,615,000   |                                                                                                                                       |

(1) Public liability, excess liability, property/boiler and machinery, aviation and workers' compensation effective July 1, 1996 - June 30, 1997.

Source: Department of Risk Management, Maricopa County

**Maricopa County**  
**Salaries And Blanket Bond**  
**Of Elected County Officials**  
For the Fiscal Year Ended June 30, 1997

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| TITLE                                                         | ANNUAL<br>SALARY | BLANKET<br>BOND (2) |
|---------------------------------------------------------------|------------------|---------------------|
| Board of Supervisors                                          | \$52,000         | \$10,000,000        |
| Assessor                                                      | 52,000           | 10,000,000          |
| County Attorney                                               | 92,000           | 10,000,000          |
| Recorder                                                      | 52,000           | 10,000,000          |
| School Superintendent                                         | 52,000           | 10,000,000          |
| Clerk of the Superior Court                                   | 51,448           | 10,000,000          |
| Sheriff                                                       | 75,000           | 10,000,000          |
| Treasurer                                                     | 52,000           | 100,000             |
| Superior Court Judge                                          | 48,152 (1)       | 10,000,000          |
| Juvenile Court Referees                                       | 87,007           | 10,000,000          |
| Court Commissioners                                           | 87,007           | 10,000,000          |
| Justices of the Peace                                         |                  |                     |
| Precincts 2401, 2407, 2421                                    | 62,587           | 10,000,000          |
| Precincts 2402 - 2436                                         | 67,413           |                     |
| Precinct 2408                                                 | 67,413           | 10,000,000          |
| Constables                                                    |                  |                     |
| Precinct 2540                                                 | 34,786           | 10,000,000          |
| Precinct 2550                                                 | 12,507           | 10,000,000          |
| Precinct 2525                                                 | 44,328           |                     |
| Precinct 2520                                                 | 44,328           | 10,000,000          |
| Precincts 2505, 2515, 2530 - 2536, 2545, 2546,<br>2555 - 2590 | 44,328           | 10,000,000          |

(1) Maricopa County's portion only.

(2) Source: Department of Risk Management, Maricopa County.

**Maricopa County**  
**Miscellaneous Statistical Data**  
 For the Fiscal Year Ended June 30, 1997

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|                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
|-----------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Geographical location             | Maricopa County is located in the south-central portion of the State of Arizona. Its boundaries enclose the greater metropolitan Phoenix area which is principally comprised of the cities of Phoenix, Tempe, Mesa, Scottsdale, Glendale, Chandler and the town of Paradise Valley. Topographical diversity characterizes the County. There are low mountain ranges, desert valleys and man-made lakes. The County seat, Phoenix, is the capital of Arizona. |
| Altitude                          | 1,117 feet                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Area of the County:               | 9,226 square miles                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| Incorporated area                 | 1,817 square miles (19.7%)                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Unincorporated area               | 7,409 square miles (80.3%)                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Form of government                | Governed by five-member Board of Supervisors                                                                                                                                                                                                                                                                                                                                                                                                                 |
| Date formed                       | 1871                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| Fiscal year begins                | July 1                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| Registered voters                 | 1,202,005 as of September 6, 1995                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Number voting                     | 655,707                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| Percent voting                    | 55%                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Number of judicial courts:        |                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Superior court departments        | 70                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| Justice of peace courts           | 21                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| Miles of County maintained roads: |                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Miles of road                     | 2,840                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| Miles of road with paved surfaces | 2,023                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| Number of major bridges           | 24                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| Number of total bridges           | 239                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Number of County park facilities: |                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Regional County parks             | 5                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Recreation areas                  | 4                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| County managed golf courses       | 3                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Total acres managed               | 113,942                                                                                                                                                                                                                                                                                                                                                                                                                                                      |

**Maricopa County**  
**Miscellaneous Statistical Data**  
For the Fiscal Year Ended June 30, 1997

| <u>POPULATION OF COUNTY</u>           | <u>POPULATION</u>  | <u>PERCENTAGE INCREASE</u> |
|---------------------------------------|--------------------|----------------------------|
| 1910 Census                           | 34,488             |                            |
| 1920 Census                           | 89,576             | 159.7 %                    |
| 1930 Census                           | 150,970            | 68.50                      |
| 1940 Census                           | 186,193            | 23.30                      |
| 1950 Census                           | 331,770            | 78.20                      |
| 1960 Census                           | 663,510            | 100.0                      |
| 1970 Census                           | 971,228            | 46.40                      |
| 1980 Census                           | 1,509,262          | 55.40                      |
| 1990 Census                           | 2,122,101          | 40.6                       |
| 1995 Special Census                   | 2,551,765          | 20.2                       |
| <br>                                  |                    |                            |
| <u>POPULATION OF CITIES AND TOWNS</u> | <u>1990 CENSUS</u> | <u>ESTIMATED 1996 (1)</u>  |
| Apache Junction                       |                    | 150                        |
| Avondale                              | 16,169             | 24,370                     |
| Buckeye                               | 5,038              | 4,905                      |
| Carefree                              | 1,666              | 2,375                      |
| Cave Creek                            | 2,925              | 3,255                      |
| Chandler                              | 90,533             | 141,735                    |
| El Mirage                             | 5,001              | 5,765                      |
| Fountain Hills                        | 10,030             | 15,220                     |
| Gila Bend                             | 1,747              | 1,730                      |
| Gilbert                               | 29,188             | 67,440                     |
| Glendale                              | 148,134            | 186,695                    |
| Goodyear                              | 6,258              | 10,215                     |
| Guadalupe                             | 5,458              | 5,380                      |
| Litchfield Park                       | 3,303              | 3,760                      |
| Mesa                                  | 288,091            | 343,710                    |
| Paradise Valley                       | 11,671             | 12,785                     |
| Peoria                                | 50,618             | 78,310                     |
| Phoenix                               | 983,403            | 1,180,740                  |
| Queen Creek                           | 2,667              | 3,145                      |
| Scottsdale                            | 130,069            | 178,525                    |
| Surprise                              | 7,122              | 11,335                     |
| Tempe                                 | 141,865            | 156,000                    |
| Tolleson                              | 4,434              | 4,400                      |
| Wickenburg                            | 4,515              | 4,845                      |
| Youngtown                             | 2,542              | 2,715                      |
| Unincorporated                        | 169,654            | 185,120                    |
| <b>Total County</b>                   | <u>2,122,101</u>   | <u>2,634,625</u>           |
| <br>                                  |                    |                            |
| <u>POPULATION OF STATE OF ARIZONA</u> | 3,665,228          | 4,462,300                  |

(1) Source: Department of Economic Security. Data from this source for previous years is subject to periodic update.

**Maricopa County**  
**Miscellaneous Statistical Data**  
 For the Fiscal Year Ended June 30, 1997

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| <u>BUILDING PERMITS</u> (1) | <u>CALENDAR YEAR</u> | <u>PERMITS ISSUED</u> | <u>VALUE OF BUILDINGS</u> |
|-----------------------------|----------------------|-----------------------|---------------------------|
|                             | 1987                 | 55,933                | \$ 3,848,426,000          |
|                             | 1988                 | 44,574                | 3,413,685,000             |
|                             | 1989                 | 36,434                | 2,659,568,000             |
|                             | 1990                 | 34,767                | 2,340,916,000             |
|                             | 1991                 | 37,539                | 2,501,786,000             |
|                             | 1992                 | 44,077                | 3,228,424,000             |
|                             | 1993                 | 47,787                | 3,529,540,000             |
|                             | 1994                 | 55,011                | 4,898,379,000             |
|                             | 1995                 | 58,948                | 5,440,364,000             |
|                             | 1996                 | 62,965                | 6,798,562,000             |

| <u>BANK DEPOSITS</u> (2) | <u>AS OF DECEMBER 31</u> | <u>THOUSANDS OF DOLLARS</u> |
|--------------------------|--------------------------|-----------------------------|
|                          | 1987                     | \$ 15,539,769               |
|                          | 1988                     | 15,362,755                  |
|                          | 1989                     | 15,016,731                  |
|                          | 1990                     | 18,992,331                  |
|                          | 1991                     | 19,448,091                  |
|                          | 1992                     | 19,358,015                  |
|                          | 1993                     | 19,485,966                  |
|                          | 1994                     | 20,017,167                  |
|                          | 1995                     | 21,171,950                  |
|                          | 1996                     | 17,806,183                  |

(1) Source: Bureau of Business and Economic Research, Arizona State University

(2) Source: Arizona Bankers' Association



**Maricopa County**  
**Miscellaneous Statistical Data**  
 For the Fiscal Year Ended June 30, 1997

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| <u>INCOME</u> | <u>CALENDAR<br/>YEAR</u> | <u>PER<br/>CAPITA (1)</u> | <u>MEDIAN PER<br/>HOUSEHOLD (2)</u> |
|---------------|--------------------------|---------------------------|-------------------------------------|
|               | 1986                     | \$ 15,424                 | \$ 25,673                           |
|               | 1987                     | 16,077                    | 25,596                              |
|               | 1988                     | 16,815                    | 25,639                              |
|               | 1989                     | 17,705                    | 26,861                              |
|               | 1990                     | 18,042                    | 28,778                              |
|               | 1991                     | 18,156                    | 30,162                              |
|               | 1992                     | 19,367                    | 31,255                              |
|               | 1993                     | 20,196                    | 33,002                              |
|               | 1994                     | 21,696                    | 34,894                              |
|               | 1995                     | 22,182                    | 31,932                              |

| <u>RETAIL SALES (3)</u> | <u>CALENDAR<br/>YEAR</u> | <u>THOUSANDS<br/>OF DOLLARS</u> |
|-------------------------|--------------------------|---------------------------------|
|                         | 1987                     | \$ 13,890,000                   |
|                         | 1988                     | 14,957,500                      |
|                         | 1989                     | 15,734,500                      |
|                         | 1990                     | 16,426,500                      |
|                         | 1991                     | 16,935,500                      |
|                         | 1992                     | 18,148,000                      |
|                         | 1993                     | 18,844,400                      |
|                         | 1994                     | 20,747,000                      |
|                         | 1995                     | 23,199,217                      |
|                         | 1996                     | 27,174,296                      |

(1) Source: Department of Economic Security, Research Administration.

(2) Source: Survey of Buying Power, Sales & Market Management

(3) Source: First Interstate Bank, Economics (1987-95)  
 Survey of Buying Power (1996)

**Maricopa County**  
**Miscellaneous Statistical Data**  
 For the Fiscal Year Ended June 30, 1997

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COUNTY EMPLOYEES-GENERAL GOVERNMENT

| <u>YEAR</u> | <u>NUMBER OF EMPLOYEES</u> | <u>PERCENT INCREASE (DECREASE)</u> | <u>NUMBER OF EMPLOYEES PER THOUSAND OF CAPITA</u> |
|-------------|----------------------------|------------------------------------|---------------------------------------------------|
| 1988        | 8,740                      | 3.1%                               | 4.3                                               |
| 1989        | 9,398                      | 7.5                                | 4.5                                               |
| 1990        | 10,118                     | 7.7                                | 4.7                                               |
| 1991        | 10,781                     | 6.6                                | 5.1                                               |
| 1992        | 11,899                     | 10.4                               | 5.5                                               |
| 1993        | 12,632                     | 6.2                                | 5.6                                               |
| 1994        | 13,314                     | 5.4                                | 5.8                                               |
| 1995        | 13,121                     | (1.4)                              | 5.6                                               |
| 1996        | 13,128                     | 0.1                                | 5.1                                               |
| 1997        | 13,475                     | 2.6                                | 5.1                                               |

UNEMPLOYMENT RATE (1)

| <u>YEAR</u> | <u>COUNTY</u> | <u>STATE</u> | <u>UNITED STATES</u> |
|-------------|---------------|--------------|----------------------|
| 1988        | 4.9%          | 6.3%         | 5.4%                 |
| 1989        | 4.9           | 5.9          | 5.1                  |
| 1990        | 4.3           | 5.3          | 5.1                  |
| 1991        | 4.3           | 4.8          | 7.0                  |
| 1992        | 5.9           | 7.2          | 7.8                  |
| 1993        | 4.8           | 6.0          | 7.0                  |
| 1994        | 5.0           | 6.4          | 6.0                  |
| 1995        | 4.1           | 5.3          | 5.7                  |
| 1996        | 3.3           | 5.3          | 5.3                  |
| 1997        | 3.6           | 5.5          | 5.4                  |

(1) Source: Department of Economic Security, Population and Statistical Unit, Research Administration.