



County of Tulare

State of California



Comprehensive Annual Financial Report

For the Fiscal Year
Ended June 30, 2011

COUNTY OF TULARE STATE OF CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

Prepared for the Board of Supervisors By

**Rita A. Woodard
County Auditor-Controller**

**Under the Direction of:
Oscar J. Garcia, CPA, Chief Accountant**

**COUNTY OF TULARE
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<u>INTRODUCTORY SECTION</u>		
Letter of Transmittal		1
Certificate of Achievement for Excellence in Financial Reporting		5
Organizational Chart		7
List of Elected and Appointed Officials		8
<u>FINANCIAL SECTION</u>		
Independent Auditor's Report		11
Management's Discussion and Analysis (Required Supplementary Information)		13
BASIC FINANCIAL STATEMENTS:		
Government-wide Financial Statements:		
Statement of Net Assets	1	28
Statement of Activities.....	2	30
Fund Financial Statements:		
Balance Sheet – Governmental Funds	3	32
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	3.1	34
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	4	35
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	4.1	36
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund.....	5	37

	<u>Exhibit</u>	<u>Page</u>
Statement of Fund Net Assets – Proprietary Funds	6	44
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	7	46
Statement of Cash Flows – Proprietary Funds	8	47
Statement of Fiduciary Net Assets – Fiduciary Funds	9	49
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds	10	50
Notes to the Financial Statements		51
REQUIRED SUPPLEMENTARY INFORMATION:		
Tulare County Employees’ Retirement Association – Schedule of Funding Progress		110
Tulare County Employees Other Postemployment Benefits (OPEB) Plan – Schedule of Funding Progress		110
Notes to Required Supplementary Information		110
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:		
Combining Balance Sheet – Nonmajor Governmental Funds	A-1	112
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	A-2	113
Nonmajor Governmental Funds – Special Revenue Funds:		
Combining Balance Sheet – Nonmajor Special Revenue Funds	B-1	115
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds	B-2	118
Indigent Health Fund Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-3	121
Library Fund Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-4	122

	<u>Exhibit</u>	<u>Page</u>
Fish and Game Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-5	123
Aviation Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-6	124
Structural Fire Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-7	125
Roads Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-8	126
Workforce Investment Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-9	127
Child Support Services Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-10	128
Mental Health Realignment Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-11	129
Health Realignment Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-12	130
Social Services Realignment Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-13	131
Tobacco Settlement Revenue Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-14	132
Tulare County In-Home Supportive Services Public Authority		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-15	133
Flood Control Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-16	134
CDBG Grants Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-17	135
HOME Program Grants Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-18	136

	<u>Exhibit</u>	<u>Page</u>
Redevelopment Admin Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-19	137
Earlimart Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-20	138
Ivanhoe Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-21	139
Lindsay Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-22	140
Goshen Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-23	141
Orosi Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-24	142
Pixley Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-25	143
Traver Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-26	144
Richgrove Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-27	145
Poplar Redevelopment Funds		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	B-28	146
Nonmajor Governmental Funds – Debt Service Funds:		
Combining Balance Sheet – Nonmajor Debt Service Funds	C-1	148
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Debt Service Funds	C-2	149
Pension Obligation Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	C-3	150

	<u>Exhibit</u>	<u>Page</u>
Equipment Loans Fund Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	C-4	151
Building Loans Fund Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	C-5	152
Nonmajor Governmental Funds – Capital Projects Fund:		
Balance Sheet – Nonmajor Capital Projects Fund	D-1	154
Statement of Revenues, Expenditures, and Changes in Fund Balance – Nonmajor Capital Projects Fund	D-2	155
Capital Projects Fund Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	D-3	156
Nonmajor Enterprise Funds:		
Combining Statement of Fund Net Assets – Nonmajor Enterprise Funds	E-1	158
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets – Nonmajor Enterprise Funds	E-2	159
Combining Statement of Cash Flows – Nonmajor Enterprise Funds	E-3	160
Internal Service Funds:		
Combining Statement of Fund Net Assets – Internal Service Funds	F-1	162
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets – Internal Service Funds	F-2	163
Combining Statement of Cash Flows – Internal Service Funds	F-3	164
Fiduciary Funds:		
Combining Statement of Fiduciary Net Assets – Fiduciary Funds	G-1	166
Combining Statement of Changes in Assets and Liabilities – Fiduciary Funds	G-2	167

	<u>Exhibit</u>	<u>Page</u>
Capital Assets Used in the Operation of Governmental Funds:		
Comparative Schedule by Source	H-1	172
Schedule by Function and Activity	H-2	173
Schedule of Changes by Function and Activity	H-3	174

STATISTICAL SECTION (UNAUDITED)

Net Assets by Component	Table 1	176
Changes in Net Assets	Table 2	177
Fund Balances of Governmental Funds	Table 3	179
Changes in Fund Balances of Governmental Funds	Table 4	180
General Governmental Tax Revenues by Source – Table	Table 5	181
Equalized Roll Assessed Value of Taxable Property	Table 6	182
Direct Overlapping Property Tax Rates	Table 7	183
Principal Property Taxpayers	Table 8	185
Property Tax Levies and Collections	Table 9	186
Ratios of Outstanding Debt by Type	Table 10	187
Computation of Direct and Overlapping Debt	Table 11	188
Legal Debt Margin Information	Table 12	189
Demographic Statistics	Table 13	190
Principal Employers	Table 14	191
Employees by Function	Table 15	192
Operating Indicators by Function	Table 16	193

	<u>Exhibit</u>	<u>Page</u>
Capital Asset Statistics by Function.....	Table 17	196
Summary of Financing Requirements by Fund and Function.....	Table 18	197
Insurance Policies in Force during Fiscal Year Ended June 30, 2011	Table 19	198

INTRODUCTORY SECTION

AUDITOR-CONTROLLER

221 South Mooney Blvd., Room 101-E □ Visalia, Ca 93291-4593 □ FAX (559) 730-2547



COUNTY OF TULARE

RITA A. WOODARD
Auditor-Controller/
Treasurer-Tax Collector
(559) 636-5200

Deborah Paolinelli
Assistant Auditor-Controller
(559) 636-5200

December 28, 2011

The Honorable Board of Supervisors
The County of Tulare
Administration Building
Visalia, California 93291-4582

Dear Board Members:

The comprehensive annual financial report for the County of Tulare ("the County") for the year ended June 30, 2011, is hereby submitted in accordance with Section 25253 of the Government Code of the State of California. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and changes in financial position of the various funds and component units of the County of Tulare (the County). All disclosures necessary for an understanding of the County's financial activities have been included. Dollar amounts are expressed in thousands, unless otherwise noted.

This comprehensive annual financial report has been prepared by the Department of the Auditor-Controller in accordance with generally accepted accounting principles (GAAP), as set forth in the pronouncements of the Governmental Accounting Standards Board (GASB) and the Financial Accounting Standards Board (FASB) through November 30, 1989. Responsibility for the accuracy of the data, including all disclosures, rests with the County. To provide a reasonable basis for making these representations, management of the County of Tulare has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the County of Tulare's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County of Tulare's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. We believe that the data, as presented, is accurate in all material respects, that it is presented in a manner designed to fairly set forth the financial position and changes in financial position of the County as measured by the financial activity of the various funds, and that all disclosures necessary to enable the reader to gain a full understanding of the County's financial affairs have been included.

The financial reporting entity includes all of the funds of the County of Tulare, as well as its component units, including the Tulare County Redevelopment Agency, the Terra Bella Sewer Maintenance District, the Tulare County Flood Control District, the Tulare County Public Facilities Corporation, the Tulare County Public Financing Authority, the Tulare County In-Home Supportive Services Public Authority, and the First 5 Tulare County. Component units are legally separate entities for which the County is financially accountable.

The County provides a full range of services, including police and fire protection; health and sanitation services; social services; construction and maintenance of highways, streets, and infrastructures; recreational activities; and cultural events.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County of Tulare's MD&A can be found immediately following the report of the independent auditor.

GOVERNMENTAL STRUCTURE, LOCAL ECONOMIC CONDITION AND OUTLOOK

The County of Tulare is a general law county created by the State Legislature in 1852. The County is located in the San Joaquin Valley. The Sierra Nevada provides its eastern boundary line. The County ranks seventh among California counties in land area. The County has a population of approximately 446,837 residents, and its County Seat, the City of Visalia, has a population of approximately 125,770.

The County is the number one producer of dairy products in the United States, and is the nation's second highest-ranking county with regard to total agriculture and livestock production. The County's total crop acreage is over 1.6 million acres. The climate of the County is such that it produces outstanding citrus crops. Among these crops, oranges are the most prominent; however, the County also ranks 3rd in the State with 5,130 acres devoted to lemons. Thousands of acres of grapes also generate significant revenue. Table grapes grown here are shipped worldwide, while other grapes are processed for wine making and raisins. The County is also famous for its olives, almonds, pistachio nuts, walnuts, plums, peaches, and nectarines, which account for hundreds of millions of dollars in farm income each year. California produces 95 percent of the nation's olives, 54% of which are grown and packaged in the County. The beef industry is also an important component of the County's economy, as are turkey and hog production. The County's geographical location presents easy access to markets around the world for all commodities produced.

MAJOR INITIATIVES

For the year. The Board of Supervisors' commitment to effectively serving the residents of the County of Tulare is demonstrated by the following:

Sponsored 7 Step Up community events in collaboration with the Tulare County Gang Prevention Task Force, including first time events in Terra Bella, the City of Porterville, the Alta Vista School District, Poplar, and Alpaugh/Allensworth.

Expanded the Step Up Youth Activities Grant Program to include middle school youth and awarded \$40,000 in grants.

Initiated the Summer Night Lights Program aimed at curbing violence and other negative activities by keeping selected parks and recreational activities open on Saturday evenings throughout the summer.

Implemented The Tulare County Speakers Bureau which provides a diverse group of local government experts who are prepared to speak on a wide range of topics relating to local government issues.

Initiated the online citizen request form to provide residents with a convenient way to communicate with County departments about an issue that needs resolving.

Promoted locally grown produce through the development of the Taste Tulare County buy local initiative.

Began work on the Tulare County Disadvantaged Communities Water Study grant aimed at developing recommended solutions to water issues facing disadvantaged communities.

Developed marketing and program support strategies to comply with the San Joaquin Valley Pollution Control District's Rule 9410 (Employer Based Trip Reduction).

For the Future. The Board of Supervisors continues to prioritize programs to effectively serve the needs of the residents of the County of Tulare, and the following projects are a demonstration of that commitment:

Each Supervisor has committed to conduct a town hall meeting in their District to enhance community relations, particularly those with no community or town councils.

Execute the marketing and program support strategies and develop the service and facilities strategy for the San Joaquin Valley Air Pollution Control District's Rule 9410 (Employer Based Trip Reduction).

Implement the countywide customer service program.

Work closely and diligently with our delegates in Sacramento and Washington D.C. to protect the County's interests.

Support the Step Up Service Learning Grant Program for youth throughout Tulare County.

FINANCIAL INFORMATION

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

As a recipient of federal, state and local financial assistance, the County is also responsible for maintaining an adequate internal control structure that will ensure and document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management and the internal audit staff of the County.

As part of the County's Single Audit, tests were made of the County's internal control structure and of its compliance with applicable laws and regulations relating to federal awards. Although this testing was not sufficient to support an opinion on the County's internal control system or its compliance with laws and regulations related to non-major federal awards, the audit for the year ended June 30, 2011, disclosed no material internal control weaknesses or material violations of laws and regulations.

In addition, the County maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Supervisors (the Board). Activities of the General Fund, special revenue funds, debt service funds, and capital projects funds are included in the annual appropriated budget. The legal level of budgetary control (that is, the level which cannot be exceeded without action by the Board of Supervisors) is the fund level, with the exception of the General Fund in which the legal level of control is the department level. The Administrative Officer may approve transfers of appropriations between expenditure appropriation classifications, within the same budget unit.

The County utilizes an automated accounting system (Advantage Financial) maintained on the County's Client Server computers. The system allows the County to restrict each department's expenditures to the amount of the budgeted appropriation. Changes in budget appropriation must be approved by

the Board as a transfer from contingency reserve, transfer from another budget unit, or as an appropriation of unanticipated or over realized revenue. Any unencumbered appropriation balances remaining at the end of the fiscal year automatically lapse except by approval of the County Administrative Officer (CAO). The fund balances along with projected revenues become available for appropriation in the following year.

As demonstrated by the statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management.

INDEPENDENT AUDIT

The financial records and transactions of the County and its blended component units for the fiscal year ended June 30, 2011, have been audited by Brown Armstrong, Certified Public Accountants, and their opinion is included in the Financial section of this report.

In addition, the County of Tulare is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended in 1996, and the U.S. Office of Management and Budget's Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to the single audit, including a schedule of expenditures of federal awards, the independent auditor's reports on internal control and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in a separately issued single audit report.

AWARDS

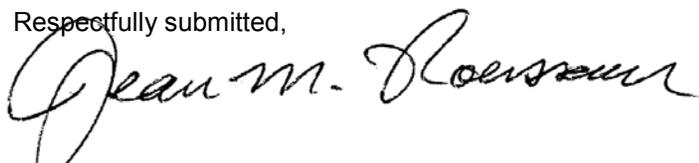
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Tulare for its comprehensive annual financial report for the fiscal year ended June 30, 2010. This was the twelfth consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

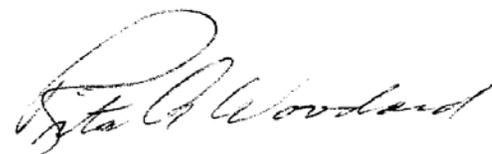
ACKNOWLEDGMENT

The preparation of the comprehensive annual financial report was made possible by the dedicated service of the entire staff of the Auditor-Controller's Office, as well as the efforts and input of every department of the County, and to Brown Armstrong, Certified Public Accountants for their professional assistance. Each participating member has our sincere appreciation for the contributions made in the preparation of this report. Finally, we would like to thank the Board for their continued efforts in planning and conducting the County's financial operations in a responsible and progressive manner.

Respectfully submitted,



JEAN M. ROUSSEAU
County Administrative Officer



RITA A. WOODARD
Auditor-Controller / Treasurer-Tax Collector

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Tulare
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

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.



Linda C. Davison

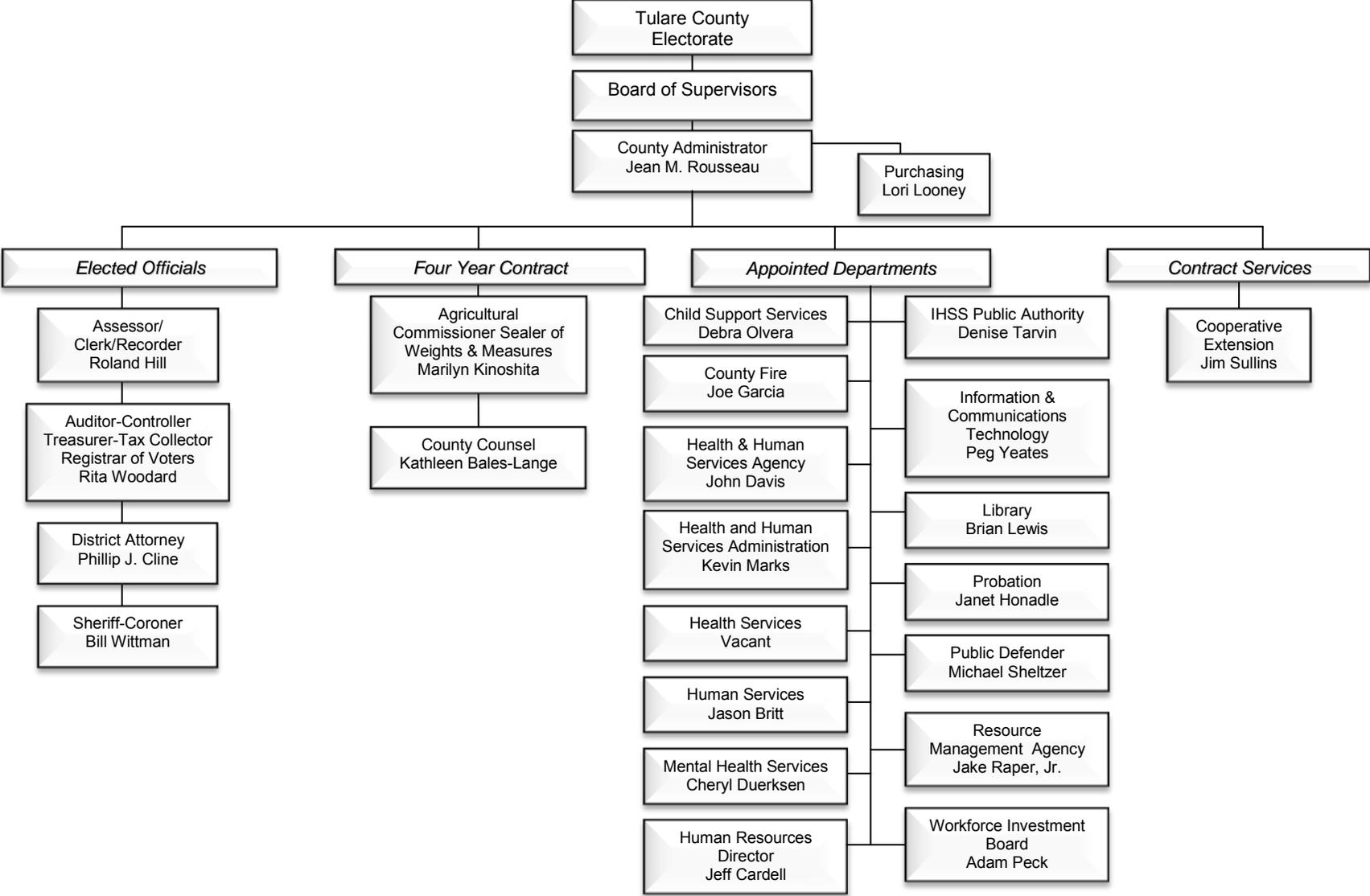
President

Jeffrey R. Emer

Executive Director



COUNTY OF TULARE
ORGANIZATIONAL CHART
 August 2011



**COUNTY OF TULARE
LIST OF ELECTED AND APPOINTED OFFICIALS
JUNE 30, 2011**

<u>DEPARTMENT</u>	<u>OFFICIALS</u>	<u>POSITIONS</u>
Agriculture Comissioner	Marilyn Kinoshita	58
* Assessor/Clerk-Recorder	Roland Hill	94
* Auditor-Controller/Treasurer-Tax Collector Elections Purchasing	Rita Woodard	65
Board of Supervisors		7
** District No. 1 – Three Rivers, Exeter	Allen Ishida, Vice Chairman	
** District No. 2 – Tulare, Alpaugh, Pixley	Pete Vander Poel	
** District No. 3 -- Visalia	Phillip Cox	
** District No. 4 – Dinuba, Goshen, Woodlake	J. Steven Worthley	
** District No. 5 – Porterville, Tule Reservation	Mike Ennis, Chairman	
Child Support Services	Debra Olvera	212
Cooperative Extension	Jim Sullins	9
County Administrative Office General Services Capital Projects	Jean M. Rousseau	168.5
County Counsel Risk Management	Kathleen Bales-Lange	53.65
* District Attorney Public Administrator	Phillip J. Cline	207
Fire Protection Services	Steve Sunderland	115
Grand Jury	Louise Whittle	.48

Footnote:

- Unmarked – Appointed
- * Elective – County at Large
- ** Elective – By District
- *** Interim – Agency Director

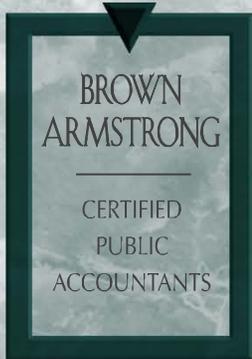
**COUNTY OF TULARE
LIST OF ELECTED AND APPOINTED OFFICIALS
JUNE 30, 2011**

<u>DEPARTMENT</u>	<u>OFFICIALS</u>	<u>POSITION</u>
Health & Human Services Agency	John Davis	1,961.7
Administrative Services		
Human Services		
Primary Care Services		
Community Services		
Human Resources & Development	Jeff Cardell	26
Information Technology	Peg Yeates	121
Law Library	Anne Bernardo	2
Library	Brian G. Lewis	39.9
Probation	Janet M. Honadle	348
Juvenile Detention Facility		
Probation Youth Facility		
Delinquency Prevention & Court Services		
Supervision Services		
Program Planning and Development		
Administrative Services		
Public Defender	Michael Sheltzer	83
*** Resource Management Agency	Jake Raper	303
Engineering Services		
Transportation Services		
Long Range Planning		
Support Services		
Administration		
* Sheriff-Coroner	Bill Wittman	736
Workforce Investment	Adam Peck	23
	Total Allocations	4,633.23

Footnote:

- Unmarked – Appointed
- * Elective – County at Large
- ** Elective – By District
- *** Interim – Agency Director

FINANCIAL SECTION



BROWN ARMSTRONG

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Board of Supervisors
of the County of Tulare, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Tulare, California (the County) as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the First 5 Tulare County, which represents 100 percent of the assets and revenues of the discretely presented component unit for the fiscal year then ended. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for First 5 Tulare County, is based solely on the report of the other auditors.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2011, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison information for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1 to the Financial Statements, the County of Tulare has adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2011, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

MAIN OFFICE

4200 TRUXTUN AVENUE

SUITE 300

BAKERSFIELD, CA 93309

TEL 661.324.4971

FAX 661.324.4997

EMAIL info@bacpas.com

560 CENTRAL AVENUE

SHAFTER, CALIFORNIA 93263

TEL 661.746.2145

FAX 661.746.1218

8050 N. PALM AVENUE

SUITE 300

FRESNO, CALIFORNIA 93711

TEL 559.476.3592

FAX 559.476.3593

790 E. COLORADO BLVD.

SUITE 908B

PASADENA, CALIFORNIA 91101

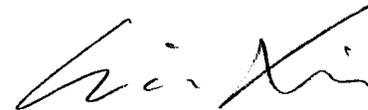
TEL 626.240.0920

FAX 626.240.0922

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 13 through 26 and schedules of funding progress on page 110 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

BROWN ARMSTRONG
ACCOUNTANCY CORPORATION



Bakersfield, California
December 28, 2011

**COUNTY OF TULARE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2011**

As management of the County of Tulare ("the County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2011. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$1,747,685 (*net assets*). Of this amount, \$81,422 (*unrestricted net assets*) may be used to meet the County's ongoing obligations to citizens and creditors.

The County's total net assets, which may serve as a useful indicator of financial position, increased by \$41,119.

As of the close of the current fiscal year, the County governmental funds reported combined ending fund balances of \$164,754, a decrease of \$471 in comparison with the prior year. Amounts available for spending include restricted, committed, assigned, and unassigned fund balances; these totaled \$163,192 or 99% of ending fund balance. Of this amount, \$114,915 is restricted by law or externally imposed requirements, and \$25,333 is committed for specific purposes.

At the end of the current fiscal year, unassigned fund balance for the General Fund was \$27,146 or 5.3% of total General Fund expenditures.

The County's total debt decreased by \$12,891 during the current fiscal year.

Overview of Financial Statements

The Comprehensive Annual Financial Report for the County of Tulare consists of three parts – *Management's Discussion and Analysis* (this section), the *Basic Financial Statements*, and an optional section that presents *Combining and Individual Fund Statements and Schedules* for nonmajor governmental funds, nonmajor enterprise funds, and internal service funds. This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The two types of financial statements are designed to present two different views of the County.

Government-wide financial statements. The *government-wide financial statements* provide readers with a broad overview of both long-term and short-term information about the County's *overall* financial status in a manner similar to a private-sector business. The two government-wide statements report the County's *net assets* and how they have changed. Net assets are one way to measure the County's financial health or position.

The government-wide financial statements of the County are divided into two categories:

Governmental activities – most of the County's basic services are included here, such as fire, public works, and general administration, which receive approximately 79.06% of their support from charges for services and operating grants and contributions. Property taxes, sales taxes, and other revenues cover the remaining costs.

Business-type activities – charge fees to users which are intended to recover all or a significant portion of their costs for certain services, such as water and sewer services and solid waste disposal. In the year ended June 30, 2011, 66.56% of costs were recovered through fees to users. Sales taxes, operating grants, and investment income covered the remaining costs.

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

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

The government-wide financial statements include not only the County itself (known as the *primary government*), but also seven legally separate organizations for which the elected officials of the County are financially accountable. Financial information for six of these *blended component units* is combined with the financial information presented for the primary government itself. First 5 Tulare County is a *discretely presented component unit*.

The government-wide financial statements can be found in the Basic Financial Statements section following the Management's Discussion and Analysis.

Fund financial statements. A *fund* is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The *fund financial statements* focus on individual parts of the County government. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

The County maintains 33 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Tulare County Public Facilities Corporation, and the Tulare County Public Financing Authority, all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. Similar comparisons for all nonmajor governmental funds are provided in the form of *budget and actual schedules* elsewhere in this report.

The basic governmental fund financial statements can be found following the government-wide financial statements in the Basic Financial Statements section of this report.

Proprietary funds. The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its Solid Waste, Transit, and many sewer and water operations. *Internal service funds* are used to accumulate and allocate costs internally. The County uses internal service funds to account for its central services, such as mailroom, print shop, and motorpool, and for insurance coverage. They have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for Solid Waste, which is a major fund of the County. Data for all nonmajor enterprise funds are combined into a single, aggregated presentation. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements, as well. Individual fund data for the nonmajor enterprise funds and the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund financial statements can be found in the Fund Financial Statements section of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. They provide information about financial relationships in which the County acts solely as a *trustee or agent* for the benefit of others, to whom the resources belong. All of the County's fiduciary activities are reported in a separate statement of fiduciary net assets. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found in the Fund Financial Statements section of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found following the fund financial statements in this report.

Other information. The combining statements and schedules in connection with nonmajor governmental funds, nonmajor enterprise funds, internal service funds, and capital assets used in the operation of governmental funds are presented immediately following the notes to the financial statements.

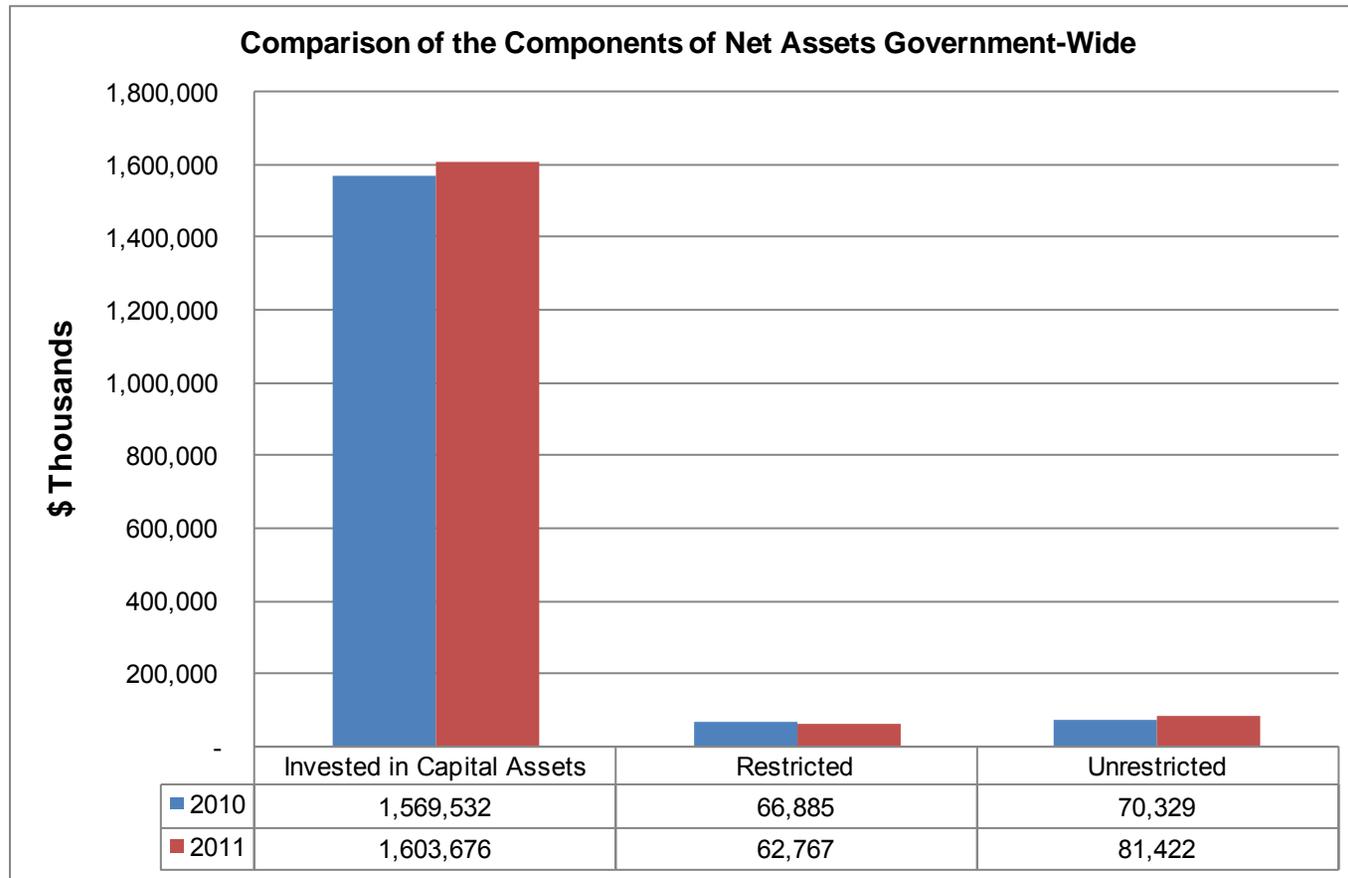
Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$1,747,865 at the close of the most recent fiscal year.

A portion (\$1,603,676) of the County's net assets (91.75%) for the current year reflects its investment in capital assets (e.g., land, infrastructure, buildings, equipment, and vehicles), less any related, outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets (\$62,767) represents resources that are subject to external restrictions on how they may be used (*restricted net assets*). The remaining balance of *unrestricted net assets* (\$81,422) may be used to meet the government's ongoing obligations to citizens and creditors.

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



Key elements of the County's calculation of net assets for both governmental activities and business-type activities for the fiscal years ended June 30, 2010 and 2011, are as follows:

County of Tulare's Net Assets (amounts expressed in thousands)						
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	2011	2010	2011	2010	2011	2010
As of June 30,						
Current and other assets	\$ 416,240	\$ 392,300	\$ 59,699	\$ 62,008	\$ 475,939	\$ 454,308
Capital assets	1,615,750	1,587,272	28,886	29,625	1,644,636	1,616,897
Total assets	<u>2,031,990</u>	<u>1,979,572</u>	<u>88,585</u>	<u>91,633</u>	<u>2,120,575</u>	<u>2,071,205</u>
Long-term liabilities outstanding	156,303	161,593	46,878	50,293	203,181	211,886
Other liabilities	167,292	151,202	2,237	1,371	169,529	152,573
Total liabilities	<u>323,595</u>	<u>312,795</u>	<u>49,115</u>	<u>51,664</u>	<u>372,710</u>	<u>364,459</u>
Invested in capital assets, net of related debt	1,576,213	1,541,360	27,463	28,172	1,603,676	1,569,532
Restricted	57,762	61,880	5,005	5,005	62,767	66,885
Unrestricted	74,420	63,537	7,002	6,792	81,422	70,329
Total net assets	<u>\$ 1,708,395</u>	<u>\$ 1,666,777</u>	<u>\$ 39,470</u>	<u>\$ 39,969</u>	<u>\$ 1,747,865</u>	<u>\$ 1,706,746</u>

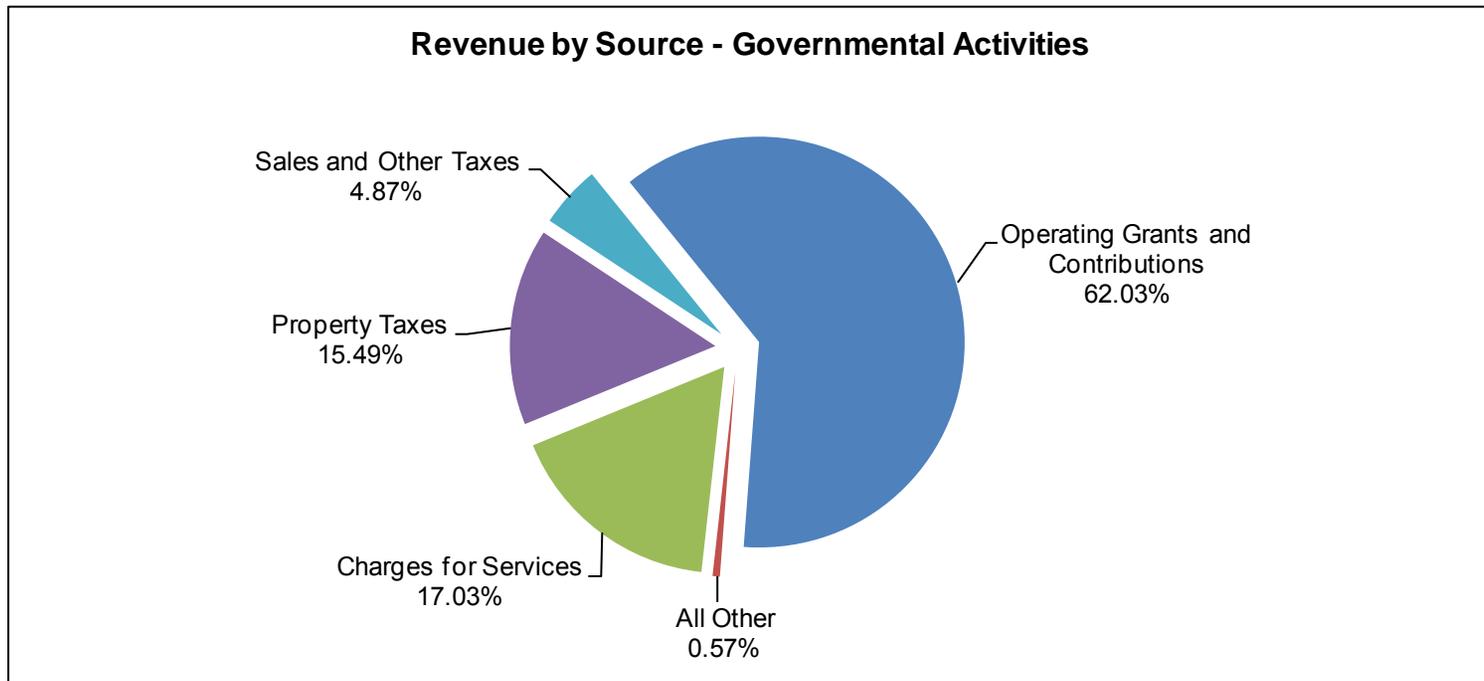
County of Tulare's Changes in Net Assets
(amounts expressed in thousands)

For the fiscal year ended June 30,	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program Revenues:						
Charges for services	111,600	\$ 104,171	9,194	\$ 9,161	\$ 120,794	\$ 113,332
Operating grants and contributions	406,398	418,780	1,270	844	407,668	419,624
General Revenues:					-	-
Property taxes	101,519	99,991	-	-	101,519	99,991
Sales and other taxes	31,937	17,783	2,486	943	34,423	18,726
Other	3,750	4,784	864	2,227	4,614	7,011
Total revenues	<u>655,204</u>	<u>645,509</u>	<u>13,814</u>	<u>13,175</u>	<u>669,018</u>	<u>658,684</u>
Expenses:						
General government	39,515	26,587	-	-	39,515	26,587
Public protection	182,316	192,533	-	-	182,316	192,533
Public ways and facilities	25,485	29,120	-	-	25,485	29,120
Health and sanitation	117,572	120,796	-	-	117,572	120,796
Public assistance	235,547	236,861	-	-	235,547	236,861
Education	5,412	5,027	-	-	5,412	5,027
Culture and recreation	310	2,095	-	-	310	2,095
Unallocated depreciation	520	953	-	-	520	953
Interest expense	3,137	5,806	-	-	3,137	5,806
Solid waste	-	-	10,847	13,144	10,847	13,144
Water/Sewer services	-	-	867	958	867	958
Transit	-	-	1,988	1,749	1,988	1,749
Other business-type activities	-	-	1	3	1	3
Total expenses	<u>609,814</u>	<u>619,778</u>	<u>13,703</u>	<u>15,854</u>	<u>623,517</u>	<u>635,632</u>
Change in net assets before transfers	<u>45,390</u>	<u>25,731</u>	<u>111</u>	<u>(2,679)</u>	<u>45,501</u>	<u>23,052</u>
Transfers	<u>515</u>	<u>531</u>	<u>(515)</u>	<u>(531)</u>	<u>-</u>	<u>-</u>
Change in net assets	<u>45,905</u>	<u>26,262</u>	<u>(404)</u>	<u>(3,210)</u>	<u>45,501</u>	<u>23,052</u>
Net assets - July 1	1,666,777	1,638,451	39,969	43,179	1,706,746	1,681,630
Prior period adjustment	<u>(4,287)</u>	<u>2,064</u>	<u>(95)</u>	<u>-</u>	<u>(4,382)</u>	<u>2,064</u>
Net assets - June 30	<u>\$ 1,708,395</u>	<u>\$ 1,666,777</u>	<u>\$ 39,470</u>	<u>\$ 39,969</u>	<u>\$ 1,747,865</u>	<u>\$ 1,706,746</u>

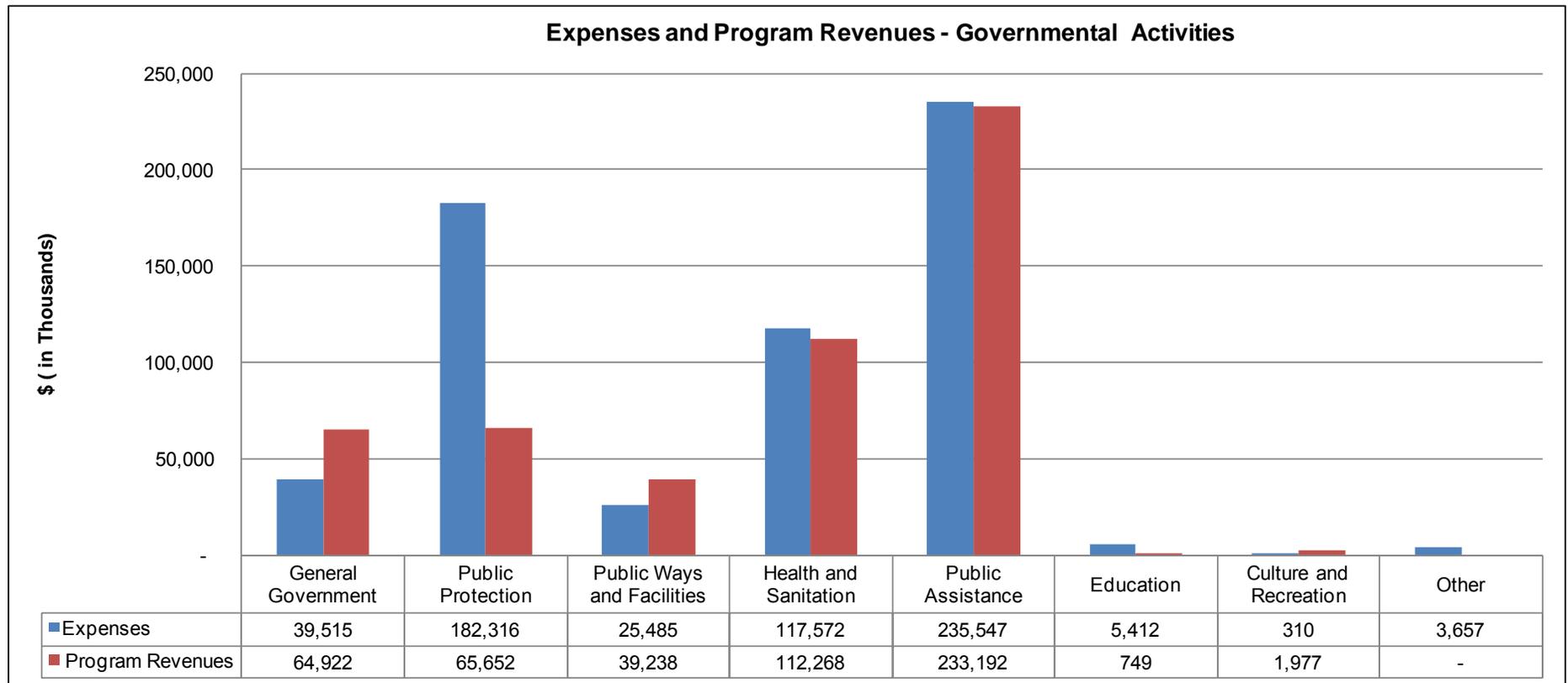
1 Net assets - July 1 has been restated to reflect a change in accounting principle as described in Note 5. J.

The County's overall net assets increased \$41,119 during the year ended June 30, 2011. The dominant factor was an approximate \$12,115 (2%) decrease in total expenses.

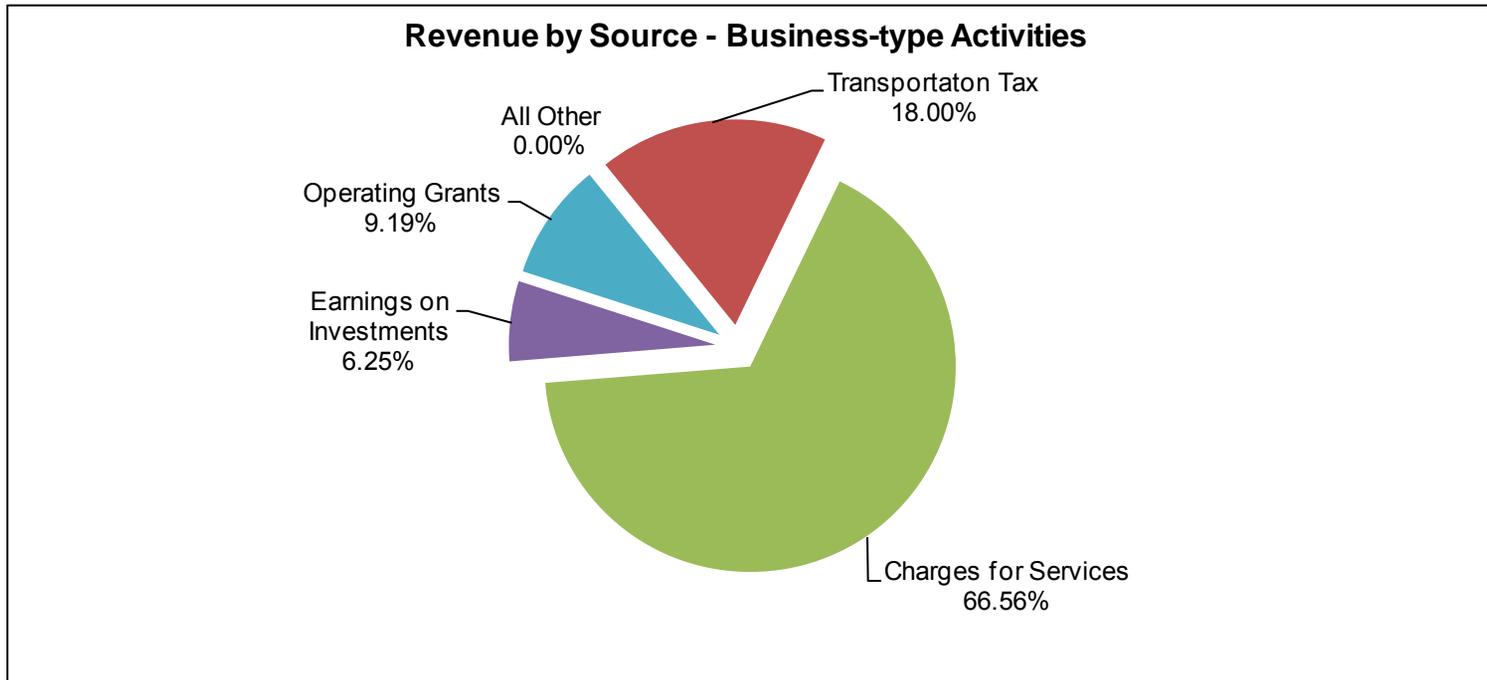
Governmental activities. Governmental activities increased the County's current year net assets by \$41,618. The sales and other taxes increased by \$14,154, and public protection expenses decreased by \$10,217. Also, due to contractions in the economy, the County has responded by cutting back on all other general expenses, which is why the reverse effect is realized on total net assets. Key elements of revenues in governmental activities for the year ended June 30, 2011, are as follows:



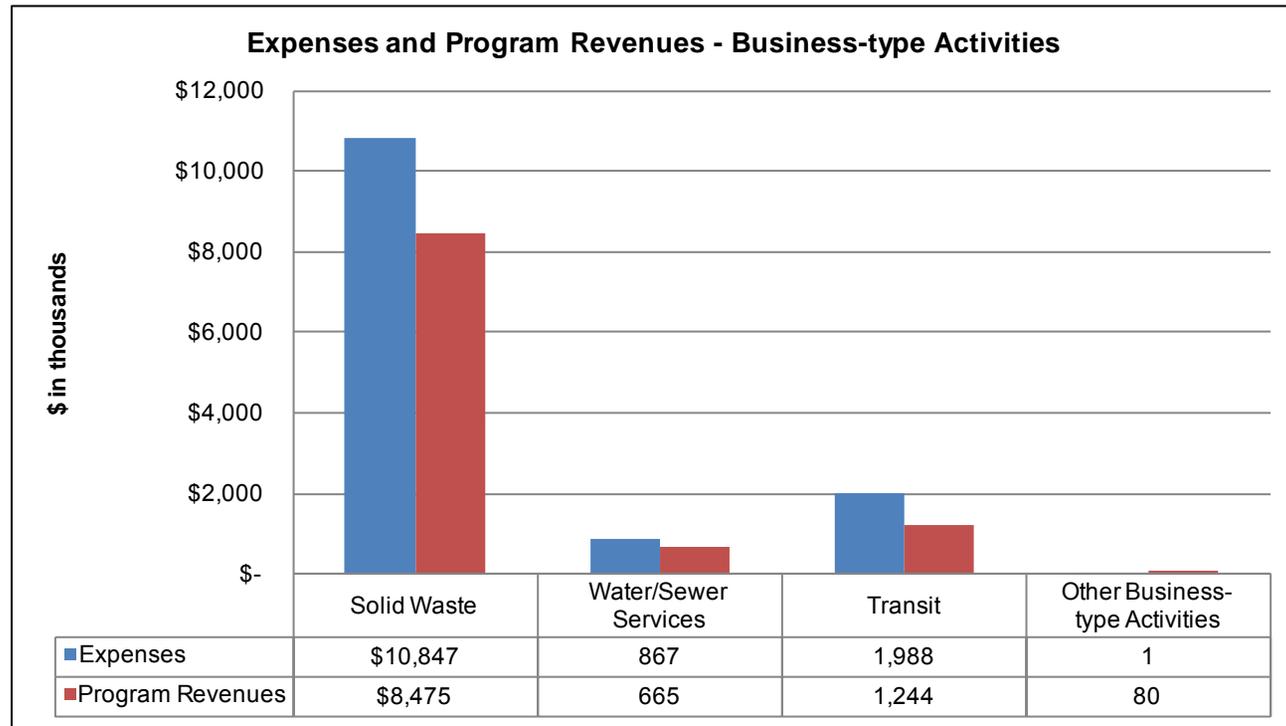
Whereas most governmental activities require some general revenues to cover costs in excess of program revenues, the largest segment of uncovered costs are in the area of public protection. A comparison of expenses and program revenues for governmental activities for the fiscal year ended June 30, 2011, is as follows:



Business-type activities. Business-type activities decreased the County's overall net assets by \$499. Contributing factors are decreases in other general revenues of \$1,363 and increase in transit expenses of \$239. The largest source of business-type revenue continues to be Charges for Services, which represents 66.56% of all business-type activities revenue.



Total fee revenues for Solid Waste, which represents 92% of charges for services for business-type activities, represents a smaller percentage of revenues compared with the prior year – continuing a 5-year trend. Solid Waste continues to have a disparity between expenses of \$10,847 and fee revenue of \$8,130, which is primarily due to no change in the fee structure, while expenses steadily rise. A comparison of expenses and program revenues for business-type activities for the fiscal year ended June 30, 2011, is as follows:



Financial Analysis of the County's Funds

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

Governmental funds. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financial requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$164,754, a decrease of \$471 over the prior year. Approximately 3.9% of the total fund balances, or \$7,717, constitutes *unassigned fund balance*, which is available for spending at the County's discretion. The remainder of fund balance is comprised of *Non Spendable, Restricted, Committed, or Assigned fund balance*.

Non Spendable fund balance, \$1,562, are amounts that are not spendable in form, or are legally or contractually required to be maintained intact, and are made up of inventory and prepaid items.

Restricted fund balance, \$114,915, consists of amounts with constraints put on their use by externally imposed creditors, grantors, contributions, laws, regulations, or enabling legislation. Examples of restrictions on funds are those for (1) purpose of fund (i.e., fire protection) \$49,595, (2) Remediation of Harmon Field \$5,000, and (3) other purposes \$3,047. Two major blended component units of the County are the Tulare County Public Facilities Corporation (TCPFC) and the Tulare County Public Financing Authority (TCPFA), which were established to assist with past and future acquisition and maintenance of County structures. Since both of these blended component units are related to capital assets and the financing thereof, the *majority of fund balances* of both TCPFC \$5,753 (100%) and TCPFA \$54,996 (93.6%) are restricted for future servicing of debt.

Committed fund balance, \$25,333, are amounts for specific purposes determined by the Board of Supervisors, such as (1) advances to others \$1,280, (2) department programs \$20,652, (3) capital projects \$1,493, (4) encumbrances \$170, and (5) other purposes \$1,738.

Assigned fund balance of \$15,227 represents residual fund balance intended for use by special revenue funds.

Unassigned fund balance, \$7,717, represents the residual classification for the County's General Fund of \$27,146, as well as governmental funds where expenditures exceed other available fund balance (\$19,429).

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$27,146, while total fund balance reached \$50,530. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 5.3% of total General Fund expenditures, while total fund balance represents 9.9% of that same amount.

Spending from the General Fund decreased by \$11,724 or 2.3%. Contributing factors include a 37.5% (\$5,887) increase in general governmental spending. A 5.9% (\$9,165) decrease in spending for public protection spread fairly evenly among the Sheriff's, District Attorney's, Public Defender's and Probation Offices. Public ways and facilities spending decreased by \$4,691 or 4% due to a reduction in public assistance funds. A 98% (\$1,882) decrease in culture and recreation spending.

Proprietary funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. *Total net assets* of all proprietary funds were \$59,585, with \$39,470 of that in enterprise funds and 77.9% (\$30,736) of the enterprise funds net assets in Solid Waste. *Unrestricted net assets* of Solid Waste at the end of the fiscal year amounted to \$3,598, which is a reduction in net assets for Solid Waste of \$1,720 or 5.2% of the prior year net assets. Other factors concerning the finances of this fund have already been addressed in the discussion of the County of Tulare's business-type activities.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities at current year-end amounts to \$1,644,636 (net of accumulated depreciation). This investment in capital assets includes land, infrastructure, buildings and improvements, equipment and vehicles, and some construction in progress and infrastructure in progress.

County of Tulare's Capital Assets (net of depreciation)						
As of June 30, 2011	Governmental Activities		Business-type Activities		Total	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Land	\$ 910,941	\$ 907,965	\$ 6,728	\$ 6,728	\$ 917,669	\$ 914,693
Infrastructure	468,783	467,257	-	-	468,783	467,257
Buildings and improvements	134,202	128,371	15,959	8,489	150,161	136,860
Equipment and vehicles	23,865	24,349	5,299	5,271	29,164	29,620
Construction in progress	2,189	8,868	922	9,137	3,111	18,005
Infrastructure in progress	75,770	50,462	-	-	75,770	50,462
Total	<u>\$ 1,615,750</u>	<u>\$ 1,587,272</u>	<u>\$ 28,908</u>	<u>\$ 29,625</u>	<u>\$ 1,644,658</u>	<u>\$ 1,616,897</u>

Major capital asset events during the current fiscal year included the following:

1. The relocation of the County motorpool facility was completed at a cost of \$1,177.
2. Infrastructure Equipment such as Tractors / Caterpillars were added for a total of \$589.
3. The County purchased buses and vehicles for public safety departments at a cost of \$509.

Additional information on the County's capital assets can be found in Note 4.E. of this report.

Long-term debt. At the end of the current fiscal year, the County had total outstanding debt of 90,220. Of this amount, 30.7% (\$27,731) comprises debt for Certificates of Participation (COP's) issued by the Tulare County Public Facilities Corporation for the acquisition or construction of major capital facilities. Approximately 6.9% of the outstanding debt of the County (\$6,270) represents Pension Obligation Bonds used to pay a previously unfunded actuarial accrued liability. Another 44% (\$39,727) is the outstanding balance of Variable Rate Demand Bonds issued by the Tulare County Public Financing Authority to provide financing for future acquisition and construction of major capital facilities. The remaining balance is for several capital leases and loans used for new equipment and vehicles used in the general operations of the County.

County of Tulare's Outstanding Debt						
As of June 30,	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Loans	\$ 13,222	\$ 14,362	\$ -	\$ -	\$ 13,222	\$ 14,362
Variable Rate Demand Bonds	39,720	40,435	7	7	39,727	40,442
Pension Obligation Bonds	6,270	11,955	-	-	6,270	11,955
Tax Allocation Bond	3,270	3,358	-	-	3,270	3,358
Certificates of Participation	26,315	31,550	1,416	1,446	27,731	32,996
Totals	\$ 88,797	\$ 101,660	\$ 1,423	\$ 1,453	\$ 90,220	\$ 103,113

The overall decrease of current fiscal year outstanding debt of the County over the prior fiscal year is \$12,893 (12.5%). The largest reductions occurred with payments of \$5,235 against the COP's and \$5,685 paid on Pension Obligation Bonds.

The County maintains a long-term credit rating of A1 Issuer (General Obligation equivalent) by Moody's Investors Service.

Constitutional Amendment XIII A, passed by a vote of the people and effective July 1, 1978, prohibits the County from raising ad valorem property taxes above 1% of full cash value. Thus, the legal debt margin (\$341,335) is 1.25% of assessed valuation (\$27,306,780). As of June 30, 2011, the County had no tax supported general obligation bonded debt outstanding.

Additional information on the County's long-term debt can be found in Note 4.J. of this report.

Economic Factors and Next Year's Budgets

The County's economy continues to falter since the downward spiral in Fiscal Year 2008-2009 due to the continuing decline in the housing market and the closing of additional local retail businesses that resulted in reduced sales taxes and increased unemployment. The County's unemployment rate has now increased to 15.8% as of June 2011 due to layoffs in virtually all employment sectors, including local governments. The County's assessed valuation remained flat for Fiscal Year 2010-2011.

The Governor's Fiscal Year 2010-2011 State Budget marks the third year in a row for unprecedented steps to bring the State Budget into balance, to address the State's \$19.3 billion shortfall. Effects of the worst recession that California has faced since the Great Depression have compelled the Governor and the Legislature to hold General Fund spending essentially flat. The Budget Act closes an estimated budget gap with a combination of expenditure reductions, federal funds, and other solutions. These reductions include:

- Cuts in funding to various health and human services programs such as CalWORKS (welfare), Medi-Cal, Healthy Families, mental health and In-Home Supportive Services that result in less services available to citizens needing the most help;

- Continued suspension of the Property Tax Administration Program (PTAP) used to augment county assessors' budgets;

- Continued suspension of Fiscal Year 2010-2011 mandate reimbursements that force the County to provide additional unfunded services;

- Suspension of the Williamson Act, under which the State reimburses the County for a portion of the property tax lost to agricultural landowners who reserve their land for agricultural use for at least 10 years, and receive property tax reductions during that period. Now a County run program;

- The County is still facing a "perfect storm" for local programs and services: declining revenues due to a deteriorating economy and consequent job losses, previous budgetary reductions by the State, and a new set of State spending cuts that will further decimate local County services.

The County's Fiscal Year 2011-2012 budget addresses these and other concerns. It has a \$14,477,569 unreserved fund balance in the General Fund that is appropriated for spending.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those interested. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Auditor-Controller's Office, 221 S. Mooney Blvd., Suite 101-E, Visalia, CA 93291. The Comprehensive Annual Financial Report of the County of Tulare for the fiscal year ended June 30, 2011, can also be found at the County's website www.co.tulare.ca.us/government/auditor/finrpt.

BASIC FINANCIAL STATEMENTS
Government-wide Financial Statements

COUNTY OF TULARE
STATEMENT OF NET ASSETS
JUNE 30, 2011
(amounts expressed in thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	First 5 Tulare County
Assets				
Current assets:				
Cash in banks	\$ 637	\$ 215	\$ 852	
Investment in treasury pool	243,311	8,404	251,715	9,092
Investments	8,791	-	8,791	
Cash on hand	8	6	14	
Imprest cash	576	2	578	
Accounts receivable, net				
Accounts	33,176	1,551	34,727	1,048
Taxes	9,563	-	9,563	
Due from other governments	30,102	-	30,102	55
Deposits with others	68	110	178	4
Due from other funds	262	-	262	-
Inventories	413	-	413	
Prepaid items	1,674	-	1,674	9
Lease payments receivable, net of interest	815	-	815	
Pension assets	7,504	-	7,504	
Deferred charges	173	-	173	
Notes receivable	21,403	-	21,403	
Advances to Agency funds	830	71	901	
Restricted assets	56,934	49,340	106,274	
Capital assets, not being depreciated/amortized	988,900	7,650	996,550	
Capital assets, net of accumulated depreciation/amortization	626,850	21,236	648,086	6
Total assets	2,031,990	88,585	2,120,575	10,214

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

COUNTY OF TULARE
STATEMENT OF NET ASSETS (Continued)
JUNE 30, 2011
(amounts expressed in thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	First 5 Tulare County
Liabilities				
Current liabilities:				
Accounts payable	44,293	2,000	46,293	1,434
Cash overdraft	705	-	705	
Due to other governments	20,730	-	20,730	
Due to other agency	215	38	253	
Deposits from others	196	61	257	
Salaries and benefits payable	8,119	126	8,245	8
Interest payable	994	12	1,006	
Unearned revenue	92,040	-	92,040	
Noncurrent liabilities - Due within one year:				
Liability claims payable	6,550	-	6,550	
Compensated absences	1,534	21	1,555	
Loans payable	1,211	-	1,211	5,743
Contractual Obligations	53	-	53	
Bonds payable	7,077	-	7,077	
COP's payable	5,495	35	5,530	
Noncurrent liabilities - Due in more than one year:				
Liability claims payable	26,292	-	26,292	
Net OPEB obligation	6,313	-	6,313	
Compensated absences	20,447	344	20,791	21
Advances from Agency funds	-	750	750	
Closure/postclosure costs payable	-	44,340	44,340	
Accrued remediation costs	5,000	-	5,000	
Loans payable	12,011	-	12,011	30
Contractual Obligations	1,317	-	1,317	
Bonds payable	42,183	7	42,190	
COP's payable	20,820	1,381	22,201	
Total liabilities	<u>323,595</u>	<u>49,115</u>	<u>372,710</u>	<u>7,236</u>
Net assets				
Invested in capital assets, net of related debt	1,576,213	27,463	1,603,676	6
Restricted for:				
Capital projects	8,996	-	8,996	
Debt service	25,609	-	25,609	
Roads projects	12,567	-	12,567	
Redevelopment	4,259	-	4,259	
Public protection	3,904	-	3,904	
Education	2,349	-	2,349	-
Landfill ground water contingencies	-	5,005	5,005	
Other purposes	78	-	78	
Unrestricted	74,420	7,002	81,422	2,972
Total net assets	<u>\$ 1,708,395</u>	<u>\$ 39,470</u>	<u>\$ 1,747,865</u>	<u>\$ 2,978</u>

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

COUNTY OF TULARE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

Functions / Programs:	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets			Component Unit
		Charges for Services	Grants and Contributions	Governmental Activities	Business-type Activities	Total	First 5 Tulare County
Governmental activities:							
General government	39,515	24,375	40,547	25,407		25,407	
Public protection	182,316	26,349	39,303	(116,664)		(116,664)	
Public ways and facilities	25,485	3,406	35,832	13,753		13,753	
Health and sanitation	117,572	52,666	59,602	(5,304)		(5,304)	
Public assistance	235,547	4,299	228,893	(2,355)		(2,355)	
Education	5,412	222	527	(4,663)		(4,663)	
Culture and recreation	310	283	1,694	1,667		1,667	
Unallocated depreciation	520	-	-	(520)		(520)	
Interest expense	3,137	-	-	(3,137)		(3,137)	
Capital Outlay	-	-	-	-		-	
Total governmental activities	<u>609,814</u>	<u>111,600</u>	<u>406,398</u>	<u>(91,816)</u>		<u>(91,816)</u>	
Business-type activities:							
Solid waste	10,847	8,130	345		(2,372)	(2,372)	
Water/Sewer services	867	665	-		(202)	(202)	
Transit	1,988	319	925		(744)	(744)	
Other business-type activities	1	80	-		79	79	
Total business-type activities	<u>13,703</u>	<u>9,194</u>	<u>1,270</u>		<u>(3,239)</u>	<u>(3,239)</u>	
Total Primary Government	<u>623,517</u>	<u>120,794</u>	<u>407,668</u>	<u>(91,816)</u>	<u>(3,239)</u>	<u>(95,055)</u>	
Component unit:							
First 5 Tulare County	<u>9,864</u>	<u>-</u>	<u>6,969</u>				<u>(2,895)</u>
Total component unit	<u>9,864</u>	<u>-</u>	<u>6,969</u>				<u>(2,895)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes				87,480	-	87,480	-
Property taxes, levied for flood control				527	-	527	-
Property taxes, levied for redevelopment				3,499	-	3,499	-
Property taxes, levied for fire protection				6,847	-	6,847	-
Property taxes, levied for library				3,166	-	3,166	-
Sales and other taxes				31,937	2,486	34,423	-
Grants and contributions not restricted to specific programs						-	
Earnings on investments				2,536	863	3,399	133
Miscellaneous						-	6
Tobacco settlement revenues				3,854	-	3,854	-
Loss on Disposal of capital assets				(2,640)	1	(2,639)	-
Extraordinary Item:							
California Assembly Bill 99 Loss							(5,743)
Transfers				515	(515)	-	-
Total general revenues and transfers				<u>137,721</u>	<u>2,835</u>	<u>140,556</u>	<u>(5,604)</u>
Change in net assets				45,905	(404)	45,501	(8,499)
Net assets - July 1				1,666,777	39,969	1,706,746	11,477
Prior period adjustments				(4,287)	(95)	(4,382)	-
Net assets as retated				<u>1,662,490</u>	<u>39,874</u>	<u>1,702,364</u>	<u>11,477</u>
Net assets - June 30				<u>1,708,395</u>	<u>39,470</u>	<u>1,747,865</u>	<u>2,978</u>

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

BASIC FINANCIAL STATEMENTS

Fund Financial Statements

**COUNTY OF TULARE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011
(amounts expressed in thousands)**

	General Fund	Public Facilities Corporation	Public Financing Authority	Nonmajor Governmental Funds	Total Governmental Funds
Assets:					
Cash in banks	\$ 137	\$ -	\$ -	\$ -	\$ 137
Investment in treasury pool	135,023	87	-	54,497	189,607
Investments	-	5,729	3,062	-	8,791
Cash on hand	8	-	-	-	8
Imprest cash	74	-	-	2	76
Receivables, net:					
Accounts	4,068	-	-	27,014	31,082
Taxes	9,563	-	-	-	9,563
Deposits with others	-	-	-	68	68
Due from other County funds	1,493	-	-	1,423	2,916
Due from other governments	28,537	-	-	1,542	30,079
Inventories	-	-	-	413	413
Prepaid items	439	-	-	710	1,149
Advances to other funds	1,240	-	-	40	1,280
Lease payments receivable, net of interest	-	-	-	815	815
Notes receivable	-	-	-	21,403	21,403
Restricted investments	-	-	51,934	5,000	56,934
Total assets	<u>\$ 180,582</u>	<u>\$ 5,816</u>	<u>\$ 54,996</u>	<u>\$ 112,927</u>	<u>\$ 354,321</u>

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

COUNTY OF TULARE
BALANCE SHEET (Continued)
GOVERNMENTAL FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	General Fund	Public Facilities Corporation	Public Financing Authority	Nonmajor Governmental Funds	Total Governmental Funds
Liabilities:					
Accounts payable	\$ 28,282	\$ -	\$ -	\$ 9,836	\$ 38,118
Cash overdraft	-	-	-	705	705
Due to other funds	853	-	-	1,151	2,004
Due to other governments	20,616	6	-	108	20,730
Deposits from others	139	57	-	-	196
Salaries and benefits payable	6,553	-	-	1,101	7,654
Deferred revenue	73,568	-	-	46,101	119,669
Advances from other funds	41	-	-	450	491
Total liabilities	<u>130,052</u>	<u>63</u>	<u>-</u>	<u>59,452</u>	<u>189,567</u>
Fund balances:					
Non Spendable	439	-	-	1,123	1,562
Restricted	844	5,753	51,496	56,822	114,915
Committed	22,101	-	-	3,232	25,333
Assigned	-	-	3,500	11,727	15,227
Unassigned	27,146	-	-	(19,429)	7,717
Total fund balances	<u>50,530</u>	<u>5,753</u>	<u>54,996</u>	<u>53,475</u>	<u>164,754</u>
Total liabilities and fund balances	<u>\$ 180,582</u>	<u>\$ 5,816</u>	<u>\$ 54,996</u>	<u>\$ 112,927</u>	<u>\$ 354,321</u>

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

COUNTY OF TULARE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011
(amounts expressed in thousands)

Total fund balances for governmental funds (Exhibit 3)		\$ 164,754
Total net assets reported for governmental activities in the statement of net assets is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. Those assets, including those reported in Internal Service Funds, consist of:		
Land	\$ 910,941	
Buildings and improvements, net of \$65,616 accumulated depreciation	134,202	
Equipment and vehicles, net of \$46,359 accumulated depreciation	23,865	
Infrastructure, net of \$232,894 accumulated depreciation	468,783	
Construction in progress	2,189	
Infrastructure in progress	<u>75,770</u>	
Total capital assets		1,615,750
The future revenue resulting from a direct financing lease between the County (as lessor) and the City of Dinuba for the Courthouse/Police Station is categorized as deferred for the fund statements, but is recognized for the government-wide statements.		
		1,649
The future revenue resulting from the delay in reimbursements from the State for mandated programs (SB-90) is categorized as deferred for fund statements because the funds will not be available for more than one year.		
		4,368
Tobacco Settlement revenue, delinquent property tax penalties, and delinquent code violation fines are categorized as deferred for fund statements because the revenues will not be available to liquidate liabilities of the current period. However, the revenue is recognized for the government-wide statements.		
		13,896
Ag. Commissioner deferred revenue from farmer fees; revenue was already recognized in government-wide statements in prior year.		
		136
Long-term liabilities applicable to the County's governmental funds are not due and payable in the current period and, accordingly, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities are reported in the statement of net assets. Balances, including those reported in Internal Service Funds, at June 30 are:		
Accrued interest on debt	\$ (994)	
Capital leases payable	-	
Loans payable	(13,222)	
Notes payable	-	
Bonds payable	(49,260)	
COP's payable	(26,315)	
Claims payable	(32,842)	
Contractual Obligations	(1,370)	
Accrued remediation cost	(5,000)	
Net OPEB obligation	(6,313)	
Compensated absences	<u>(21,981)</u>	
Total long-term liabilities		(157,297)
Issuance costs related to long-term debt are reported as current costs in the fund financial statements. In the government-wide financial statements, issuance costs are deferred and amortized over the life of the debt. The unamortized amount is:		
Original issuance costs	\$ 213	
Amount amortized to date	<u>(40)</u>	
		173
The pension assets resulting from contributions in excess of the Annual Required Contribution in FYE June 30, 1997 are not financial resources and therefore are not reported in the funds.		
		7,504
Internal service funds (See Exhibit 6) are used by the County to charge the costs of various central services to individual funds. The assets (except capital assets included above) and liabilities (except long term liabilities included above) of the internal service funds are included in governmental activities in the statement of net assets.		
		48,160
The Fund Statements had a \$9,303 reduction in fund balance as a result of previous tax revenues that were recorded, but not available. The revenue is earned and should be recognized in the government-wide.		
		<u>9,302</u>
Total net assets of governmental activities (Exhibit 1)		<u>\$ 1,708,395</u>

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	General Fund	Public Facilities Corporation	Public Financing Authority	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Taxes and special assessments	\$ 97,911	\$ -	\$ -	\$ 35,545	\$ 133,456
Licenses and permits	8,738	-	-	26	8,764
Fines, forfeitures, and penalties	9,042	-	-	3,978	13,020
Interest, rents, and concessions	1,790	380	703	849	3,722
Intergovernmental revenues	319,732	-	-	81,644	401,376
Charges for services	77,459	-	-	3,737	81,196
Other revenues	7,474	-	-	5,561	13,035
Total revenues	<u>522,146</u>	<u>380</u>	<u>703</u>	<u>131,340</u>	<u>654,569</u>
Expenditures:					
Current:					
General government	21,571	-	-	12,862	34,433
Public protection	147,470	-	-	26,850	174,320
Public ways and facilities	-	-	-	8,714	8,714
Health and sanitation	112,998	-	-	1,138	114,136
Public assistance	219,064	-	-	14,324	233,388
Education	981	-	-	4,128	5,109
Culture and recreation	38	-	-	-	38
Debt service:					
Principal retirement	-	5,235	715	5,776	11,726
Interest and fiscal charges	456	1,447	275	918	3,096
Capital outlay	5,753	-	-	50,322	56,075
Total expenditures	<u>508,331</u>	<u>6,682</u>	<u>990</u>	<u>125,032</u>	<u>641,035</u>
Excess (deficiency) of revenues over (under) expenditures	13,815	(6,302)	(287)	6,308	13,534
Other financing sources (uses):					
Advances from other funds	148	-	-	10	158
Issuance of debt	-	-	-	-	-
Transfers in	26,859	6,684	3,854	39,178	76,575
Transfers (out)	(36,076)	-	(3,000)	(38,029)	(77,105)
Total other financing sources (uses)	<u>(9,069)</u>	<u>6,684</u>	<u>854</u>	<u>1,159</u>	<u>(372)</u>
Net change in fund balances	4,746	382	567	7,467	13,162
Fund balances, July 1	58,528	5,371	54,429	46,897	165,225
Prior period adjustment	(12,744)	-	-	(889)	(13,633)
Fund balances, July 1, as restated	<u>45,784</u>	<u>5,371</u>	<u>54,429</u>	<u>46,008</u>	<u>151,592</u>
Fund balances, June 30	<u>\$ 50,530</u>	<u>\$ 5,753</u>	<u>\$ 54,996</u>	<u>\$ 53,475</u>	<u>\$ 164,754</u>

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

COUNTY OF TULARE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

Net change in fund balances - total governmental funds (Exhibit 4)		\$ 13,162
The change in net assets reported for governmental activities in the statement of activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense differs from capital outlays expenditures in the current period.		
Capital outlay expenditures	\$ 56,075	
Depreciation expense	<u>(25,123)</u>	
Combined adjustment		30,952
Governmental funds report proceeds from the sale of capital assets as revenues when received. However, in the statement of activities, proceeds of the sale must be offset by the book value of the asset sold (or otherwise disposed of) to determine a gain or loss on the disposition. This is the book value of the capital assets sold in the current period.		
		(2,988)
Governmental funds report the future resources as the result of a direct financing lease between the County (as lessor) and the City of Dinuba for the Courthouse/Police Station as deferred revenue until received. However, for the government-wide statements, the revenue was recognized upon the signing of the direct financing lease agreement. Therefore, subsequent receipt of previously recognized revenue is not recognized in the government-wide statements.		
		(339)
Governmental funds report the future resources as the result of delayed collection of reimbursements from the State for mandated programs (SB-90) as deferred revenue because the delay will exceed one year. However, for government-wide statements, the revenue is recognized when earned.		
		(1,919)
Tobacco Settlement revenue, delinquent property tax penalties, and delinquent code violation fines are categorized as deferred for fund statements because the revenues will not be available to liquidate liabilities of the current period. However, for government-wide statements, the revenue is recognized when earned.		
		8,001
Current year collections of previously delayed reimbursements for Ag. Commissioner programs are reported as current year revenue for governmental funds. However, for government-wide statements, current year collections cannot be recognized a second time.		
		(37)
Governmental funds report the principal portion of debt service payments as expenditures. However, repayment of principal reduces long-term liabilities on the statement of net assets and has no effect on the statement of activities.		
		11,823
Issuance costs related to long-term debt are reported as current costs in the fund financial statements. In the government-wide financial statements, issuance costs are deferred and amortized over the life of the debt. The current portion of the original costs are expensed for government-wide statements.		
Amortized to date	\$ (40)	
Portion previously expensed	<u>31</u>	
		(9)
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported when amounts are due and payable. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment combines the net changes of three balances for the current period.		
Compensated absences	(425)	
Amortization of pension assets	(5,977)	
Amortization of net OPEB obligation	(1,359)	
Accrued interest on debt	<u>280</u>	
Combined adjustment		(7,481)
Internal service funds (See Exhibit 7) are used by the County to charge the costs of various insurance coverages and central services to individual funds. The net cost of internal service funds is reported with the governmental funds.		
		<u>(5,260)</u>
Changes in net assets (Exhibit 2)		<u>\$ 45,905</u>

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments:					
Assessor	\$ -	\$ 955	\$ 955	\$ 837	\$ (118)
General County Revenues	540	91,430	90,890	97,067	5,637
Cooperative Extension	336	3	(333)	7	4
Total taxes and special assessments	<u>876</u>	<u>92,388</u>	<u>91,512</u>	<u>97,911</u>	<u>5,523</u>
Licenses and permits:					
Agriculture Commissioner	232	236	4	242	6
Assessor	260	72	(188)	67	(5)
Auditor - Treasurer - Tax Collector	1	13	12	12	(1)
General County Revenues	5	3,700	3,695	3,812	112
Health & Human Services	1,163	2,874	1,711	2,694	(180)
Miscellaneous Administration	705	10	(695)	10	-
Resource Management	1,727	1,816	89	1,847	31
Sheriff - Coroner	-	48	48	54	6
Total licenses and permits	<u>4,093</u>	<u>8,769</u>	<u>4,676</u>	<u>8,738</u>	<u>(31)</u>
Fines, forfeitures, and penalties:					
Agriculture Commissioner	859	16	(843)	18	2
Auditor - Treasurer - Tax Collector	25	260	235	122	(138)
District Attorney	64	187	123	217	30
General County Revenues	-	1,150	1,150	1,409	259
Health & Human Services	95	17	(78)	22	5
Probation	76	121	45	98	(23)
Resource Management Agency	18	60	42	61	1
Sheriff - Coroner	1,827	175	(1,652)	193	18
TRAN / Teeter	-	-	-	2,252	2,252
Trial Courts	2,909	4,420	1,511	4,650	230
Total fines, forfeitures, and penalties	<u>5,873</u>	<u>6,406</u>	<u>533</u>	<u>9,042</u>	<u>2,636</u>
Interest, rents, and concessions:					
CPA 2000	153	10	(143)	7	(3)
District Attorney	-	-	-	2	2
General County Revenues	2,684	1,621	(1,063)	2,064	443
General Services	-	329	329	341	12
Human Resources & Development	113	-	(113)	(140)	(140)
Miscellaneous Administration	30	30	-	(593)	(623)
Probation	-	8	8	10	2
Resource Management Agency	1,370	-	(1,370)	5	5
TRAN / Teeter	-	-	-	94	94
Total interest, rents, and concessions	<u>4,350</u>	<u>1,998</u>	<u>(2,352)</u>	<u>1,790</u>	<u>(208)</u>

(Continued)

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL (Continued)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Intergovernmental revenues:					
Agriculture Commissioner	673	3,933	3,260	3,251	(682)
Assessor	131	16	(115)	18	2
Auditor - Treasurer - Tax Collector	167	263	96	159	(104)
Cooperative Extension	5,250	61	(5,189)	36	(25)
County Administrative	309	2,270	1,961	1,701	(569)
CPA 2000	466	1,091	625	854	(237)
District Attorney	2,217	2,641	424	2,346	(295)
General County Revenues	888	28,036	27,148	30,585	2,549
Health & Human Services	13,440	296,395	282,955	264,757	(31,638)
Local Law Enforcement	220	377	157	321	(56)
Miscellaneous Administration	-	250	250	-	(250)
Probation	75,576	7,633	(67,943)	6,444	(1,189)
Public Defender	-	71	71	40	(31)
Purchasing	244	100	(144)	8	(92)
Resource Management Agency	3,071	2,912	(159)	1,115	(1,797)
Rural Crime	631	598	(33)	343	(255)
Sheriff - Coroner	40,700	8,008	(32,692)	7,754	(254)
Total intergovernmental revenues	143,983	354,655	210,672	319,732	(34,923)
Charges for services:					
Agriculture Commissioner	1,167	1,286	119	1,602	316
Assessor	2,673	2,934	261	1,699	(1,235)
Auditor - Treasurer - Tax Collector	38,758	2,371	(36,387)	2,396	25
Board of Supervisors	40	40	-	49	9
Capital Acquisitions	310	496	186	496	-
Central Telephone	10	396	386	397	1
Cooperative Extension	-	3	3	5	2
County Administrative	303	181	(122)	181	-
County Counsel	23,770	2,043	(21,727)	2,005	(38)
District Attorney	5	992	987	843	(149)
General County Revenues	64	2,469	2,405	2,576	107
General Services	1,598	520	(1,078)	427	(93)
Health & Human Services	7,438	44,856	37,418	49,723	4,867
Human Resources & Development	855	960	105	953	(7)
Miscellaneous Administration	229	128	(101)	128	-
Probation	31,997	1,967	(30,030)	1,144	(823)
Public Defender	-	60	60	57	(3)
Purchasing	1,967	129	(1,838)	105	(24)
Resource Management Agency	3,203	5,594	2,391	3,942	(1,652)
Sheriff - Coroner	31,089	8,620	(22,469)	8,170	(450)
Trial Courts	295	545	250	561	16
Total charges for services	145,771	76,590	(69,181)	77,459	869

(Continued)

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL (Continued)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Other revenues:					
Agriculture Commissioner	1,754	112	(1,642)	58	(54)
Assessor	1,416	181	(1,235)	162	(19)
Auditor - Treasurer - Tax Collector	421	188	(233)	389	201
Board of Supervisors	-	-	-	1	1
Capital Acquisitions	1,300	100	(1,200)	-	(100)
Cooperative Extension	63	23	(40)	28	5
County Administrative	3,386	-	(3,386)	-	-
County Counsel	4,954	1	(4,953)	-	(1)
District Attorney	1,417	140	(1,277)	148	8
General County Revenues	291	700	409	543	(157)
General Services	1,851	749	(1,102)	657	(92)
Health & Human Services	9,440	3,311	(6,129)	3,253	(58)
Human Resources & Development	3	-	(3)	3	3
Miscellaneous Administration	1	1	-	6	5
Probation	57,782	225	(57,557)	252	27
Public Defender	6,399	-	(6,399)	10	10
Purchasing	49,042	218	(48,824)	224	6
Resource Management Agency	11,037	7	(11,030)	7	-
Sheriff - Coroner	83,283	1,281	(82,002)	1,040	(241)
Trial Courts	453	493	40	693	200
Total other revenues	<u>234,293</u>	<u>7,730</u>	<u>(226,563)</u>	<u>7,474</u>	<u>(256)</u>
Total revenues	<u>539,239</u>	<u>548,536</u>	<u>9,297</u>	<u>522,146</u>	<u>(26,390)</u>
Expenditures:					
Current:					
General government:					
Assessor	6,067	6,067	-	6,049	18
Agriculture Commissioner	164	164	-	10	154
Auditor - Treasurer - Tax Collector	5,537	4,994	543	4,771	223
Board of Supervisors	1,646	1,646	-	1,616	30
Capital Acquisitions	(3,196)	(3,196)	-	(3,196)	-
Central Telephone	395	396	(1)	397	(1)
Contingencies	4,000	3,000	1,000	-	3,000
Cooperative Extension	-	9	(9)	3	6
County Administrative	1,727	1,727	-	1,290	437
County Counsel	1,008	1,868	(860)	1,533	335
CPA 2000	-	189	(189)	158	31
District Attorney	-	270	(270)	181	89
General Services	3,297	3,311	(14)	2,727	584
Health & Human Services	1,159	1,314	(155)	362	952
Human Resources & Development	894	894	-	307	587
Miscellaneous Administration	3,765	2,915	850	1,404	1,511
Purchasing	453	453	-	379	74
Public Defender	-	13	(13)	13	-
Probation	83	83	-	52	31
Resource Management Agency	2,449	2,730	(281)	2,581	149
Sheriff - Coroner	-	(2,572)	2,572	581	(3,153)
Trial Courts	-	337	(337)	353	(16)
Total general government	<u>29,448</u>	<u>26,612</u>	<u>2,836</u>	<u>21,571</u>	<u>5,041</u>
					(Continued)

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL (Continued)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Public protection:					
Agriculture Commissioner	6,582	6,607	(25)	5,510	1,097
Assessor	2,040	2,040	-	1,352	688
CPA 2000	1,087	893	194	682	211
District Attorney	17,245	17,085	160	16,658	427
General Services	172	171	1	169	2
Health & Human Services	7,167	7,225	(58)	6,611	614
Local Law Enforcement	550	550	-	534	16
Multi-Agcy. Gang Violence Program	1,006	995	11	979	16
Probation	23,442	23,442	-	21,421	2,021
Public Defender	7,959	7,946	13	7,659	287
Purchasing	100	100	-	91	9
Resource Management Agency	6,243	6,180	63	4,584	1,596
Rural Crime	588	588	-	547	41
Sheriff - Coroner	74,777	77,818	(3,041)	73,794	4,024
Trial Courts	7,697	7,360	337	6,879	481
Total public protection	<u>156,655</u>	<u>159,000</u>	<u>(2,345)</u>	<u>147,470</u>	<u>11,530</u>
Health and sanitation:					
CPA 2000	(4)	(4)	-	(5)	1
District Attorney		1	(1)	1	-
General Services	-	2	(2)	-	2
Health & Human Services	114,028	133,346	(19,318)	112,773	20,573
Resource Management Agency	1	451	(450)	227	224
Sheriff - Coroner	-	2	(2)	2	-
Total health and sanitation	<u>114,025</u>	<u>133,798</u>	<u>(19,773)</u>	<u>112,998</u>	<u>20,800</u>
Public assistance:					
Health & Human Services	237,174	240,152	(2,978)	217,663	22,489
Miscellaneous Administration	-	20	(20)	16	4
Probation	433	433	-	423	10
Resource Management Agency	3,453	2,578	875	962	1,616
Total public assistance	<u>241,060</u>	<u>243,183</u>	<u>(2,123)</u>	<u>219,064</u>	<u>24,119</u>
Education:					
Cooperative Extension	886	875	11	859	16
Health & Human Services		-	-	(23)	23
Miscellaneous Administration	144	144	-	145	(1)
Total education	<u>1,030</u>	<u>1,019</u>	<u>11</u>	<u>981</u>	<u>38</u>
Culture and recreation:					
General Services	47	47	-	38	9
Total culture and recreation	<u>47</u>	<u>47</u>	<u>-</u>	<u>38</u>	<u>9</u>

(Continued)

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL (Continued)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Interest and fiscal charges:					
General County Revenues	-	-	-	44	(44)
Miscellaneous Administration	750	720	30	368	352
TRAN/Teeter	-	-	-	44	(44)
Total interest and fiscal charges	<u>750</u>	<u>720</u>	<u>30</u>	<u>456</u>	<u>264</u>
Capital outlay:					
Agriculture Commissioner	-	254	(254)	225	29
Assessor	200	200	-	37	163
Auditor - Treasurer - Tax Collector	210	210	-	-	210
Capital Acquisitions	600	600	-	-	600
Cooperative Extension	29	30	(1)	30	-
General Services	1,783	1,833	(50)	1,482	351
Health & Human Services	681	2,879	(2,198)	3,235	(356)
Resource Management Agency	500	500	-	-	500
Sheriff - Coroner	425	1,117	(692)	744	373
Total capital outlay	<u>4,428</u>	<u>7,623</u>	<u>(3,195)</u>	<u>5,753</u>	<u>1,870</u>
Total expenditures	<u>547,443</u>	<u>572,002</u>	<u>(24,559)</u>	<u>508,331</u>	<u>63,671</u>
Excess (deficiency) of revenues over (under) expenditures	(8,204)	(23,466)	(15,262)	13,815	37,281

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL (Continued)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Other financing sources (uses):					
Sale of general capital assets:					
Purchasing	1,150	125	(1,025)	148	23
Total sale of general capital assets	1,150	125	(1,025)	148	23
Transfers in:					
Auditor - Treasurer - Tax Collector	2,360	148	(2,212)	13	(135)
Board of Supervisors	15	15	-	15	-
Capital Acquisitions	170	500	330	-	(500)
Cooperative Extension	61	5	(56)	5	-
County Administrative	20	88	68	88	-
County Council	2,016	64	(1,952)	64	-
District Attorney	-	66	66	2	(64)
General County Revenues	-	-	-	1,646	1,646
Human Resources & Development	126	81	(45)	81	-
Health & Human Services	530	44,841	44,311	6,560	(38,281)
Local Law Enforcement	-	-	-	-	-
Miscellaneous Administration	1,000	1,041	41	41	(1,000)
Multi-Agcy. Gang Violence Program	602	10	(592)	10	-
Public Defender	-	16	16	16	-
Probation	2,923	693	(2,230)	653	(40)
Purchasing	5,803	26	(5,777)	26	-
Resource Management Agency	403	1,245	842	653	(592)
Sheriff - Coroner	13,793	-	(13,793)	-	-
TRAN/Teeter	1	-	(1)	16,986	16,986
Total transfers in	29,823	48,839	19,016	26,859	(21,980)

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL (Continued)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Transfers (out):					
Agriculture Commissioner	(130)	(130)	-	(118)	12
Assessor	(199)	(199)	-	(187)	12
Auditor - Treasurer - Tax Collector	(122)	(666)	(544)	(633)	33
Board of Supervisors	(25)	(25)	-	(26)	(1)
Cooperative Extension	(26)	(26)	-	(24)	2
County Administrative	(45)	(45)	-	(39)	6
County Counsel	(126)	(126)	-	(127)	(1)
CPA 2000	(19)	(24)	(5)	(23)	1
Capital Acquisitions	(5,020)	(5,020)	-	(5,020)	-
District Attorney	(486)	(485)	1	(469)	16
General County Revenues	(39)	(39)	-	-	39
General Services	(56)	(57)	(1)	(57)	-
Health & Human Services	(21,679)	(21,679)	-	(657)	21,022
Human Resources & Development	(53)	(53)	-	(47)	6
Local Law Enforcement	(9)	(9)	-	(10)	(1)
Miscellaneous Administration	(5,173)	(7,008)	(1,835)	(6,685)	323
Multi-Agency Gang Violence	(24)	(24)	-	(27)	(3)
Probation	(595)	(595)	-	(647)	(52)
Public Defender	(232)	(232)	-	(221)	11
Purchasing	(15)	(15)	-	(15)	-
Resource Management Agency	(228)	(228)	-	(134)	94
Rural Crime Program	(9)	(9)	-	(10)	(1)
Sheriff - Coroner	(2,253)	(2,252)	1	(2,280)	(28)
TRAN/Teeter	-	-	-	(18,345)	(18,345)
Trial Courts	(267)	(267)	-	(275)	(8)
Total transfers (out)	<u>(36,830)</u>	<u>(39,213)</u>	<u>(2,383)</u>	<u>(36,076)</u>	<u>3,137</u>
Total other financing sources (uses)	<u>(5,857)</u>	<u>9,751</u>	<u>15,608</u>	<u>(9,069)</u>	<u>(18,820)</u>
Change in fund balance	(14,061)	(13,715)	346	4,746	18,461
Fund balance, July 1	-	-	-	58,528	58,528
Prior period adjustments	-	-	-	(12,744)	(12,744)
Fund balance, June 30	<u>\$ (14,061)</u>	<u>\$ (13,715)</u>	<u>\$ 346</u>	<u>\$ 50,530</u>	<u>\$ 64,245</u>

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

COUNTY OF TULARE
STATEMENT OF FUND NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Solid Waste	Nonmajor Enterprise	Total	
Assets				
Current assets:				
Cash in banks	\$ 204	\$ 11	\$ 215	\$ 500
Investment in treasury pool	4,527	3,877	8,404	53,704
Cash on hand	2	4	6	-
Imprest cash	2	-	2	500
Accounts receivable, net	1,224	327	1,551	2,094
Notes receivable	-	-	-	-
Prepaid Items	-	-	-	525
Deposits with others	-	110	110	-
Due from other funds	70	1	71	799
Due from other governments	-	-	-	23
Total current assets	6,029	4,330	10,359	58,145
Noncurrent assets:				
Advances to other funds	-	-	-	41
Restricted assets	49,340	-	49,340	-
Capital assets:				
Land	6,116	612	6,728	-
Buildings and improvements, net	11,227	4,731	15,958	16,309
Infrastructure, net	-	-	-	-
Equipment and vehicles, net	3,873	1,405	5,278	1,725
Construction in progress	922	-	922	-
Total capital assets	22,138	6,748	28,886	18,034
Total noncurrent assets	71,478	6,748	78,226	18,075
Total assets	77,507	11,078	88,585	76,220

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

COUNTY OF TULARE
STATEMENT OF FUND NET ASSETS (Continued)
PROPRIETARY FUNDS
JUNE 30, 2011
 (amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Solid Waste	Nonmajor Enterprise	Total	
Current liabilities:				
Accounts payable	1,918	82	2,000	6,175
Due to other funds	35	3	38	1,664
Deposits from others	-	61	61	-
Salaries and benefits payable	124	2	126	465
Interest payable	-	12	12	223
Compensated absences payable	20	1	21	66
Deferred revenue	-	-	-	1,722
Claims payable	-	-	-	6,550
Loans payable	-	-	-	1,162
COP Payable	-	35	35	-
Total current liabilities	2,097	196	2,293	18,027
Noncurrent liabilities:				
Compensated absences payable	334	10	344	1,264
Advances from other funds	-	750	750	-
Closure/postclosure costs payable	44,340	-	44,340	-
Claims payable	-	-	-	26,292
Loans payable	-	-	-	10,544
Bonds payable	-	7	7	-
COP payable	-	1,381	1,381	-
Total noncurrent liabilities	44,674	2,148	46,822	38,100
Total liabilities	46,771	2,344	49,115	56,127
Net assets				
Invested in capital assets, net of related debt	22,138	5,325	27,463	6,328
Restricted for:				
Landfill ground water contingencies	5,000	5	5,005	-
Unrestricted	3,598	3,404	7,002	13,765
Total net assets	\$ 30,736	\$ 8,734	\$ 39,470	\$ 20,093

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

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Solid Waste	Nonmajor Enterprise	Total	
Operating revenues:				
Charges for services	\$ 8,040	\$ 1,057	\$ 9,097	\$ 61,182
Rents and concessions	63	2	65	19
Other revenues	27	5	32	1,613
Total operating revenues	8,130	1,064	9,194	62,814
Operating expenses:				
Salaries and benefits	3,261	75	3,336	13,231
Services and supplies	9,088	2,198	11,286	41,563
Insurance premiums paid	-	-	-	4,736
Landfill closure and postclosure costs	(3,330)	-	(3,330)	-
Bad debt	-	-	-	-
Depreciation	1,828	496	2,324	740
Claims incurred	-	-	-	9,807
Total operating expenses	10,847	2,769	13,616	70,077
Operating income (loss)	(2,717)	(1,705)	(4,422)	(7,263)
Nonoperating revenues (expenses):				
Gain (loss) on sale of capital assets	1	-	1	-
Intergovernmental revenues	345	925	1,270	666
Penalties collected	-	-	-	-
Taxes and special assessments	-	2,486	2,486	-
Investment earnings	799	61	860	655
Assumption of compensated absences	-	-	-	-
Interest expense	-	(87)	(87)	(554)
Total nonoperating revenues (expenses)	1,145	3,385	4,530	767
Income (loss) before contributions and transfers	(1,572)	1,680	108	(6,496)
Capital contributions	-	3	3	190
Transfers in	-	3	3	1,654
Transfers (out)	(516)	(2)	(518)	(608)
Change in net assets	(2,088)	1,684	(404)	(5,260)
Net assets, July 1	32,919	7,050	39,969	25,309
Prior period adjustment	(95)	-	(95)	44
Net assets, June 30	\$ 30,736	\$ 8,734	\$ 39,470	\$ 20,093

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

COUNTY OF TULARE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Solid Waste	Nonmajor Enterprise	Total	
Cash flows from operating activities:				
Receipts from customers and users	\$ 7,583	\$ 850	\$ 8,433	\$ 59,333
Receipts from interfund services provided	137	3	140	(660)
Receipts from rents and concessions	63	2	65	19
Other revenues	27	5	32	1,607
Payments (to) employees	(3,353)	(60)	(3,413)	(13,042)
Payments (to) suppliers	(5,881)	(1,973)	(7,854)	(36,590)
Payments (for) interfund services used	(2,376)	(284)	(2,660)	(4,019)
Payments (for) claims	-	-	-	(3,886)
Net cash provided (used) by operating activities	(3,800)	(1,457)	(5,257)	2,762
Cash flows from noncapital financing activities:				
Subsidy from intergovernmental entities	345	925	1,270	666
Receipts from taxes and assessments	-	2,486	2,486	-
Payments for taxes and assessments	-	-	-	-
Due from other funds	(3,668)	-	(3,668)	-
Due (to) other funds	3,633	-	3,633	(608)
Transfers (to) other funds	(516)	(2)	(518)	-
Transfers from other funds	-	3	3	1,654
Due from other governments	-	(23)	(23)	-
Advance (to) other funds	-	10	10	3,204
Net cash provided (used) by noncapital financing activities	(206)	3,399	3,193	4,916
Cash flows from capital and related financing activities:				
Sales (purchases) of capital assets	(1,364)	(217)	(1,581)	(1,020)
Principal (paid) on capital debt	-	(30)	(30)	(1,093)
Interest (paid) on capital debt	-	(89)	(89)	(554)
Net cash provided (used) by capital and related financing activities	(1,364)	(336)	(1,700)	(2,667)
Cash flows from investing activities:				
Interest and dividends received	799	61	860	655
Net cash provided by investing activities	799	61	860	655
Net increase (decrease) in cash and cash equivalents	(4,571)	1,667	(2,904)	5,666
Cash and cash equivalents, July 1	58,646	2,225	60,871	49,038
Cash and cash equivalents, June 30	\$ 54,075	\$ 3,892	\$ 57,967	\$ 54,704

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

COUNTY OF TULARE
STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Solid Waste	Nonmajor Enterprise	Total	Governmental Activities- Internal Service Funds
Displayed as:				
Cash in banks	\$ 204	\$ 11	\$ 215	\$ 500
Investment in treasury pool	4,527	3,877	8,404	53,704
Cash on hand	2	4	6	-
Imprest cash	2	-	2	500
Restricted assets which are cash equivalents	49,340	-	49,340	-
Total cash displayed	<u>\$ 54,075</u>	<u>\$ 3,892</u>	<u>\$ 57,967</u>	<u>\$ 54,704</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (2,717)	\$ (1,705)	\$ (4,422)	\$ (7,263)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Landfill closure and postclosure costs	(3,330)	-	(3,330)	-
Depreciation	1,828	496	2,324	740
(Increase) decrease in accounts receivable	(320)	(204)	(524)	(1,792)
(Increase) decrease in intergovernmental	-	-	-	(6)
Increase (decrease) in due to other funds	-	2	2	1,660
(Increase) decrease in due from other funds	-	-	-	(799)
(Increase) decrease in prepaid items	-	-	-	(367)
Increase (decrease) in accounts payable	831	(59)	772	4,536
Increase (decrease) in deferred revenue	-	-	-	(57)
Increase (decrease) in salaries and benefits payable and compensated absences	(92)	13	(79)	189
Increase (decrease) in claims payable	-	-	-	5,921
Total adjustments	<u>(1,083)</u>	<u>248</u>	<u>(835)</u>	<u>10,025</u>
Net cash provided (used) by operating activities	<u>\$ (3,800)</u>	<u>\$ (1,457)</u>	<u>\$ (5,257)</u>	<u>\$ 2,762</u>

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

COUNTY OF TULARE
 STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 JUNE 30, 2011
 (amounts expressed in thousands)

	Investment Trust Funds	Agency Funds
Assets		
Cash in banks	\$ -	\$ 2,535
Investment in treasury pool	558,773	24,899
Cash on Hand	-	-
Taxes receivable	-	-
Accounts receivable	178	184
Due from other funds	-	144
Due from other governments	13	40
Prepaid items	-	-
Advances to other funds	-	750
Total assets	\$ 558,964	\$ 28,552
Liabilities		
Warrants payable	\$ 2,248	\$ 1,228
Due to other funds	-	224
Due to other governments	145	-
Advances from other funds	-	830
Note payable	20,000	-
Agency obligations	-	26,270
Total liabilities	\$ 22,393	\$ 28,552
Net assets		
Held in trust for treasury pool participants	536,571	

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

COUNTY OF TULARE
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	<u>Investment Trust Funds</u>
Additions	
Contributions	
To pooled investments	\$ 4,011,584
Total contributions	<u>4,011,584</u>
Investment income	<u>9,398</u>
Total additions	<u>4,020,982</u>
Deductions	
Distributions from pooled investments	<u>3,994,508</u>
Total deductions	<u>3,994,508</u>
Change in net assets held in trust	26,474
Net assets, July 1	<u>510,097</u>
Net assets, June 30	<u><u>\$ 536,571</u></u>

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

BASIC FINANCIAL STATEMENTS

Notes to the Financial Statements

NOTES TO THE FINANCIAL STATEMENTS – INDEX

	<u>Page</u>
NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES.....	55
A. The Financial Reporting Entity	55
B. Government-wide and Fund Financial Statements	57
C. Measurement Focus, Basis of Accounting, and Financial Presentation	57
1. Measurement Focus and Basis of Accounting	57
2. Financial Statement Presentation	59
D. Implementation of New Accounting Principles	60
1. Governmental Accounting Standards Board Statement No. 54	60
2. Governmental Accounting Standards Board Statement No. 57	60
3. Governmental Accounting Standards Board Statement No. 64	60
E. Assets, Liabilities, and Equity	61
1. Deposits and Investments.....	61
2. Receivables and Payables.....	62
3. Inventories, Prepaid Items, and Deferred Charges	62
4. Restricted Assets	63
5. Capital Assets	63
6. Compensated Absences	64
7. Short-term Borrowing (Tax and Revenue Anticipation Notes Payable).....	65
8. Long-term Obligations.....	66
9. Fund Balance	66
10. Fund Equity	66
11. Use of Estimates	67

	<u>Page</u>
NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS	67
NOTE 3 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY	68
A. Budgetary Information	68
B. Excess of Expenditures over Appropriations	68
C. Individual Fund Deficits	69
NOTE 4 DETAILED NOTES ON ALL FUNDS	69
A. Cash and Investments	69
B. Receivables	75
C. Restricted Assets	75
D. Deferred Revenue	75
E. Capital Assets	76
F. Interfund Receivables and Payables	79
1. Advances to / from other County funds	79
2. Due to / from other County funds	80
G. Transfers	81
H. Arbitrage	81
I. Leases	81
J. Long-term Debt	83
K. Special Assessment Debt	89
L. Landfills	90
M. Remediation Contingencies	90
N. Restricted Net Assets	91
O. Condensed Financial Statements	92
P. Fund Balances	94

	<u>Page</u>
NOTE 5 OTHER INFORMATION	95
A. Risk Management.....	95
B. Risk Pool.....	98
C. Joint Ventures.....	99
D. Subsequent Events	101
E. Contingent Liabilities	102
F. Deferred Compensation Plan	102
G. Employee Retirement System	102
H. Other Post Employment Benefits (OPEB).....	104
I. Trial Court Funding	106
J. Prior Period Adjustments.....	107
K. Proposition 1A Borrowing by the State of California	108

COUNTY OF TULARE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011
(amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Financial Reporting Entity

The County of Tulare (“the County”) is a general law political subdivision of the State of California and as such can exercise the powers specified by the Constitution and laws of the State of California. An elected five member Board of Supervisors governs the County. As required by generally accepted accounting principles, the accompanying financial statements present the County and its component units.

Component Units Component units are legally separate organizations for which the elected officials of the County are either financially accountable or for which the nature and significance of their relationship with the County are such that exclusion would cause the County’s financial statements to be misleading or incomplete. Blended component units, although legally separate entities, are, in substance, part of the County’s operations. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the County.

In conformity with generally accepted accounting principles, the financial statements of seven component units have been included and combined with financial data of the County. Six component units have an integral relationship with and serve as an extension of the County. Using the criteria of Government Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, management has determined that each entity is presented as a blended component unit due to the composition of each Governing Board and the control of the day-to-day activities through the budget process. One component unit is presented discretely.

Blended Component Units The Tulare County Redevelopment Agency, the Terra Bella Sewer Maintenance District, the Tulare County Flood Control District, the Tulare County Public Facilities Corporation, the Tulare County Public Financing Authority, and the Tulare County In-Home Supportive Services Public Authority are entities legally separate from the County of Tulare. For financial reporting purposes, these entities are considered component units and their individual financial information is presented as part of the County’s operations. The blended component units discussed herein have a June 30 year-end.

1. Tulare County Redevelopment Agency The governing board of the Tulare County Redevelopment Agency (TCRA), an entity legally separate from the County of Tulare, is the County’s Board of Supervisors and has control over day-to-day operations of TCRA through budget approvals. For financial reporting purposes, the TCRA is reported as if it were part of the County’s operations. The scope of activities of this agency includes capital improvement projects for sewer and storm-drainage systems, community improvements such as youth and community facilities, sidewalks, and graffiti abatement. The communities served include Earlimart, Cutler-Orosi, Goshen, Ivanhoe, Pixley, Poplar/Cotton Center, Lindsay, Richgrove, and Traver. This component unit is reported as Special Revenue Funds where Redevelopment Agency Low-Moderate Housing funds are shown as revenues with expenditures related to the low-and moderate-income housing set-aside program as well as tax increment revenues used to pay principal and interest for Redevelopment Agency Tax Allocation Bonds.
2. Terra Bella Sewer Maintenance District Terra Bella Sewer Maintenance District (TBSMD) is an entity legally separate from the County. However, the Tulare County Board of Supervisors serves as the Board of the District and has control over the day-to-day operations of TBSMD through budget approvals. For financial reporting purposes, the TBSMD is reported as if it were part of the County’s operations. The District is operated by the County’s Resource Management Agency and its Engineering Division. The purpose of the District is to develop, expand, and maintain the TBSMD Wastewater Treatment and Disposal facility. This component unit’s financial information is included as an enterprise fund.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. The Financial Reporting Entity (Continued)

3. Tulare County Flood Control District The members of the governing board of the Tulare County Flood Control District (TCFCD), an entity legally separate from the County of Tulare, are the County's Board of Supervisors and have control over the day-to-day operations of TCFCD through budget approvals. For financial reporting purposes, the TCFCD is reported as if it were part of the County's operations. The District's primary responsibility is to provide flood control related services to the residents of Tulare County. The component unit's financial information is included as a special revenue fund accounting for reimbursement for flood control related services and projects within the County.
4. Tulare County Public Facilities Corporation The Board members of the Tulare County Public Facilities Corporation (TCPFC), a nonprofit public benefit corporation, which is legally separate from the County of Tulare, are appointees of the County's Board of Supervisors who can impose their will upon TCPFC by their authority to remove TCPFC Board members. For financial reporting purposes, the TCPFC is reported as if it were part of the County's operations as it serves to assist the County by acquiring equipment and facilities financed by the proceeds of borrowings. The equipment and facilities are then leased to the County. This component unit's financial information is included as a major governmental fund.
5. Tulare County Public Financing Authority The Tulare County Public Financing Authority (TCPFA), which is legally separate from the County of Tulare, was established through a Joint Exercise of Powers Agreement between the County of Tulare and the Tulare County Redevelopment Agency. The Tulare County Board of Supervisors serves as the Board of the TCPFA. For financial reporting purposes, TCPFA is reported as if it were part of the County's operations as it serves to assist the County of Tulare through borrowings, which are used for the acquisition and construction of public capital improvements and the repair and maintenance thereof. Lease payments to TCPFA are payable through the County. This component unit's financial information is included as a major governmental fund.
6. Tulare County In-Home Supportive Services Public Authority The Tulare County In-Home Supportive Services Public Authority (TCIHSSPA), which is legally separate from the County of Tulare, was established according to the provisions of Welfare and Institutions Code Section 12301.6 to serve as the employer of record of providers of in-home supportive services for purposes of the Meyers-Milias-Brown Act. The Tulare County Board of Supervisors serves as the Board of TCIHSSPA and has control over the day-to-day operations of TCIHSSPA through budget approvals, and the hiring or dismissal of management. For financial reporting purposes, TCIHSSPA is reported as if it were part of the County's operations. The component unit's financial information is included as a special revenue fund.

Complete financial statements for the Tulare County Redevelopment Agency, Tulare County Public Facilities Corporation, and the Tulare County Public Financing Authority are available at the County of Tulare's Administrative Office, 2800 W. Burrell Avenue, Visalia, California. The other blended component units do not issue separate financial statements.

Discretely Presented Component Unit The governing board of the First 5 Tulare County (F5TC), an entity legally separate from the County of Tulare, are appointees of the County's Board of Supervisors, who can impose their will upon F5TC through the approval of the Commission's annual budget, by their authority to remove F5TC Board members, and the hiring or dismissal of management. F5TC was created by Tulare County Ordinance No. 3217 on December 8, 1998. The purpose of the F5TC is to develop, promote, and implement local early childhood development programs administered by the California Children and Families First Commission. For financial reporting purposes, the F5TC is discretely presented because the resources of F5TC are not used to support County operations. Complete audited financial statements for First 5 Tulare County are available at the County of Tulare Auditor-Controller's Office, 221 S. Mooney Boulevard, Room 101-E, Visalia, California.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the County and its component units. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Some functions include expenses that are, in essence, indirect expenses of other functions resulting from charges among funds or programs for centralized services. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

1. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

The accounts of the County are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. The basis of accounting determines when transactions and economic events are reflected in financial statements. Measurement focus identifies which transactions and events should be recorded.

The County of Tulare legally adopts an annual budget for the General Fund and all of its Special Revenue Funds, Debt Service Funds, and Capital Projects Funds. Component units Tulare County Redevelopment Agency, Tulare County Flood Control District, and the Tulare County In-Home Supportive Services Public Authority each adopt an annual budget. Tulare County Public Facilities Corporation and Tulare County Public Financing Authority do not adopt budgets.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers expenditure-driven grant revenues available if they are collected within one year. All other revenues are considered available if they are collected within 90 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences, claims, and judgments which are recognized when the obligations are due and payable.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

1. Measurement Focus and Basis of Accounting (Continued)

Property taxes, franchise taxes, licenses, interest, and special assessments are susceptible to accrual. Property tax revenues recognized are only those levied for the current fiscal year, which have been collected or expect to be collected within sixty days after fiscal year-end. Sales taxes collected and held by the State at year-end on behalf of the County are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the County and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the “susceptible to accrual” criteria are met. Expenditure-driven grant revenues are recognized when the qualifying expenditures have been incurred, all other grant requirements have been met, and reimbursement is expected within one year.

The County reports the following major individual governmental funds:

The **General Fund** is the County’s primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The **Public Facilities Corporation** accounts for the activities of the TCPFC that assists the County of Tulare by acquiring equipment and facilities financed from the proceeds of borrowing. Such equipment and facilities are leased to the County.

The **Public Financing Authority** accounts for the activities of the TCPFA, which assists the County of Tulare through borrowings, which are used for construction, acquisition, and/or maintenance of capital assets.

Additionally, the County reports the following governmental fund types:

The **Special Revenue Funds** account for revenue sources that are legally restricted to expenditure for specific purposes (not including private purpose funds or major capital projects).

The **Debt Service Funds** account for the servicing of general long-term debt not being financed by proprietary or permanent funds.

The **Capital Projects Funds** account for all major maintenance, improvements, acquisition, or construction of capital assets not being financed by proprietary or permanent funds.

Proprietary Funds are accounted for on the economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The County applies all applicable Financial Accounting Standards Board (FASB) pronouncements in accounting and reporting for its enterprise operations, including FASB Statements and Interpretations issued on or before November 30, 1989, except for those that conflict with or contradict GASB pronouncements.

The County reports the Solid Waste Fund as its only major individual proprietary fund.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

1. Measurement Focus and Basis of Accounting (Continued)

The **Solid Waste Fund** is an enterprise fund that is used to account for the operation, maintenance, and development of various landfill and disposal sites for solid waste, and to prepare for future closure and postclosure expenses.

Additionally, the County reports the following proprietary fund types:

The **Enterprise Funds** are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges. The activity is financed with debt secured solely by a pledge of net revenues of the activity, or laws or regulations require that the cost of providing services be recovered through fees and charges.

The **Internal Service Funds** are used to account for operations that provide mailroom, motor pool, print shop, utilities, custodial and maintenance, data processing, telecommunications, and insurance services to other funds, departments, or agencies of the County and its component units, or to other governments, on a cost-reimbursement basis. An internal service fund operates in a manner similar to an enterprise fund, but is used when the reporting government itself is the predominant participant in the fund.

Fiduciary Funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the County under the terms of a formal trust agreement.

The County reports the following fiduciary fund types:

The **Investment Trust Funds** are used to account for assets held for external investment pool participants, such as schools and local special districts, and do present changes in financial position. Investment Trust Funds are accounted for on the economic resources measurement focus and use the accrual basis of accounting.

The **Agency Funds** are custodial in nature and do not present changes in financial position or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the government holds for individuals, private organizations, or other governments.

2. Financial Statement Presentation

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements in order to remove the “doubling-up” effect of internal service activities, reciprocal interfund activity, and nonreciprocal interfund activity.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

2. Financial Statement Presentation (Continued)

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than program revenues and include, by definition, all locally imposed taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Solid Waste, Transit, Terra Bella Sewer Maintenance District, Assessment Districts, County Service Area #1, and County Service Area #2 enterprise funds and the County's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources as they are needed.

D. Implementation of New Accounting Principles

1. *Governmental Accounting Standards Board Statement No. 54*

In March 2009, GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported in governmental funds. The requirements of this statement are effective for financial statements for periods after June 15, 2010. The County has implemented these standards starting with the fiscal year ending June 30, 2011. Fiscal year balances for the year ending June 30, 2010, have also been recharacterized to comply with the pronouncement and to facilitate year-to-year comparisons.

2. *Governmental Accounting Standards Board Statement No. 57*

In December 2009, GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. This statement is related to the frequency and timing of the measurements that are effective for actuarial valuations first funded to report funded status information in Other Post Employment Benefit (OPEB) plan financial statements. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2011. The County has determined it is not applicable to the County's financial statements.

3. *Governmental Accounting Standards Board Statement No. 64*

In June 2011, GASB issues Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions/ Amends current Accounting and financial reporting related to terminations of SWAP agreements due to default or other termination events*. In certain instances where SWAP counterparties or credit support providers are replaced, hedge accounting may continue, rather than cease. The provisions of GASB 64 are effective for financial statements beginning after June 15, 2011. The County has elected not to early implement Statement No. 64 and has not determined its effects on the County's financial statements. .

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity

1. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, investments in the Treasury pool, and other short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the County and the Districts to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, and the State Treasurer's Investment Pool.

The County Treasurer's Office administers a pooled investment program for the County and for certain special purpose authorities including school districts. As of June 30, 2011, the special purpose authorities' cash and pooled investments were approximately 64.7% of the County Treasurer's Office pooled investment portfolio.

Governmental Accounting Standards Board (GASB) Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, requires governmental entities, including governmental external investment pools, to report certain investments at fair value in the balance sheet / statement of net assets and recognize the corresponding change in the fair value of investments in the year in which the change occurred. The fair value of pooled investments is determined annually and is based on current market prices received from the County's securities custodian. The Local Agency Investment Fund (LAIF) is required to invest in accordance with State statutes. No investments are reported at amortized cost.

The value of the deposits of the County's pooled investment program is equal to the dollars deposited in the program, plus increases and less decreases (unrealized gains and losses) required to record investments at their fair market value as of June 30, 2011. The dollars deposited in the program have been increased by \$10,512 to reflect the increase in the fair value of the investment in the Treasury Investment Pool at June 30, 2011.

In addition, investments outside the Investment Pool were adjusted to fair market value as of June 30, 2011, resulting in an increase of \$359.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity (Continued)

2. Receivables and Payables

Transactions between funds that are representative of non-current lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “Advances to / from other County funds.” All other outstanding balances between funds are reported as “Due to / from other County funds.” Advances between funds are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

All trade and property taxes receivables are shown net of an allowance for uncollectible accounts. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollectible accounts.

The County is responsible for the assessment, collection, and apportionment of property taxes for all jurisdictions, including the schools and special districts within the County. The Board of Supervisors levies property taxes as of September 1 for property values assessed on July 1. Secured property tax payments are due in two equal installments.

The first property tax installment is due November 1 and delinquent with penalties after December 10 and the second property tax installment is due on February 1 and delinquent with penalties after April 10. Secured property taxes become a lien on the property on January 1.

Property taxes on the unsecured roll are due on the January 1 lien date and become delinquent if unpaid after August 31. Property taxes are accounted for in the Unapportioned Tax Collection Fund, an agency fund, until apportionment and disbursement to taxing jurisdictions. As of fiscal year ended June 30, 1994, the County adopted the alternative method of secured property tax apportionment available under the Revenue and Taxation Code of the State of California (also known as the “Teeter Plan”) whereby secured property taxes are distributed to participating taxing entities (including the County and related Component Units) on the basis of the tax levy, including any uncollected amounts at fiscal year-end. The County, as administrator, benefits from future collections of penalties and interest on delinquent taxes. Transactions of the Teeter Plan (including outstanding debt borrowed for the annual Teeter buyout) are accounted for in the General Fund. Taxes receivable are recorded as of the date levied.

All jurisdictions within California derive their taxing authority from the State Constitution and various legislative provisions contained in the State Government Codes and Revenue and Taxation Codes.

3. Inventories, Prepaid Items, and Deferred Charges

Governmental fund type inventories not held for resale are valued at cost using the first-in / first-out (FIFO) method. The costs of most governmental fund type inventories are recorded as expenditures when purchased rather than when consumed except for the Roads Fund, which uses the consumption method. Inventories held for governmental activities are recorded using the consumption method.

Certain payments to vendors reflect costs applicable to future accounting periods and are regularly recurring costs of operations recorded as prepaid items (e.g., prepaid rent and prepaid employee retirement contributions).

The costs associated with debt issuance are reported as an expenditure of the period in which they are incurred in governmental funds. However, such deferred charges are not reported as an expense of the period in which they are incurred in governmental or business-type activities, but instead are reported as an adjustment to income throughout the period during which the related debt is outstanding.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity (Continued)

4. Restricted Assets

Resources that will not be used in current operations, which are restricted for acquisition or construction of non-current assets, or that are restricted for liquidation of long-term debt beyond the next year are restricted assets.

5. Capital Assets

Capital assets, which include land, buildings and improvements, equipment, vehicles, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined as assets with an initial, individual cost of more than \$5 and an estimated useful life in excess of one year. Land and buildings are recorded at cost, regardless of the minimum. The County reports infrastructure assets on an individual asset basis. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements regardless of their amount. Where historical cost information was unavailable, the County was able to estimate the historical cost for the initial reporting of these assets by estimating the current replacement cost of the infrastructure and using an Engineering News-Record (ENR) construction cost index to deflate the cost to the estimated acquisition year.

As the County constructs or acquires additional capital assets, including infrastructure assets, they are capitalized and reported at historical cost, except for pavement which is an estimated replacement cost using average cost per square foot. The reported value excludes normal maintenance and repairs which are amounts essentially spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate.

All capital asset additions are reported in the fiscal year in which the asset is acquired, except for infrastructure assets which use a business cycle extending from May to April, with all additions of the business cycle being reported in the fiscal year in which April is included. In the case of donations, capital assets are valued at their estimated fair value at the date of donation.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity (Continued)

5. Capital Assets (Continued)

Capital assets of the County, as well as the component units, are depreciated using the straight-line method and the following estimated useful lives:

Assets	Years
Buildings	50
Building improvements	20-50
Infrastructure roadway:	
Pavement	10-40
Bridges	50
Pipe crossings	30
Traffic control devices	25
Signs	10
Sewer/water systems	7-20
Landfill site improvements	15
Vehicles / heavy equipment	3-20
Office equipment	3-16

Depreciation expense related to infrastructure assets is calculated by applying an annual depreciation rate to the cost of the grouping of subsystems. Depreciation expense in all other categories of capital assets is calculated on an item-by-item basis.

Capital outlay is recorded as expenditures of the General, Special Revenue, and Capital Projects Funds and as assets in the government-wide financial statements to the extent the County's capitalization threshold is met. Interest incurred during the construction phase of the capital assets of business-type activities is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period. Amortization of assets acquired under capital leases is included in depreciation and amortization.

6. Compensated Absences

Employees are granted vacations and sick leave and are permitted to accumulate earned but unused vacation and sick leave benefits. The portion relating to the proprietary funds is expensed as salaries in the year earned. The benefit amounts relating to governmental funds, which will be paid from future resources, are recorded in the government-wide financial statements. Benefit amounts due and payable at year-end are recorded in the governmental funds as part of salaries and benefits payable. In the event of separation of employment or death, an employee, or the employee's estate, is compensated for 100% of accumulated vacation at the employee's current payroll rate.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity (Continued)

6. Compensated Absences (Continued)

Most covered employees (eligible for overtime compensation) receive either compensatory time off (CTO) in lieu of overtime or paid overtime. An employee earns CTO hours in lieu of paid overtime until a certain CTO balance is reached; thereafter, an employee receives paid overtime for overtime hours worked. In the event of separation of employment or death, an employee, or the employee's estate, is compensated for 100% of their accumulated CTO hours at the employee's current payroll rate.

Employees in units 1, 3, 4, 6, and 7 who leave County service by retirement after ten years of service may convert 20% of their unused sick leave credits to cash at their current payroll rate up to a maximum of 250 hours. Employees in these same units leaving County service in good standing, other than by retirement, after ten years of service may convert 20% of their unused sick leave credits to cash at their current payroll rate up to a maximum of 20 hours.

Employees in units 2, 5, 8, 12, 14, 16, 22, and 23 (40 hour employees) who leave County service by retirement after ten years of service may convert 20% of their unused sick leave credits to cash at their current payroll rate up to a maximum of 250 hours. Employees in Bargaining Unit 23 (56 hour employees) who leave County service by retirement after ten years of service may convert 20% of their unused sick leave credits to cash at their current payroll rate up to a maximum of 350 hours.

Employees in units 9, 10, 11, 19, 20, and 21 who leave County service by retirement after ten years of service, may convert 20% of their unused sick leave credits to cash at their current payroll rate up to a maximum of 250 hours. Employees in these same units leaving County service in good standing, other than by retirement, after five years of service may convert 20% of their unused sick leave credits to cash at their current payroll rate up to a maximum of 40 hours.

Employees in units 13 and 15 who leave County service by retirement after ten years of service may convert 20% of their unused sick leave credits to cash at their current payroll rate up to a maximum of 176 hours.

The County's sick leave buy back program is suspended for all employees. (The County has a sick leave buy back program that allows employees to be compensated on the first pay date in December for a portion of their unused sick leave based on their years of service and usage in the prior twelve months. Employees with three to five years' service may convert up to 40 hours of sick leave. Employees with over five years may convert up to 60 hours. The amount available for conversion is reduced by the number of sick leave hours used in the twelve month period ending the 1st of October, just prior to the December pay out.)

7. Short-term Borrowing (Tax and Revenue Anticipation Notes Payable)

Each fiscal year, the County issues Tax and Revenue Anticipation Notes to provide money to meet the General Fund's current year expenditures and to discharge its obligations and indebtedness. The principal of the notes and the interest thereon is paid from pledged property taxes and other revenues the County expects to receive during the fiscal year. However, the County issued a Tax and Revenue Anticipation Note for the year ended June 30, 2011.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity (Continued)

8. Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statements of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Fund Balance

To help comply with GASB Statement No. 54, the following items are defined for County of Tulare Governmental Funds:

The Tulare County Board of Supervisors is the County's highest level of decision makers and, thus has the authority to commit fund balances in all governmental funds to ensure the operations of the County of Tulare. Once the Board of Supervisors have committed the funds, they are the only ones which may remove the commitment by taking the same action (example, board resolution) as they did to commit the funds.

The Board of Supervisor's by board resolution delegates the authority to assign fund balances to the Chief Administrative Officer, CAO.

If an expenditure is incurred for a purpose for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, the County considers restricted fund balances spent first, committed funds spent second, assigned funds spent third, and unassigned spent last.

10. Fund Equity

In the fund financial statements, governmental funds report fund balance as non spendable, restricted, committed, assigned, or unassigned based primarily on the extent to which the County is bound to honor constraints on how specific amounts can be spent.

Non spendable fund balance – amounts that cannot be spent because they are either (a) not spendable in form or (b) legally or contractually required to be maintained intact.

Restricted fund balance – amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – amounts that can only be used for specific purposes determined by formal action of the County's highest level of decision-making authority (the Board of Supervisors) and that remain binding unless removed in the same manner. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity (Continued)

Assigned fund balance – amounts that are constrained by the County’s intent to be used for specific purposes. The intent can be established at either the highest level of decision-making, or by a body or an official designated for that purpose. This is also the classification for residual funds in the County’s special revenue funds.

Unassigned fund balance – the residual classification for the County’s General Fund that includes amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The Board of Supervisors establishes, modifies, or rescinds fund balance commitments and assignments by passage of an ordinance or resolution. This is done through adoption of the budget and subsequent budget amendments that occur throughout the year.

When both restricted and unrestricted resources are available for use, it is the County’s policy to use restricted resources first, followed by the unrestricted, committed, assigned, and unassigned resources as they are needed.

11. Use of Estimates

The preparation of the basic financial statements is in conformity with Generally Accepted Accounting Principles (GAAP). GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A reconciliation of the total fund balances for governmental funds to the total net assets of governmental activities has been prepared as part of the basic financial statements, including explanations of differences on page 35.

A reconciliation of the total net change in fund balances for governmental funds to the total changes in net assets of governmental activities has been prepared as part of the basic financial statements including explanations of differences on page 37.

NOTE 3 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

In accordance with the provision of Sections 29000 through 29132, inclusive, of the Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares and adopts a final budget on or before October 2 for each fiscal year. Until the adoption of this final balanced budget, operations are governed by a proposed budget approved by the Board of Supervisors.

A balanced operating budget is adopted each fiscal year for the County's General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Fund. A balanced operating budget is adopted each fiscal year for the Tulare County Redevelopment Agency, the Tulare County Flood Control District, and the Tulare County In-Home Supportive Services Public Authority (blended component units), which are governed by the Board of Supervisors and of which the Auditor-Controller is the ex-officio Finance Officer. The Tulare County Public Financing Authority and the Tulare County Public Facilities Corporation do not adopt a budget.

A spending plan is adopted each fiscal year for the County's Enterprise Funds and Internal Service Funds, as well as the Terra Bella Sewer Maintenance District (blended component unit), which is governed by the Board of Supervisors and of which the Auditor-Controller is the ex-officio Finance Officer.

Public hearings are conducted on the proposed adopted budget and spending plans to review all appropriations and the sources of financing. Because the adopted budget for governmental fund types must be balanced, any shortfall in revenue requires an equal reduction in appropriations. All appropriations lapse at year-end.

All governmental fund type budgets and the spending plans for proprietary fund types are adopted on the modified accrual basis of accounting. County department heads, with the approval of the County Administrative Officer, may make transfers of appropriations within a department without the approval of the Board of Supervisors. Amendments or transfers between departments within the General Fund are approved by the Board of Supervisors. Supplemental appropriations necessary and normally financed by unanticipated revenues during the year must be approved by the Board of Supervisors. The legal level of budgetary control is the fund level, with the exception of the General Fund in which the legal level of budgetary control is the department level. Budgeted amounts are reported both as originally adopted and as amended.

The Board of Supervisors made several supplemental budgetary appropriations throughout the fiscal year, including additional appropriations for new programs, additional positions, and unanticipated obligations. For the fiscal year ended June 30, 2011, appropriations in the General Fund were increased by \$24,559.

B. Excess of Expenditures over Appropriations

For the fiscal year, ended June 30, 2011, expenditures exceeded appropriations in the following funds at the legal level of control:

Nonmajor Special Revenue Funds:		
CDBG Grants	\$	2,187
Redevelopment Admin		1,558
HOME Program		32

NOTE 3 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

C. Individual Fund Deficits

Deficit Fund Balances – Government Fund Type

Special Revenue – Workforce Investment \$1

The Workforce Investment deficit is because of a timing difference between expenditures and State reimbursement.

NOTE 4 – DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

As provided by Government Code §53600, the cash balances of substantially all County funds and participating County schools and agencies are pooled and invested by the County Treasurer for the purpose of increasing earnings through investment activities. Interest earned on the pooled funds is apportioned quarterly based on the average daily balance of each participating fund. Certain funds, which have deposits in the County's pooled investment program, do not receive the interest earnings on their deposits. The earnings on the investments related to those funds are assigned to the County's General Fund, as permitted by the Government Code. "Investments" in the governmental funds' balance sheet (Exhibit 3) represent the investment of assets associated with the Tulare County Public Facilities Corporation (TCPFC) and the Tulare County Public Financing Authority (TCPFA), which are not invested by the County Treasurer but are held by fiscal agents.

Cash Deposits As of June 30, 2011, the County's bank deposits had a carrying amount of \$118,342 and the balance per the financial institutions totaled \$118,481. All pooled cash deposits and non-negotiable Certificates of Deposit are entirely insured (\$66,766) or collateralized (\$51,715). The California Government Code requires California banks and savings and loan associations to secure the County's deposits by pledging government securities or first trust deed mortgage notes. The market value of the pledged government securities and first trust deed mortgage notes must be at least 110% and 150% of the County's deposits, respectively. The collateral is held by the pledging financial institutions trust department or its agent and is considered to be held in the County's name.

Investments The pool's cash and investments are invested pursuant to investment policy guidelines established by the County Treasurer. The objectives of the policy are, in order of priority: preservation of capital, liquidity, and yield. The Treasurer reports on a monthly basis to the Tulare County Board of Supervisors. Additionally, there is an Oversight Committee established under California Code §27130 to §27137 comprised of Tulare County Officials, representatives from various pool participants, and members of the public, whose function is to monitor compliance with the County's Investment Policy. Investments made outside the County Treasury are invested pursuant to governing bond covenants or California Government Code provisions.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

The County's Investment Policy, in compliance with California Government Code §53601 and §53635, authorizes the Treasurer to invest in the following:

- (A) Obligations issued by the County of Tulare
- (B) Obligations of the U.S. Treasury
- (C) Obligations of the State of California and municipalities
- (D) Obligations of Federal Agencies or U.S. Government-sponsored enterprises
- (E) Bankers Acceptances eligible for purchase by the Federal Reserve System
- (F) Commercial Paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record
- (G) Negotiable Certificates of Deposit
- (H) Medium-Term Corporate Notes rated "A" or better
- (I) Mutual Funds
- (J) Repurchase and Reverse Repurchase Agreements
- (K) Local Agency Investment Fund (LAIF)

Custodial Credit Risk – Investments For an investment, this is the risk that, in the event of failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Treasury has limited its custodial credit risk on investments by having all investments in the name of the County. In accordance with the Governmental Accounting Standards Board Statement No. 3, *Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements*, the County's investments have been classified into the following three categories of custodial credit risk:

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

As of June 30, 2011, the entire portfolio is under category (1) except for Money Market Funds, which do not fall under any of the above categories of credit risk as the investment in these funds are not evidenced by securities that exist in physical or book entry form.

Interest Rate Risk This is the risk that fluctuations in interest rates will adversely affect the fair value of an investment. The Treasury mitigates this risk by investing in longer-term securities only with funds that are not needed for current cash flow purposes and generally holding these securities to maturity.

Credit Risk and Concentration of Credit Risk Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Concentration of credit risk is the risk of loss attributed to the magnitude of an investment with a single issuer. The Treasury mitigates these risks by holding a diversified portfolio of high quality investments and limits the percentage of the total investments to the type of investment and to any one issuer by type of allowable investment instrument. State law also limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). The NRSRO's used by the County are listed in the County's investment policy and are Standard and Poor's, and Moody's. Securities that are fully guaranteed as to payment by an agency, or government sponsored enterprise of the U.S. Government were rated AAA by national recognized statistical-rating organizations.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

As of June 30, 2011, the County invested in primarily high quality investments as shown below:

Credit Ratings	
U.S. Treasury	14%
AAA***	53%
A-1 (short-term rating)	3%
AA	12%
A	11%
SP-1+	2%
Not Rated**	5%
Total	100%

Standard & Poor's Ratings [includes all ratings in this category (e.g., A-, A, A+)].

The portion of the portfolio that is not rated represents the \$50,000 deposit in LAIF, the State of California investment fund.

*** On August 5, 2011 Standard and Poor's downgraded the credit rating of the U.S. Government to AA+, however an Aaa rating continues to be provided by Moody's and Fitch.

The County's investments as of June 30, 2011, are as follows:

	<u>Carrying Value</u>	<u>Reported Amount/ Fair Value</u>	<u>Weighted Average Maturity (days)</u>	<u>Stated Interest Rate</u>	<u>Maturity Range</u>
U.S. Treasury Obligations	\$ 121,915	\$ 123,588	950	0.500% - 4.875%	03/31/2102 - 03/31/2016
Federal Agency Obligations	300,848	305,826	815	0.205% - 6.790%	07/11/2011 - 05/27/2016
Corporate Notes/Bonds	192,607	195,794	1,045	0.367% - 6.000%	10/23/2012 - 05/15/2016
Corporate Notes (FDIC Insured)	59,411	60,351	112	0.4477% - 3.250%	01/17/2012 - 12/26/2012
Municipal Obligations	20,000	20,000	793	2.29%	08/31/2013
Commercial Paper (Discount)	16,151	16,154	37	0.280% - 0.330%	07/01/2011 - 08/17/2011
Negotiable Time Deposits	20,500	20,512	285	0.536% - 0.900%	09/02/2011 - 11/09/2012
	731,432	742,225			
Other Investments:					
Money Market Funds	2,778	3,172			
Guaranteed Investment Contract	5,325	5,325			
LAIF Managed Pool	50,000	50,079			
Other Managed Pool	40,054	40,054			
Total Other Investments	98,157	98,630			
Total Investments	\$ 829,589	\$ 840,855			

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

The County held investments in excess of 5% of the total year-end investments for the following issuers:

<u>Issuer</u>	<u>Amount</u>	<u>Percentage</u>
United States Treasury	\$ 12,588	14.7%
Federal National Mortgage Association	114,754	13.6%
Federal Home Loan Mortgage Corporation	82,900	9.9%
Federal Home Loan Bank	53,995	6.4%

Investments in the Money Market Funds and LAIF Managed Pool are not categorized, in accordance with GASB Statement No. 3, because they are not evidenced by securities that exist in physical or book entry form.

California Local Agency Investment Fund (LAIF) The State Treasurer's Local Agency Investment Fund (LAIF) is a governmental investment pool managed and directed by the California State Treasurer and is not registered with the Securities and Exchange Commission. An oversight committee comprised of California State officials and various participants provide oversight to the management of the fund. Investments in LAIF are highly liquid, as deposits can be converted to cash within twenty-four hours without penalty or loss of interest. The value of the County's shares in LAIF that may be withdrawn is determined on an amortized cost basis, which may be different from the fair value of the County's position in the pool. As of June 30, 2011, the County's investment in LAIF is \$50,079. The total amount recorded by all public agencies in LAIF at that date was \$23,983,772. Of that amount, 94.99% is invested in non-derivative financial products and 5.01% of the portfolio is invested in medium-term and short-term structured notes and asset-backed securities.

Repurchase Agreements Repurchase Agreements are contracts in which a broker/dealer sells securities to the Investment Pool with an agreement to repurchase those securities for a fixed price at an agreed-upon date. The Government Code requires that California public entities that utilize repurchase agreements collateralize the investments that underlay the repurchase agreements with amounts that exceed cost. The market value of the securities underlying the repurchase agreements must be valued at 102% or greater. The Pool's Investment Policy reflects this requirement. As of June 30, 2011, the County had no outstanding repurchase agreements.

Treasury Pool Income and Participant Withdrawals Treasury Pool investments are accounted for in accordance with the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, which requires governmental entities to report certain investments at fair market value in the balance sheet and the statement of net assets and recognize the corresponding change in value of investments in the year in which the change occurred. The value of the participant's shares in the pool that may be withdrawn is determined on an amortized cost basis, which is different from the fair market value of the participant's position in the Pool. The fair market value fluctuates with interest rates, and increasing rates could cause the value to decline below original cost; however, County management believes the liquidity in the portfolio is more than adequate to meet cash flow requirements and to preclude the County from having to sell investments below original cost for that purpose.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

For the year ended June 30, 2011, the Treasury Pool investment income was comprised of the following:

Investment Income	
Interest and Dividends	\$ 15,127
Net Increase in the Fair Value	673
Less: Investment Expenses	<u>(1,268)</u>
Total Treasury Pool Income	<u>\$ 14,532</u>

The net increase in the fair market value of investments during fiscal year 2010-2011 was \$673. This amount takes into account all changes in fair value (including sales resulting in a net gain of \$7,800) that occurred during the year. The net fair value decrease on investments held as of June 30, 2011, was \$7,126.

Summary of Cash and Investments Balances Following is a reconciliation of the County's cash and investment balances to the balance sheets/statements of net assets for the Governmental, Enterprise, Internal Service, Fiduciary Funds, and the discretely presented component unit as of June 30, 2011:

	Governmental Funds (Exhibit 3)	Enterprise Funds (Exhibit 6)	Internal Service Funds (Exhibit 6)	Fiduciary Funds (Exhibit 9)	Total	Component Unit - First 5 Tulare County
Cash in Banks	\$ 137	\$ 215	\$ 500	\$ 2,535	\$ 3,387	\$ 258
Investment in Treasury Pool	189,607	8,404	53,704	583,672	835,387	8,834
Restricted Investments in Pool	5,000	49,340	-	-	54,340	
Investments	8,791	-	-	-	8,791	
Restricted Investments	51,934	-	-	-	51,934	
Imprest Cash	76	2	500	-	578	
Deposits with Others	68	110	-	-	178	
Cash on hand	8	6	-	-	14	
Cash Overdraft	(705)	-	-	-	(705)	
	<u>\$ 254,916</u>	<u>\$ 58,077</u>	<u>\$ 54,704</u>	<u>\$ 586,207</u>	<u>\$ 953,904</u>	<u>9,092</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

Summary of total cash investments is as follows:

	Investment in Treasury Pool	Other	Total
Cash and Bank Deposits	\$ 41,463	\$ 4,415	\$ 45,878
Interest Receivable	3,408	-	3,408
Investments	852,985	60,725	913,710
Total	<u>\$ 897,856</u>	<u>\$ 65,140</u>	<u>\$ 962,996</u>

The following represents a condensed statement of net assets and changes in net assets for the Treasury Pool as of June 30, 2011:

Statement of Net Assets	
Net assets held in trust for all pool participants	<u>\$ 897,856</u>
Equity of internal pool participants	\$ 278,703
Equity of external pool participants	619,153
Total Equity	<u>\$ 897,856</u>

Statement of Changes in Net Assets	
Net assets	\$ 828,383
Net Additions/Withdrawals by Pool Participants	53,672
Net Decrease in the investment Fair Value	-
Realized Gains/losses from Sales	7,800
Market Value Loss on Investments Held at Year-end	(7,126)
Interest and Dividends Earned	15,127
Net Assets as of June 30,	<u>\$ 897,856</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

B. Receivables

Receivables as of the fiscal year-end for the County's individual major funds and for nonmajor and internal service funds (ISF) are as follows:

	<u>General</u>	<u>Solid Waste</u>	<u>Nonmajor Governmental</u>	<u>ISF</u>	<u>Nonmajor Enterprise</u>	<u>Total</u>	<u>Noncurrent Portion</u>
Receivables:							
Accounts	\$ 4,068	\$ 1,224	\$ 27,014	\$ 2,094	\$ 327	\$ 34,727	\$ -
Interest	-	-	-	-	-	-	-
Property taxes	9,563	-	-	-	-	9,563	9,563
Lease payments	-	-	815	-	-	815	815
Notes	-	-	21,403	-	-	21,403	21,405
Due from other governments	28,537	-	1,542	23	-	30,102	-
Total Receivables	<u>\$ 42,168</u>	<u>\$ 1,224</u>	<u>\$ 50,774</u>	<u>\$ 2,117</u>	<u>\$ 327</u>	<u>\$ 96,610</u>	<u>\$ 31,783</u>

C. Restricted Assets

Restricted assets in the governmental funds include \$51,934 in the Tulare County Public Financing Authority for future debt service and \$5,000 in a capital projects fund for the future cleanup of toxic ground at the Harmon Field airstrip. Restricted assets in the business-type funds include \$49,340 in the Solid Waste fund for future closure/postclosure expenses for disposal sites and landfill groundwater contingencies.

D. Deferred Revenue

Deferred revenue consists of two categories of revenue including 1) resources received before their use is permitted (unearned) or 2) amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met, in that the amounts are measurable, but not available within the current period or soon enough thereafter to pay liabilities of the current period (unavailable).

	<u>Unearned</u>	<u>Unavailable</u>
General Fund	\$ 56,665	\$ 16,903
Nonmajor Governmental Funds	42,955	3,146
Proprietary Funds	1,722	-
Total Unavailable/Unearned Revenue	<u>\$ 101,342</u>	<u>\$ 20,049</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

E. Capital Assets

Capital asset activity for the year ended June 30, 2011, was as follows:

Capital Assets - Primary Government	Beginning Balance	Additions	Retirements	Current Period Adjustments	Prior Period Adjustments*	Ending Balance
Governmental activities:						
<i>Capital assets, not being depreciated:</i>						
Land	\$ 907,965	\$ 3,467	\$ (491)	\$ -	\$ -	\$ 910,941
Construction in Progress	8,868	1,805	(8,435)	(49)	-	2,189
Infrastructure in Progress	50,462	28,391	-	(3,083)	-	75,770
Total capital assets, not being depreciated	<u>967,295</u>	<u>33,663</u>	<u>(8,926)</u>	<u>(3,132)</u>	<u>-</u>	<u>988,900</u>
<i>Capital assets, being depreciated:</i>						
Infrastructure	687,283	16,170	(4,108)	\$ 2,332	-	701,677
Buildings and Improvements	190,331	9,727	(240)	-	-	199,818
Equipment /Vehicles	67,041	6,027	(2,342)	(268)	-	70,458
Total capital assets being depreciated	<u>944,655</u>	<u>31,924</u>	<u>(6,690)</u>	<u>2,062</u>	<u>-</u>	<u>971,953</u>
<i>Less accumulated depreciation for:</i>						
Infrastructure	(220,026)	(15,557)	2,691	(2)	-	(232,894)
Buildings and Improvements	(61,960)	(3,832)	180	(4)	-	(65,616)
Equipment /Vehicles	(42,692)	(6,474)	3,987	(1,414)	-	(46,593)
Total accumulated depreciation	<u>(324,678)</u>	<u>(25,863)</u>	<u>6,858</u>	<u>(1,420)</u>	<u>-</u>	<u>(345,103)</u>
Total capital assets, being depreciated, net	<u>619,977</u>	<u>6,061</u>	<u>168</u>	<u>642</u>	<u>-</u>	<u>626,850</u>
Governmental activities capital assets, net:	<u>\$ 1,587,272</u>	<u>\$ 39,724</u>	<u>\$ (8,758)</u>	<u>\$ (2,490)</u>	<u>\$ -</u>	<u>\$ 1,615,750</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

E. Capital Assets (Continued)

Capital Assets - Primary Government	Beginning Balance	Additions	Retirements	Adjustments	Prior Period Adjustments*	Ending Balance
Business-type activities:						
<i>Capital assets, not being depreciated:</i>						
Land	\$ 6,728	\$ -	\$ -	\$ -	\$ -	6,728
Construction in Progress	9,137	725	(8,940)	-	-	922
Total capital assets, not being depreciated	<u>15,865</u>	<u>725</u>	<u>(8,940)</u>	<u>-</u>	<u>-</u>	<u>7,650</u>
<i>Capital assets, being depreciated:</i>						
Buildings and Improvements	18,274	9,101	-	(28)	-	27,347
Equipment /Vehicles	12,798	962	(288)	79	-	13,551
Total capital assets being depreciated	<u>31,072</u>	<u>10,063</u>	<u>(288)</u>	<u>51</u>	<u>-</u>	<u>40,898</u>
<i>Less accumulated depreciation for:</i>						
Buildings and Improvements	(9,785)	(1,393)	288	(498)	-	(11,388)
Equipment /Vehicles	(7,527)	(931)	-	206	-	(8,252)
Total accumulated depreciation	<u>(17,312)</u>	<u>(2,324)</u>	<u>288</u>	<u>(292)</u>	<u>-</u>	<u>(19,640)</u>
Total capital assets, being depreciated, net	<u>13,760</u>	<u>7,739</u>	<u>-</u>	<u>(241)</u>	<u>-</u>	<u>21,258</u>
Business-type activities capital assets, net:	\$ <u>29,625</u>	\$ <u>8,464</u>	\$ <u>(8,940)</u>	\$ <u>(241)</u>	\$ <u>-</u>	\$ <u>28,908</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Depreciation - Governmental activities:		Depreciation - Business-type activities:	
General government	\$ 1,087	Solid Waste	\$ 1,828
Public protection	4,762	Nonmajor enterprise funds	496
Public ways and facilities	16,452		
Health and sanitation	2,058		
Public assistance	519		
Education	233		
Culture and recreation	241		
Unallocated depreciation expense	<u>511</u>		
Total depreciation expense - governmental activities	\$ <u>25,863</u>	Total depreciation expense - business-type activities	\$ <u>2,324</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

E. Capital Assets (Continued)

The County has active construction and other projects as of June 30, 2011, including the new Orosi Sheriff's Substation, Remodeling of the Downtown Annex, landfill site improvements, construction of the Ivanhoe Community Center, rehabilitation of the airport, improvements to Fire Station #1, and various infrastructure projects.

At fiscal year-end, the County's commitments with contractors are as follows:

<u>Capital Project - Active Construction</u>	<u>Spent-to- Date</u>	<u>Remaining Commitment</u>
Fire Station #1 (030)	\$ 221	\$ 50
Downtown Annex Remodel	553	2,043
Ivanhoe Community Center	1	315
Airport - Taxiway Reconstruction (012)	1,414	-
Landfill Site Improvements (045)	922	-
Cutler/Orosi Project (RO2)	2,852	-
Roads (014):		
Environmental review of existing roads**	40,359	-
Turnouts	205	-
Shoulder stabilization	660	-
Other improvements	29,500	-
Bridges (014):		
Repair or Replace bridge**	2,194	-
Total Construction in Progress	\$ <u>78,881</u>	\$ <u>2,408</u>

**The State Transportation Improvement Program is financing the commitment for Bridge Repair or Replacement and Roads Environmental Review.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

F. Interfund Receivables and Payables

1. Advances to / from other County funds

Advances to / from other funds are representative of non-current lending / borrowing arrangements outstanding at the end of the fiscal year. Amounts due from Agency funds to governmental funds will not be returned to the County until such time as the program is discontinued or concluded. Amounts due to Agency funds by nonmajor Community Service Area (CSA) enterprise funds will be paid off by small assessments to utility users over the life of the water / sewer systems. The composition of advances to / from other funds balances as of June 30, 2011, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Fiduciary CSA#1 Revolving Agency	\$ 790
	Nonmajor Governmental IHSS Public Authority	450
	Sub-total	<u>1,240</u>
Nonmajor governmental	Fiduciary Child Support Federal Agency	<u>40</u>
Fiduciary CSA#1 Revolving Agency	Nonmajor Enterprise Fund	750
	Sub-total	<u>750</u>
Internal Service Fund	General	<u>41</u>
	Total	\$ <u><u>2,071</u></u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

F. Interfund Receivables and Payables (Continued)

2. Due to / from other County funds

Due to / from other County funds represents current outstanding balances between funds at the end of the fiscal reporting period. The County's computerized general ledger only allows for the transfer of cash between funds until mid-July following the end of the fiscal year. Therefore, the recording of interfund activity which occurred during the fiscal year, but which is entered to the system after mid-July, results in an interfund payable / receivable.

The composition of due to / from other County fund balances as of June 30, 2011, is as follows:

Due To / From Other Funds		
Receivable Fund	Payable Fund	Amount
General	Nonmajor Governmental	\$ 599
	Internal Service	856
	Solid Waste	35
	Fiduciary	3
	Sub-total	<u>1,493</u>
Nonmajor Governmental	General	638
	Nonmajor Governmental	235
	Nonmajor Enterprise	3
	Internal Service	547
	Sub-total	<u>1,423</u>
Solid Waste	Internal Service	<u>70</u>
Nonmajor Enterprise	Internal Service	<u>1</u>
Internal Service	General	215
	Nonmajor Governmental	317
	Fiduciary	221
	Internal Service	46
	Sub-total	<u>799</u>
Fiduciary	Internal Service	<u>144</u>
Total		<u><u>\$ 3,930</u></u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

G. Transfers

Transfers to / from other County funds for the fiscal year ended June 30, 2011, consist of transfers for normal operations, including the accumulation of debt service payments and support of other funds resources.

The schedule of transfers to / from other County funds for the fiscal year ended June 30, 2011, is as follows:

Transfers out:	Transfers In:						Total Transfers
	General	PFC	PFA	Nonmajor Governmental	Nonmajor Enterprise	Internal Service	
General	\$ -	-	-	34,530	3	1,544	\$ 36,076
PFC	-	-	-	-	-	-	-
PFA	-	-	-	3,000	-	-	3,000
Nonmajor Governmental	26,351	6,684	3,854	1,085	-	56	38,029
Solid Waste	438	-	-	77	-	2	516
Nonmajor Enterprise	-	-	-	2	-	-	2
Internal Service	71	-	-	485	-	53	608
Total transfers out	\$ 26,859	\$ 6,684	\$ 3,854	\$ 39,178	\$ 3	\$ 1,654	\$ 78,231

H. Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage regulations and restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage rebate requirements stipulate, in general, that the excess of earnings from the investment of tax-exempt bond proceeds over related interest expenditures on the bonds must be remitted to the Federal government on every fifth anniversary of each bond issue. The County has evaluated each outstanding debt obligation that is subject to the arbitrage rebate requirements and deferred interest income for future payment on two of the County's Bond issues.

I. Leases

Operating Leases (County as Lessor) The County has entered into long-term operating lease agreements leasing land and buildings to others. Leased assets represent a cost of \$2,007 with \$1,434 of accumulated depreciation for a net carrying amount of \$573. The revenues realized for the fiscal year ended June 30, 2011, were \$816. The minimum future rentals for noncancellable operating leases are as follows:

Future Rentals	
Fiscal Year Ending June 30,	Amount
2012	\$ 721
2013	655
2014	544
2015	342
2016	342
2017-2021	1,513
Total	\$ 4,117

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

I. Leases (Continued)

Operating Leases (County as Lessee) The County has commitments under long-term operating lease agreements for facilities used in operations. These lease agreements provide for cancellation in the event the Board of the respective entity does not appropriate funding in subsequent fiscal years. The expenses for the fiscal year ended June 30, 2011, were \$6,617. The future minimum lease payments for these leases are as follows:

Operating Leases		
Fiscal Year Ending June 30,		Amount
2012	\$	5,793
2013		5,094
2014		4,938
2015		4,372
2016		2,166
2017-2021		422
2022-2026		39
Total	\$	<u>22,824</u>

In addition to real property leases, the County has also entered into long-term leases for personal property, the majority of which is leased by Roads, Solid Waste, the District Attorney’s Office, and the General Services division of the Resource Management Agency. Most of these leases also provide for cancellation in the event that the Board of Supervisors does not appropriate funding, and are subject to annual adjustments based upon negotiations. Total rent and lease expense for these operating leases for the fiscal year ended June 30, 2011, was approximately \$185.

Capital Leases The County has entered into lease agreements as lessee for financing the acquisition of police communications equipment, printing equipment, and other non-capitalized items. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. The assets acquired through capital leases are as follows:

Assets Aquired Through Capital Leases		
Fiscal Year Ending June 30, 2011		Governmental Activities
Equipment	\$	128
Less: Accumulated depreciation		<u>(93)</u>
Total	\$	<u>35</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

I. Leases (Continued)

Direct Financing Lease The County has entered into a lease agreement as lessor for the lease purchase of the Dinuba Courthouse / Police Station by the City of Dinuba in March 1997. This lease agreement qualifies as a direct financing lease for accounting purposes and, therefore, has been recorded as lease payments receivable with no allowance for uncollectible payments and net of interest. The net investment in this direct financing lease as of June 30, 2011, is \$815. Minimum lease payments receivable for each of the five succeeding fiscal years and thereafter are as follows:

Direct Financing Lease Receivable		
Fiscal Year Ending June 30, 2011	Principal	Interest
2012	\$ 163	\$ 47
2013	173	37
2014	183	26
2015	194	15
2016	102	3
	\$ 815	\$ 128

J. Long-term Debt

Certificates of Participation The Tulare County Public Facilities Corporation issues Certificates of Participation (COP's) to provide funds for the acquisition, construction, and repair and maintenance of major capital facilities. COP's have been issued for both governmental and proprietary activities. These COP's are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenues. In addition, COP's have been issued to refund earlier certificates with higher interest rates.

COP's are obligations of the County's component units. However, the County is indirectly obligated under lease agreements it has signed with its component units. The County's obligation is limited to including in its annual budget, lease payments called for in the lease agreements. These COP's generally are issued as 20 to 40-year certificates with increasing amounts of principal maturing each year.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

J. Long-term Debt (Continued)

Certificates of Participation currently outstanding are as follows:

Outstanding Certificates of Participation			
Date Issued	Purpose of Debt	Interest Rates	Amount
July 23, 1996	Governmental activities	4.30% - 6.00%	\$ -
October 8, 1998	Governmental activities - Refunding	3.35% - 5.00%	26,315
	Subtotal		26,315
September 2, 1993	Business-type activities	5.00%	457
February 23, 1994	Business-type activities	5.00%	67
August 16, 1994	Business-type activities	4.50%	48
September 14, 1994	Business-type activities	4.50%	39
May 28, 1996	Business-type activities	4.50%	805
	Subtotal		1,416
	Total		\$ 27,776

Annual debt service requirements to maturity for COP's are as follows:

Fiscal Year Ending June 30,	Certificates of Participation			
	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2012	\$ 5,495	\$ 1,178	\$ 35	\$ 66
2013	4,470	929	36	65
2014	4,825	697	36	63
2015	5,065	450	37	61
2016	6,460	162	37	60
2017-2021			228	274
2022-2026	-	-	286	209
2027-2031	-	-	358	137
2032-2036	-	-	363	46
Total	\$ 26,315	\$ 3,416	\$ 1,416	\$ 981

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

J. Long-term Debt (Continued)

Variable Rate Demand Bonds On December 17, 1999, the Tulare County Public Financing Authority (TCPFA) issued Variable Rate Demand Bonds of \$45,000 with a variable rate not to exceed 12%. Each fiscal year up to \$3,000 will be transferred to the County to provide financing for the acquisition and construction of public capital assets and repair and maintenance costs related thereto. A lease agreement in which the County is leasing four existing buildings to TCPFA is used as security for the bonds. On December 1, 2006, these bonds were refunded with private placement Tobacco Settlement Asset Backed Bonds of \$42,360, which will mature on August 1, 2034.

The Variable Rate shall be the rate of interest per annum, determined by the Remarketing Agent, to be the lowest rate which in its judgment, on the basis of prevailing financial market conditions, is necessary as of the date such rate becomes effective to remarket the bonds in a secondary market transaction at the price equal to par, but no greater than the Maximum Rate.

These bonds are treated as a long-term liability in accordance with GAAP as the County entered into a take-out agreement before the financial statements were issued. The take-out agreement does not expire within one year of the fiscal period end. Neither the take-out agreement itself nor the obligations issued pursuant to the agreement are cancelable by the lender within one year of the fiscal period end, and the lender is expected to be financially capable of honoring the take-out agreement.

These bonds are the obligation of the County’s component unit. However, the County is obligated under the leaseback agreement it has signed with its component unit. The County’s obligation is limited to including in its annual budget the lease payments called for in this leaseback agreement payable from a pledge of the County’s share of the Tobacco Master Settlement Agreement. These bonds were issued with a final maturity date of August 1, 2034.

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

TCPFA Variable Rate Demand Bonds			
Fiscal Year Ending June 30,	Governmental Activities		
	Principal		Interest
2012	\$ 715	\$	2,347
2013	815		2,300
2014	815		2,251
2015	915		2,197
2016	915		2,142
2017-2021	5,745		9,728
2022-2026	7,905		7,655
2027-2031	10,635		4,836
2032-2036	11,260		1,172
Total	\$ <u>39,720</u>	\$	<u>34,628</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

J. Long-term Debt (Continued)

Pension Obligation Bonds The County issued Pension Obligation Bonds (POB's) of \$41,460 on May 22, 1997, to pay the unfunded actuarial accrued liability at June 30, 1996. The interest rates on these bonds range from 6.2% to 7.35%.

Annual debt service requirements to maturity for the POB's are as follows:

Pension Obligation Bonds		
Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2012	6,270	230
2013	-	-
Total	\$ 6,270	\$ 230

Tax Allocation Bonds The Tulare County Redevelopment Agency issued Tax Allocation Bonds, 2007 Series A of \$1,627 on January 24, 2007, at 4.125% and mature on January 1, 2032. These bonds were issued to finance the Richgrove Redevelopment project.

On January 20, 2009, the Tulare County Redevelopment Agency issued Tax Allocation Bonds, 2009 A Series of \$231 at 4.35% and mature on August 1, 2033. These bonds were issued to finance the Cutler-Orosi Public Utility District Sewer project. In 2010, the County issued an additional \$1,669 of Tax Allocation Bonds in addition to the original agreement of the 2009 A Series Tax Allocation Bonds.

Annual debt service requirements to maturity for these Tax Allocation Bonds are as follows:

Tax Allocation Bonds		
Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2012	\$ 92	\$ 138
2013	95	135
2014	99	130
2015	104	126
2016	109	122
2017-2021	617	535
2022-2026	763	389
2027-2031	943	210
2032-2036	448	27
Total	\$ 3,270	\$ 1,812

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

J. Long-term Debt (Continued)

Loans Payable The County has borrowed funds for the acquisition of fire trucks, vehicles, computers, and other equipment each year since 1996. The magnitude of these loans varies from \$993 to \$1,778 and the interest rates range from 3.1% to 5.06%. In September 2002, the County borrowed \$10,920 at 4.49% for energy improvement projects. This loan extends to November 2017. In 2006, an additional loan of \$7,084 was taken at 3.9% to fund energy improvement projects. This loan extends to September 2022. A tax allocation loan agreement dated November 1, 2002, was entered into between the California Infrastructure and Economic Development Bank and Goshen Redevelopment. In January 2004, Goshen Redevelopment received this loan of \$1,914 at 3.07%. This loan extends to August 2032.

The debt payment schedule for the following fiscal years ending June 30 is as follows:

Fiscal Year Ending June 30,	Loans Payable	
	Governmental Activities	
	Principal	Interest
2012	\$ 1,211	\$ 531
2013	1,263	479
2014	1,317	425
2015	1,373	369
2016	1,431	311
2017-2021	4,917	724
2022-2026	1,115	139
2027-2031	412	60
2032-2033	183	6
Total	<u>\$ 13,222</u>	<u>\$ 3,044</u>

Prior-Year Defeasance of Debt In prior years, the County defeased certain Certificates of Participation (COP) by placing the proceeds of new COP's in an irrevocable trust to provide for all future debt service payments on the old COP's. Accordingly, the trust account assets and the liability for the defeased COP's are not included in the County's financial statements. At June 30, 2011, there are no longer any bonds outstanding considered to be defeased.

Other Payables El Rancho Sewer District, which is part of County Service Area #1, issued revenue bonds during the fiscal year ended June 30, 1988. Farmers Home Administration purchased the bonds. The proceeds of the loan were used for a sewer construction project. The original bonds payable of \$11 have a current principal balance of \$7 and bears interest at 5% per annum. This matures in 2027, a 40-year period. The bonds were issued under Health & Safety Code §49000. The bonds will be redeemed with monies raised from service charges associated with the sewer system operation.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

J. Long-term Debt (Continued)

The annual debt service requirements to maturity for the revenue bonds are as follows:

Fiscal Year Ending June 30,	EI Rancho Sewer District Bond Business-type Activities	
	Principal	Interest
2012	\$ -	\$ -
2013	-	-
2014	-	-
2015	1	-
2016	-	-
2017-2021	2	-
2022-2026	3	1
2027-2031	1	-
2032-2036	-	-
Total	\$ 7	\$ 1

Changes in Long-term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2011, was as follows:

Long-term Liabilities	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
COP's payable	\$ 31,550	\$ -	\$ (5,235)	\$ 26,315	\$ 5,495
Variable rate demand bonds	40,435	-	(715)	39,720	715
Pension obligation bonds	11,955	-	(5,685)	6,270	6,270
Tax allocation bonds	3,358	-	(88)	3,270	92
Loans payable	14,362	-	(1,140)	13,222	1,211
Leases payable	-	-	-	-	-
Net OPEB obligation	4,954	2,121	(762)	6,313	-
Compensated absences	22,877	638	(1,534)	21,981	1,534
Liability claims payable	26,921	32,808	(26,887)	32,842	6,550
Contractual obligation	1,423	-	(53)	1,370	53
Accrued remediation cost	5,000	-	-	5,000	-
Long-term liabilities	\$ 162,835	\$ 35,567	\$ (42,099)	\$ 156,303	\$ 21,920

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

J. Long-term Debt (Continued)

Changes in Long-term Liabilities (Continued)

Long-term Liabilities	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-type activities:					
COP's payable	\$ 1,446	\$ -	\$ (30)	\$ 1,416	\$ 35
Bonds payable	7	-	-	7	-
Closure/postclosure costs payable	47,670	852	(4,182)	44,340	-
Loans payable	-	-	-	-	-
Notes payable	-	-	-	-	-
Compensated absences	430	22	(87)	365	21
Business-type activities	<u>49,553</u>	<u>874</u>	<u>(4,299)</u>	<u>46,128</u>	<u>56</u>
Long-term liabilities	<u>\$ 49,553</u>	<u>\$ 874</u>	<u>(4,299)</u>	<u>\$ 46,128</u>	<u>\$ 56</u>

The liability for compensated absences has typically been liquidated using the County's governmental funds and the Solid Waste Fund. The value of accumulated vacation at June 30, 2011, was \$18,176. Of this amount, \$250 is recorded in business-type funds. The value of accumulated sick leave at June 30, 2011, was calculated using a termination payment method and is accrued at \$2,706. Of this amount, \$61 is recorded in business-type funds. The value of accumulated CTO at June 30, 2011, was \$1,465. Of this amount \$54 is recorded in business-type funds. The value of sick leave buy backs for future years cannot be accurately estimated, but for the fiscal year ended June 30, 2011, the County paid \$0 to employees through this program. The Tulare County Board of Supervisors approved the suspension of the sick leave buy back program for the next two years.

The liabilities for claims and judgments payable include both General Liability and Workers' Compensation Liability and have been liquidated using the General Liability Insurance Internal Service Fund and the Workers' Compensation Insurance Internal Service Fund.

K. Special Assessment Debt

The County of Tulare is not obligated in any manner for special assessment debt for the outstanding bond issues totaling \$315,641 for School Bonds, 1915 Improvement Act Bonds, and Special District General Obligation Bonds at June 30, 2011. The Tulare County Auditor-Controller acts as an agent for the Property Owners / Bond Holders in collecting and forwarding the special assessments, with the exception of the Kaweah Delta Hospital Bond. The School Bonds totaling \$235,178 include bonds for Buena Vista, Burton, Earlimart, Liberty, Kings River, Richgrove, Stone Corral, Sundale, Traver, and Woodlake Elementary Schools, Exeter, Strathmore, Tulare Joint Union, and Woodlake High Schools, Cutler-Orosi, Dinuba, Farmersville, Lindsay, Porterville, and Visalia Unified Schools. The 1915 Improvement Act Bonds totaling \$171 include bonds for Ducor Community Service District and Ducor CSD Supplemental. The Special Districts General Obligation Bonds totaling \$135,410 are for Kaweah Delta Hospital Bond and Woodville Public Utility District Sewer.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

L. Landfills

State and Federal laws and regulations require that Tulare County Solid Waste Fund place a final cover on its landfill sites and perform certain maintenance and monitoring functions at the landfill sites for a minimum of thirty years after closure. In addition to operating expenses related to current activities of the landfill sites, an expense provision and related liability are being recognized based on the future closure and postclosure care costs that will be incurred near or after the date the landfills no longer accept waste. The recognition of these landfill closure and postclosure care costs is based on the amount of the landfills used during the year. The estimated liability for landfill closure and postclosure care costs has a balance of \$44,340 as of June 30, 2011, which is based on an average of 33% usage (filled) of all landfill sites (remaining capacity since August 18, 1989). It is estimated that an additional \$50,591 will be recognized as closure and postclosure care expenses between the date of the statement of net assets and the date the landfills are currently expected to be filled to capacity. The estimated remaining life of landfill sites ranges from 13.12 years for Teapot Dome to 116.70 years for the Visalia site. The estimated total current cost of the landfill closure and postclosure care \$89,885 is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfills were acquired as of June 30, 2011. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

In addition, the County is required by State and Federal laws and regulations to make annual contributions to finance closure and postclosure care. The County is in compliance with these requirements, and at June 30, 2011, investments of \$49,340 are part of the pooled funds held by the Tulare County Treasurer. It is anticipated that future inflation costs will be financed in part from earnings on investments held by the Treasurer. The remaining portion of anticipated future inflation costs (including inadequate earnings on investments, if any) and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill site users, taxpayers, or both.

The State Water Resources Control Board through the Regional Water Quality Control Board under California Code Regulations, title 27, subchapter 2, Article 4, and Sections 22220 through 22222. The funds are the financial assurance mechanism for corrective actions and are there to be used to clean up or otherwise remediate a release (a.k.a. plume of groundwater contamination) from the County's landfills. The California Integrated Waste Management Board (CIWMB) specifies what annual inflation rate should be applied to the amount required for corrective action along with closure and postclosure maintenance at the landfills. The County is in compliance with these requirements and, at June 30, 2011, investments of \$5,044 are part of the pooled funds held by the Tulare County Treasurer.

M. Remediation Contingencies

Governmental Funds

The County owns a 40 acre site used as a base for crop duster activities from 1952 to 1994. As a result of a site assessment, pesticides were identified at or near the surface. The County entered into an agreement with the State Department of Toxic Substances Control (DTSC) to perform interim remedial measures to comply with Health and Safety Code Section 25355.5 (a)(1)(c). The County has performed the following: (1) construction and maintenance of a site perimeter fence; (2) maintenance of a surface soil sealant over affected soils; (3) periodic inspections by both the Tulare County and DTSC staff; (4) maintenance of a liner system over the former pond area; and (5) removal and proper closure of underground storage tanks and concrete sumps. As of June 30, 2011, the Governmental Activities reflects a \$5,000 accrued remediation liability (Note K). The liability has been calculated using the expected cash flow technique. The liability is subject to change over time. Cost may vary due to price fluctuations, changes in technology, results of environmental studies, changes to statute or regulations, and other factors that could result in revisions to these estimates. The County continues to work with DTSC staff and provides them with semiannual summary reports of the tests performed at the site. The semiannual testing will continue until the full scale remediation commences or until DTSC authorizes Tulare County in writing to discontinue or modify some or all of the interim remedial measures. The County spent \$347 for the year ended June 30, 2011, and plans to spend approximately \$200 in each subsequent year during the interim remediation phase.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

N. Restricted Net Assets

Net assets invested in capital assets, net of related debt is computed as follows:

	<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>
Total capital assets, net of accumulated depreciation	\$ 1,615,750	\$ 28,908	\$ 1,644,658
Less related debt:			
COP's	(26,315)	(1,416)	(27,731)
Loans	(13,222)	-	(13,222)
Bonds	-	(7)	(7)
Total	<u>\$ 1,576,213</u>	<u>\$ 27,485</u>	<u>\$ 1,603,698</u>

Total net assets of capital projects funds are (\$8,996) which are restricted by the Joint Powers Agreement governing the disbursement and use of proceeds of the variable rate demand bonds. Net assets of special revenue funds (\$23,157) are restricted by the funding source, usually State and Federal, for specific functions such as Education (\$2,349), Public Protection (\$3,904), Roads (\$12,567), Redevelopment (\$4,259), and others (\$78).

Net assets of debt service funds (\$25,609) are restricted by lenders COP's (\$5,753), or by contractual agreements with trustees and bond holders (\$14,107), or others (\$5,749).

Net assets of business-type activities are restricted by State landfill postclosure contingency requirements (\$5,000) or by contractual agreements with bondholders (CSA - \$5).

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

O. Condensed Financial Statements

The Tulare County Public Facilities Corporation issued Certificates of Participation to finance its sewage and water projects. Both the water and sewer projects are accounted for in three single funds. However, investors in the Certificates of Participation rely solely on the revenue generated by the individual activities for repayment. Summary financial information for these funds is presented below:

CONDENSED STATEMENT OF NET ASSETS	Terra Bella Sewer		
	<u>Maintenance</u>	<u>CSA #1</u>	<u>CSA #2</u>
Assets:			
Current assets	\$ 924	\$ 587	\$ 130
Capital assets	1,176	3,716	360
Total assets	<u>2,100</u>	<u>4,303</u>	<u>490</u>
Liabilities:			
Current liabilities	81	66	7
Noncurrent liabilities	785	1,304	49
Total liabilities	<u>866</u>	<u>1,370</u>	<u>56</u>
Net Assets:			
Invested in capital assets, net of related debt	371	3,138	320
Restricted	-	-	5
Unrestricted (deficit)	863	(205)	109
Total net assets	<u>\$ 1,234</u>	<u>\$ 2,933</u>	<u>\$ 434</u>

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS	Terra Bella Sewer		
	<u>Maintenance</u>	<u>CSA #1</u>	<u>CSA #2</u>
Water and sewer charges	\$ 143	\$ 461	\$ 59
Other operating revenues	-	2	-
Depreciation expense	(58)	(192)	(15)
Other operating expenses	(123)	(330)	(62)
Operating Income (loss)	<u>(38)</u>	<u>(59)</u>	<u>(18)</u>
Nonoperating revenues (expenses):			
Investment earnings	15	18	(2)
Special assessments	32	-	-
Interest expense	(37)	(48)	(2)
Capital contributions	3	-	-
Change in net assets	<u>(25)</u>	<u>(89)</u>	<u>(22)</u>
Beginning net assets	1,259	3,022	456
Ending net assets	<u>\$ 1,234</u>	<u>\$ 2,933</u>	<u>\$ 434</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

O. Condensed Financial Statements (Continued)

CONDENSED STATEMENT OF CASH FLOWS	Terra Bella Sewer		
	<u>Maintenance</u>	<u>CSA #1</u>	<u>CSA #2</u>
Net cash provided (used) by:			
Operating activities	\$ 21	\$ 134	\$ 2
Noncapital financing activities	32	(23)	10
Capital and related financing activities	(55)	(63)	(1)
Investing activities	<u>15</u>	<u>18</u>	<u>(2)</u>
Net increase (decrease)	<u>13</u>	<u>66</u>	<u>9</u>
Beginning cash and cash equivalents	<u>825</u>	<u>348</u>	<u>109</u>
Ending cash and cash equivalents	<u>\$ 838</u>	<u>\$ 414</u>	<u>\$ 118</u>

The County maintains three nonmajor enterprise funds that account for the maintenance and operations of a sewer system (Terra Bella Sewer Maintenance District) and clean and safe water systems (County Service Areas #1 & #2).

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

P. Fund Balances

	General Fund	PFC Fund	PFA Fund	Non Major Funds	Total
Fund balances:					
Non spendable:					
Inventory	\$ -	\$ -	\$ -	\$ 413	\$ 413
Prepaid items	439	-	-	710	1,149
Restricted for:					
AG commissioner programs	24	-	-	-	24
Debt service	-	5,753	51,496	5,749	62,998
District attorney programs	420	-	-	-	420
Education programs	-	-	-	1,670	1,670
Fire department programs	-	-	-	861	861
Health care programs	-	-	-	25	25
Notes receivable	-	-	-	21,403	21,403
Parks and recreation	-	-	-	16	16
Public ways and activities	-	-	-	12,154	12,154
Remediation of Harmon Field	-	-	-	5,000	5,000
RDA programs	-	-	-	6,897	6,897
Sheriff programs	400	-	-	-	400
Other purposes	-	-	-	3,047	3,047
Committed to:					
Advances to others	1,240	-	-	40	1,280
Community training programs	307	-	-	-	307
Education programs	2,067	-	-	-	2,067
Encumbrances	-	-	-	170	170
Fire station improvement	-	-	-	1,529	1,529
Health care programs	11,475	-	-	-	11,475
Housing programs	4,508	-	-	-	4,508
Human resource programs	628	-	-	-	628
Public assistance programs	138	-	-	-	138
Other capital projects	-	-	-	1,493	1,493
Other purposes	1,738	-	-	-	1,738
Assigned to:					
Imprest cash	-	-	-	2	2
Redevelopment	-	-	-	2	2
Other purposes	-	-	-	5,749	5,749
Other capital projects	-	-	3,500	5,974	9,474
Unassigned:	27,146	-	-	(19,429)	7,717
Total fund balances	\$ 50,530	\$ 5,753	\$ 54,996	\$ 53,475	\$ 164,754

NOTE 5 – OTHER INFORMATION

A. Risk Management

The County is exposed to various risks of loss related to tort claims from automobile losses, operations losses, and professional errors and omissions; damage to and destruction of assets from theft, natural disasters, and other occurrences; and job related injuries to County employees. The County uses a combination of self-insurance, commercial insurance, and insurance pools with other counties to provide protection from loss. Premiums are paid into the insurance funds by all other funds and are available to pay claims, build reserves, pay insurance premiums, and pay the administrative costs associated with risk and claim administration.

Losses and incidents of potential loss are reported to Risk Management. After an initial assessment, a claim is established that includes a reasonable estimate of the ultimate cost of the claim to the County Excess liability coverage is maintained for automobile, general liability, and non-medical. The self-insured retention for the Liability Program effective July 1, 2003, is \$250 and continues at this level. The self-insured retention of \$250 applies to general liability, and non-medical errors and omissions claims. Excess Limits of Liability were maintained at \$36 million for the fiscal year 2010-11. The purchased insurance for automobiles, aviation, water craft and medical malpractice claims pays for all claim and expense costs, with deductibles that apply as follows: automobiles-\$10, aviation-\$1; water craft-\$5, and medical malpractice-\$10.

Liability costs/settlements have occasionally exceeded the self-insured retention. For fiscal year ending June 30, 2011, no payments were made that exceeded the self insured retention.

Type of Event	For the fiscal year ended June 30,		
	2011 Total	2010 Total	2009 Total
Harassment Litigation	\$ -	\$ -	\$ -
Total Reimbursements	\$ -	\$ -	\$ -

Liabilities include an amount for estimated claims payable, including expenses and an accrual for claims incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and the amount of payouts as well as economic and social factors affecting claim values. The liability for claims and judgments is reported in the insurance internal service funds

Property coverage is insured with a \$10 deductible applying to real property and contents, including automobiles, and includes replacement cost limits of liability. The Crime Bond deductible is \$25 and the Boiler and Machinery deductible is \$10 with coverage under the basic Property Program coverage. Workers' compensation is a full statutory program and includes the funding for a Safety Officer and safety programs.

NOTE 5 – OTHER INFORMATION (Continued)

A. Risk Management (Continued)

Changes in the balances of claims liabilities during the last three fiscal years ended June 30 are as follows:

Claims Liability	For the fiscal year ended June 30,		
	2011 Total	2010 Total	2009 Total
Unpaid claims	\$ 4,569	\$ 4,769	\$ 4,436
Claims incurred	3,609	(111)	646
Claims paid	(1,855)	(89)	(313)
Total unpaid claims	\$ <u>6,323</u>	\$ <u>4,569</u>	\$ <u>4,769</u>

The County returned to a Self-Insured Workers' Compensation Program during fiscal year 2004/05. AIG had provided a fully insured Workers' Compensation policy for the previous six years.

Effective July 1, 2007, the County entered into a workers' compensation administration service agreement with Intercare Insurance Services for claim services. Intercare Insurance Services staff handles claims with claim payments from a \$250 revolving fund, which is reconciled at least monthly by the County. The County employs a Safety and Claims Officer and self-administers the Safety and Loss Control Program.

During the year, 452 claims were reported to Intercare Insurance Services. As of June 30, 2011, 459 claims remained open and benefit payments totaled \$2,004. Outstanding reserves for recorded claims are valued at \$8.79 million, while incurred but not recorded (IBNR) is reserved at \$11.66 for future development of accident fiscal year.

Changes in the balances of Workers' Compensation claims liabilities during the last three fiscal years ended June 30 are as follows:

Workers' Compensation Claims Liability	For the fiscal year ended June 30,		
	2011 Total	2010 Total	2009 Total
Unpaid claims	\$ 21,419	\$ 19,636	\$ 20,770
Claims incurred	6,198	3,787	353
Claims paid	(2,005)	(2,004)	(1,487)
Total unpaid claims	\$ <u>25,612</u>	\$ <u>21,419</u>	\$ <u>19,636</u>

NOTE 5 – OTHER INFORMATION (Continued)

A. Risk Management (Continued)

The County returned to a Self-Insured Health Insurance plan after nearly 20 years of using various providers such as Anthem Blue Cross and Blue Shield of California.

Effective September 29, 2009, the Counties of Tulare and Fresno entered into a Joint Powers Agreement by which they created the San Joaquin Valley Insurance Authority (SJVIA). The SJVIA uses Wellpoint, Inc. to handle claims administration. The staff at Wellpoint, Inc. pay claims from a revolving fund held at Chase Bank through the SJVIA.

During the year over 15,000 claims were reported to Wellpoint, Inc.. As of June 30, 2011, the incurred but not recorded (IBNR) claims were valued at \$907. The IBNR projection is based on enrollment and a claims lag factor.

Changes in the balance of claims liabilities during the last year are as follows:

	For the fiscal year ended June 30,		
Health Dental Insurance Unpaid Claims Liability	<u>2011 Total</u>	<u>2010 Total</u>	<u>2009 Total</u>
Claims payable - current	\$ 907	\$ 933	\$ -
Claims payable - noncurrent	-	-	-
Total unpaid claims liability	<u>\$ 907</u>	<u>\$ 933</u>	<u>\$ -</u>

The combined unpaid claims liability for General Liability and Workers' Compensation are reported in these financial statements as follows:

General Liability, Workers' Compensation, and Health Insurance Unpaid Claims Liability	<u>2011 Total</u>	<u>2010 Total</u>	<u>2009 Total</u>
Claims payable - current	\$ 6,550	\$ 6,771	\$ 5,075
Claims payable - noncurrent	26,292	20,150	19,330
Total unpaid claims liability	<u>\$ 32,842</u>	<u>\$ 26,921</u>	<u>\$ 24,405</u>

NOTE 5 – OTHER INFORMATION (Continued)

B. Risk Pool

The County of Tulare is a member of the California State Association of Counties Excess Insurance Authority (CSAC EIA), a California Joint Powers Authority. The purpose of CSAC EIA, is to develop and fund insurance programs for California Counties, Cities, and other public agencies. CSAC EIA was formed in October 1979 and has operated without interruption since that time.

In 2001, the California Public Entities Insurance Authority was formed to allow other California public entities access to CSAC EIA's programs and services. In 2006, the Joint Powers Agreement was amended to allow public entities to join CSAC EIA directly. Through the restructure, two categories of membership were established; Counties and public entities. CSAC EIA's Board of Directors consists of one representative from each of the 54 County members and seven elected representatives from the other public entities. County and public entity members serve together on the Executive and other committees that support CSAC EIA.

CSAC EIA operates public entity risk pools for Workers' Compensation, Comprehensive Liability, Property, and Medical Malpractice. CSAC EIA also purchases primary and excess insurance, actuarial services, and claims audits; and provides loss prevention and other services and subsidies for its members.

The County participates in the following CSAC Excess Insurance programs. The current County self-insured retention level for each program is as follows:

<u>Excess Insurance Program</u>	<u>Self-Insured Retention</u>	<u>Coverage Limits</u>
Excess Workers' Compensation	125	Statutory
General Liability Program I & II	250	25,000
Optional Excess General Liability	25,000	10,000
Property	15	600,000
Medical Malpractice	10	21,505

NOTE 5 – OTHER INFORMATION (Continued)

B. Risk Pool (Continued)

The County's claims did not exceed the self-insurance retention in Fiscal Year 2010-2011. No claims have exceeded the County's total insurance coverage. The relationship between the County and the CSAC Excess Insurance Authority is such that the CSAC Excess Insurance Authority is not a component unit of the County for financial reporting purposes.

Actual financial statement information for CSAC Excess Insurance Authority was not available at the time of issuance. Estimates provided by CSAC as of and for the fiscal year ended June 30, 2011, is as follows:

CSAC Excess Insurance Authority Condensed Statement of Net Assets June 30, 2011 (amounts expressed in thousands)		
Total Assets	\$	563,839
Total Liabilities		
Claim Liabilities		422,537
All Other Liabilities		<u>36,987</u>
Net Assets	\$	<u><u>104,315</u></u>

CSAC Excess Insurance Authority Condensed Statement of Revenues, Expenses, and Changes in Net Assets For fiscal year ended June 30, 2011 (amounts expressed in thousands)		
Total Revenue	\$	465,622
Total Expenses		<u>479,665</u>
Changes in Net Assets		(14,043)
Beginning Net Assets		<u>118,358</u>
Ending Net Assets	\$	<u><u>104,315</u></u>

CSAC Excess Insurance Authority owns its office building. The building was purchased with assessments from the member counties. Each county shares in the equity of the building in proportion to the assessment contributed. Tulare County's percentage equity in the CSAC EIA building fund at June 30, 2011, is 1.82% of \$1,810 for a total of \$33.

C. Joint Ventures

A joint venture is defined by Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*, as "a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain either (a) an ongoing financial interest, or (b) an ongoing financial responsibility." Aside from the County's membership in the California State Association of Counties (CSAC) as described in Note 5.B., the County also participates in other joint ventures as follows:

California Statewide Communities Development Authority (CSCDA) The CSCDA is a California joint exercise of powers authority, organized and existing under the California Government Code Section 6500 and following, and is sponsored by the League of California Cities and the California State Association of Counties. The CSCDA is comprised of nearly 500 California cities, counties, and special districts, including the County of Tulare. The CSCDA is authorized to assist in the financing of 501(c)(3) nonprofit projects; however, the CSCDA may only issue debt with the approval of the governing body of the jurisdiction in which the project is located. There are no financial obligations placed on the County for project financing costs or debt repayment.

NOTE 5 – OTHER INFORMATION (Continued)

C. Joint Ventures (Continued)

Central Valley Immunization Information System (CVIIS) On January 1, 2001, the Counties of Fresno, Kern, Kings, Madera, Mono, and Tulare entered into a Joint Exercise of Powers Agreement by which they created and established CVIIS as a separate public Agency. CVIIS was created to provide a client-oriented, automated immunization system so that residents of member counties will have access to and receive age appropriate immunizations pursuant to Health and Safety Code Section 120440 (b) (1)1. The County acts as its own fiscal agent with respect to funds provided to it directly from the State. The County's financial interest is based upon joint ownership of money and property owned by CVIIS.

Consolidated Waste Management Authority (CWMA) On December 14, 1999, the cities of Visalia, Porterville, Lindsay, Dinuba, and Tulare entered into a Joint Powers Agreement by which was created and established the CWMA as an independent public agency to comprehensively plan, develop, operate, and manage the transformation, recycling, processing and disposal of solid waste within the members' jurisdictions per AB939. In November 2002, the cities of Exeter and Farmersville were added as members of the CWMA. In April 2006, the County was added as a member. Aside from annual membership dues, the County has no financial responsibilities. Independently audited financial statements can be obtained from Consolidated Waste Management Authority, 707 W. Acequia, Visalia, California 93291.

Goshen Public Financing Authority (GPFA) On September 17, 1996, the Tulare County Redevelopment Agency (a blended component unit of the County) and the Goshen Community Services District formed the legally-separate GPFA as a result of a joint powers agreement. The County has pledged \$53 each year for 40 years against U.S.D.A. bonds secured by GPFA for a sewer project in Goshen.

Kings/Tulare Area Agency on Aging (KTAAA) KTAAA was established in 1980 as a result of a joint powers agreement between Kings and Tulare Counties for the purpose of spending Older Americans Act and Older Californians Act monies in support of seniors. The County is responsible for a minimum of 79% of the required administrative match each year, but all resources would revert to the California Department of Aging. Independently audited financial statements can be obtained from the County Health and Human Services Agency, 5957 South Mooney Boulevard, Visalia, California 93277.

Lake Kaweah Enlargement Project The Lake Kaweah Enlargement Project was established in 1999 as a result of a joint powers agreement between the Kaweah Delta Water Conservation District and the County for the purpose of constructing a spillway at Lake Kaweah in order to provide greater flood protection. The County is responsible for 12% of non-federally-supported costs of the project and retains a 12% interest in the completed project. Independently audited financial statements can be obtained from the Kaweah Delta Water Conservation District, 2975 Farmersville Boulevard, Farmersville, California 93292.

San Joaquin Valley Library System The entity was established in 1970 as a result of a joint powers agreement among library jurisdictions in the San Joaquin Valley for the purpose of reducing the costs of operations and improving services to the public. The County is responsible for staffing and minor purchases in support of the system. The County's financial interest is based upon its percentage of contributions to the System. Independently audited financial statements can be obtained from the Fresno County Library, 2420 Mariposa Street, Fresno, California 93721.

San Joaquin Valley Power Authority (SJVPA) The entity was established, on November 15, 2006, by the Board of Supervisors, who adopted subsection (s) to Section 105 of the Tulare County Ordinance Code which approved the joint powers agreement to join the SJVPA. The other members of SJVPA are: the cities of Clovis, Corcoran, Dinuba, Fresno, Hanford, Kerman, Kingsburg, Lemoore, Parlier, Reedley, Sanger, Selma, and Kings County. The SJVPA will set electrical generation rates for customers within its service area and will purchase power from the Kings River Conservation District and seek to offer a 5% reduction in generation charges to its customers. The total cost incurred by the County to date is \$27,655. There is no ongoing cost for membership in the JPA. Independently audited financial statements can be obtained from the Kings River Conservation District, 4886 East Jensen Avenue, Fresno, California 93725.

NOTE 5 – OTHER INFORMATION (Continued)

C. Joint Ventures (Continued)

Tulare County Association of Governments (TCAG) TCAG was established in 1971 as a result of a joint powers agreement among incorporated Cities and the County for the purpose of providing a forum for the coordination of transportation and air quality maintenance programs. The County is responsible for staffing and for a pro rata share of operating costs. Independently audited financial statements can be obtained from the County Resource Management Agency, 5961 South Mooney Boulevard, Visalia, California 93277.

Tulare County Service Authority for the Abatement of Abandoned Vehicles The Tulare County Service Authority for the Abatement of Abandoned Vehicles was established in 1991 as a result of a joint powers agreement among incorporated Cities and the County for the purpose of removing and disposing of abandoned vehicles deemed to be public nuisances. The County is responsible for the collection and disbursement of authorized funds and meeting State reporting requirements for which the County receives 1% of the annual funds collected. The authority has no resources other than cash, which is distributed immediately upon receipt. Independently audited financial statements can be obtained from the State of California Controller's Office, P.O. Box 942850 Sacramento, CA 94250.

Tule River Improvement Project The Tule River Improvement Project was established in 1998 as a result of a joint powers agreement between the Lower Tule River Irrigation District and the County for the purpose of acquiring and maintaining entrance facilities and channels in order to provide flood control and water conservation. The project's support costs are shared equally among participants with specific project costs shared according to separate agreements per project. The County's interest in the project is calculated based on contributions to individual projects. Independently audited financial statements can be obtained from the Lower Tule River Irrigation District, 357 East Olive Avenue, Tipton, California 93272.

San Joaquin Valley Insurance Authority (SJVIA) On September 29, 2009, the Counties of Tulare and Fresno entered into a Joint Exercise of Powers Agreement by which they created the SJVIA as a separate public agency charged with the responsibility of providing health and medical benefits for over 10,000 Fresno and Tulare County employees. Independently audited financial statements can be obtained from the Fresno County Auditor-Controller at 2281 Tulare Street #105, Fresno, CA 93721-2134.

Upper Kings Basin Integrated Regional Water Management Authority (UKBIRWMA) On May 18, 2010, the County of Tulare became a full voting member of the UKBIRWMA at a cost of \$5 per year. The purpose of the UKBIRWMA is to engage in the management of water resources under the Integrated Regional Water Management Planning Act of 2002. The UKBIRWMA has brought in over \$11,000 of funding to the region for planning and expanding local groundwater projects.

California Rural Home Mortgage Finance Authority (CRHMFA) On January 27, 2009, the County of Tulare became an associate member of the CRHMFA in order to meet the demand from mortgage consultants expressing interest in utilizing National Homebuyer Fund (NHF) loan programs. There are no annual membership dues, so the County has no financial responsibilities with respect to this organization.

D. Subsequent Events

On September 7, 2011, a \$45,000 2011-2012 Tax and Revenue Anticipation Note (TRAN) was issued at 1.25% with a 1 year maturity of September 7, 2012.

NOTE 5 – OTHER INFORMATION (Continued)

E. Contingent Liabilities

Litigation The County is a defendant in various lawsuits although the outcome of these lawsuits is not presently determinable, in the opinion of the County Counsel (other than the claims included in section 5. Other Information, sub-section A. Risk Management), even resolution of these matters would not have a material adverse effect on the financial condition of the County.

In the opinion of the County Counsel, a large majority of tax assessment appeals will be withdrawn by the applicants or settled by a stipulation of value and the County's Tax Assessor will prevail in the majority of appeals.

Termination Fee Presently, the County is not engaged in any contracts containing contingent liability for an early termination.

Program Compliance Requirements The County participates in a number of Federal and State assisted grant programs, principal of which are the Family Support Payments, Child Support Enforcement, Community Development Block Grants, Workforce Investment Act, Justice Subvention programs, and Local Public Works programs. These programs are subject to program compliance audits by the grantors and audits conducted under the Single Audit Act Amendments of 1996. The amount, if any, of expenditures, which may be disallowed by the granting agencies, cannot be determined at this time, although the County expects amounts, if any, to be immaterial.

F. Deferred Compensation Plan

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

The assets of the plan are held in trust for the exclusive benefit of the participants and their beneficiaries. Since an outside party in accordance with Governmental Accounting Standards Board Statement No. 32 *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, administers the plan assets, these assets are not included in the financial statements of the County.

G. Employee Retirement System

Plan Description The Tulare County Employees' Retirement Association (TCERA) was established July 1, 1945; under the provisions of the County Employees Retirement Act of 1937, (Government Code sections 31450 et seq.). TCERA operates as a cost-sharing multiple-employer defined benefit plan with special funding circumstances and provides retirement, disability, and death benefits for qualified employees of Tulare County, the Tulare County Courts, and the Strathmore Public Utility District. TCERA was integrated with Social Security in 1956. TCERA is administered by a nine-member Board of Retirement. TCERA issues a separate Comprehensive Annual Financial Report. Copies of the annual financial report may be obtained from TCERA, 136 N. Akers Street Visalia, CA 93291

NOTE 5 – OTHER INFORMATION (Continued)

G. Employee Retirement System (Continued)

Funding Policy Active plan members in the Association are required to contribute a percentage of their annual covered salary based upon age at entry into the plan and plan Tier. Currently, General Tier I members contribute between 3.25% and 6.58% of salary. General members of Tiers II and III contribute between 5.33% and 11.24% of covered salary. Safety Tier I members contribute between 4.88% and 7.01% of salary. Safety Tier II and III members contribute 7.99% and 11.98% of covered salary. Due to a collective bargaining agreement, the County has a legal obligation to contribute 50% of the contributions required for active Tier I plan members. The rates reflected above for Tier I members do not reflect the County “pickup.” The required employer aggregate contribution rate for all members combined in fiscal year 2010-11 was 9.36% for General employees and 15.19% for Safety employees of total payroll.

Annual Pension Cost (APC) For fiscal year 2010-11, the County’s annual pension cost for the Association was projected to be \$24,259, and the County actually contributed \$22,189. The projected contribution for fiscal year 2010-11 was determined as part of the June 30, 2009, actuarial valuation using the entry age normal actuarial cost method with the contributions determined as a percentage of pay as projected by the County. The actuarial assumption included (a) 7.9% investment rate of return (net of administrative expenses), (b) projected salary increases of 5.5%, and (c) life expectancy – the employee portion of the cost-of-living provisions is expressed as a percentage of the employee’s contribution rates, ignoring the cost-of-living provisions. Both (a) and (b) include an inflation component of 4%. The actuarial value of the Association’s assets was determined using a technique that smoothes the effect of short-term volatility in the market value of investments over a ten-year period. The Association’s unfunded actuarial accrued liability (or excess assets) is being amortized as a level percentage of projected payrolls on a rolling fifteen-year basis.

The County’s annual pension cost and pension assets for the fiscal year ended June 30, 2011, were as follows:

Annual Pension Costs and Pension Assets	
Annual required contribution	\$ 22,189
Interest on pension assets	13,033
Adjustment to the annual required contribution	<u>(7,056)</u>
Annual pension cost	28,166
Contributions made	<u>22,189</u>
Decrease in pension assets	(5,977)
Pension assets, July 1	13,481
Pension assets, June 30	<u><u>\$ 7,504</u></u>

Three Year Trend Information				
Year Ended June 30	Annual Pension Cost	Required Annual Contribution	Percentage Contributed	Pension Assets
2009	\$ 25,863	\$ 21,515	83.19%	\$ 18,575
2010	29,334	24,240	82.63%	13,481
2011	28,166	22,189	126.94%	7,504

NOTE 5 – OTHER INFORMATION (Continued)

H. Other Postemployment Benefits (OPEB)

The County's postemployment benefit plan is an agent multiple-employer plan. The County allows retirees who participate in the County administered medical plan and retire directly from active service under the Tulare County Employees' Retirement Association to continue to participate in the County administered medical plan at the retirees' expense. The same premiums are charged to both active employees and retirees. Although the County does not explicitly subsidize retirees medical plan premiums, allowing retirees to participate in the same plan at the same premium rate results in an "implied subsidy." Including the "implied subsidy" on the government-wide statements is done solely for purposes of complying with accounting standards and is not an admission by the County of Tulare that the benefit is in any way a vested benefit to which any current or former employee is or will be entitled. Under Governmental Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, the value if this implied subsidy must be included in the employer's ARC and AAL to the extent that the employers pays at least that amount in active employee premiums.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation as well as the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets (if any), consistent with the long-term perspective of the calculations.

In the County's June 30, 2010, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 5.0 percent investment rate of return (net of investment expenses) and an annual healthcare cost trend of 8.3 percent and declines to 6.25 percent over nine years. Both rates include an inflation assumption of 4 percent. The Actuarial Accrued Liability (AAL) is the cumulative value of the projected benefits. The unfunded AAL is amortized over 29 years as a level percent of payroll on a closed basis.

Actuarial valuations of an ongoing OPEB Plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the OPEB Plan and the ARC of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress for the County's Other Postemployment Benefits is presented as required supplementary information following the Notes to the Financial Statements. This schedule will, in the subsequent fiscal year, present multiyear trend information that shows whether the actuarial value of OPEB Plan assets is increasing or decreasing over time relative to the AAL for benefits.

Using a 5.0% discount rate, the actuarial values are as follows:

As of June 30, 2010	
Present Value of Projected Benefits (PVPB)	\$ 27,400
Actuarial Accrued Liability (AAL)	12,596
Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>12,596</u>

NOTE 5 – OTHER INFORMATION (Continued)

H. Other Postemployment Benefits (OPEB) (Continued)

Plan Cost for the year ended June 30, 2011	
Normal Cost (NC)	\$ 1,538
UAAL Amortization	553
Annual Required Contribution (ARC)	<u>\$ 2,091</u>
Projected Payroll	\$ 205,008
ARC as % Payroll	1%

OPEB Cost for the fiscal year ended June 30, 2011	
Annual required contribution (ARC)	\$ 2,091
Interest on net OPEB obligation	248
Adjustment to ARC	(218)
Annual OPEB cost (expense)	<u>2,121</u>
Contributions made	(762)
Increase in net OPEB obligation	<u>1,359</u>
Net OPEB obligation - beginning of year	<u>4,954</u>
Net OPEB obligation - end of year	<u>\$ 6,313</u>

3 year OPEB Trend			
Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2009	\$ 2,144	24.16%	\$ 3,276
6/30/2010	2,307	27.26%	4,953
6/30/2011	2,121	35.93%	6,313

NOTE 5 – OTHER INFORMATION (Continued)

I. Trial Court Funding

Assembly Bill 233 (“AB 233”), which was adopted by the State Legislature in 1997 and became effective January 1, 1998, transfers responsibility from the counties to the State for local trial court funding commencing in the 1997-98 fiscal year. Under this legislation, the State assumed a greater degree of responsibility for trial court operations costs from fiscal year 1997-98 forward.

The County will continue to be obligated to provide court facilities for all judicial officers and support positions authorized prior to July 1, 1996. This includes those judicial officers and positions, which replace those officers and positions created prior to July 1, 1996. However, AB 233 does not require that the County finance new capital facility expenditures related to judicial officers and support staff required for any judgeships authorized during the period from January 1, 1998, to June 30, 2003. The County remained obligated to fund capital expenditures with respect to capital needs of existing judicial officers and support positions located in several of its courthouse facilities until an agreement can be reached for each specific facility.

In fiscal year 2006-07, the County began negotiations with the State of California Judicial Council for individual facilities. Per the agreements, the County would be obligated to contribute an ongoing quarterly Court Facilities Payment to the State which will be adjusted annually.

In addition, there would be a Joint Occupancy Agreement between Judicial Council and the County. The primary occupant would be determined for each facility based upon square footage occupied. The responsibilities of each occupant would be outlined in the agreements and the secondary occupant would be required to reimburse the primary occupant a predetermined percentage of such expenses as utilities and repairs. The secondary occupant would be invoiced quarterly.

As of June 30, 2009, agreements have been signed for the Tulare Courthouse (in which the County is a 30% occupant), the Porterville Courthouse (in which the County is a 46% occupant), the Visalia Courthouse (in which the County is a 68% occupant), the William Silveira Jr. Juvenile Justice Center (in which the County is a 87% occupant), and the Dinuba Courthouse (which the County does not occupy).

NOTE 5 – OTHER INFORMATION (Continued)

J. Prior Period Adjustments

The County's beginning fund balances/net assets have been restated to reflect the cumulative effect of prior year adjustments and reclassifications. A summary of the restatements as of June 30, 2011, is as follows (in thousands):

Government-wide: Description	Primary Government	
	Governmental Activities	Business Activities
Government-wide net assets, as of June 30, 2010, as previously reported.	\$ 1,666,777	\$ 39,969
Fund Financial Statements		
Permanent Advance from General Fund to Health Fund 571	(1,777)	-
To Correct Revenue Posted twice in Prior Year	(1,132)	-
Tax Revenue in Fund 283 posted as Revenue instead of Deferred	(9,302)	-
Overstated Fund Balance in Prior Year in Fund 281	(533)	-
To Adjust Accounts Receivable that were Posted Twice in Prior Year	(146)	-
Solid Waste Liscencing Fee was Incorrectly Booked as Revenue	(12)	-
Clear Out Measure R Receivable from RM3 that belongs to Roads Fund	(380)	-
Write Off Receivable from Prior Year	(55)	-
To Correct Revenue Posted twice in Prior Year	(316)	-
Capital Assets Expensed in Prior Year and not recorded until Current Year	44	-
To correct Closure/ Postclosure for Prior Years	-	(95)
To Write Off Accounts Payable for Arbitrage Already Expensed	20	-
Government-wide Financial Statements		
Tax Revenue in Fund 283 posted correctly in Government-Wide	9,302	-
Net Assets as of June 30, 2010, as restated	<u>\$ 1,662,490</u>	<u>\$ 39,874</u>

Description	Major Fund	Non Major Funds			
	General Fund	Special Revenue	Internal Service	Enterprise	Debt Service
Fund Balances as of June 30, 2010, as previously reported.	\$ 58,528	\$ 29,155	\$ 25,309	\$ 32,919	\$ 4,812
Prior Period Ajustments:					
Permanent Advance from General Fund to Health Fund 571	(1,777)	-	-	-	-
To Correct Revenue Posted twice in Prior Year	(1,132)	-	-	-	-
Tax Revenue in Fund 283 posted as Revenue instead of Deferred	(9,302)	-	-	-	-
Overstated Fund Balance in Prior Year in Fund 281	(533)	-	-	-	-
To Adjust Accounts Receivable that were Posted Twice in Prior Year	-	(146)	-	-	-
Solid Waste Liscencing Fee was Incorrectly Booked as Revenue	-	(12)	-	-	-
Clear Out Measure R Receivable from RM3 that belongs to Roads Fund	-	(380)	-	-	-
Write Off Receivable from Prior Year	-	(55)	-	-	-
To Correct Revenue Posted twice in Prior Year	-	(316)	-	-	-
Capital Assets Expensed in Prior Year and not recorded until Current Year	-	-	44	-	-
To correct Closure/ Postclosure for Prior Years	-	-	-	(95)	-
To Write Off Accounts Payable for Arbitrage Already Expensed	-	-	-	-	20
Fund Balances, as of June 30, 2010, as restated	<u>\$ 45,784</u>	<u>\$ 28,246</u>	<u>\$ 25,353</u>	<u>\$ 32,824</u>	<u>\$ 4,832</u>

NOTE 5 – OTHER INFORMATION (Continued)

K. Proposition 1A Borrowing by the State of California

Under the provisions of Proposition 1A and as part of the 2009-2010 budget package passed by the California state legislature on July 28, 2009, the State of California borrowed 8% of the amount of property tax revenue, including those property taxes associated with the in-lieu motor vehicle license fee, the triple flip in lieu sales tax, and supplemental property tax, apportioned to cities, counties, and special districts (excluding redevelopment agencies). The State is required to repay this borrowing plus interest by June 30, 2013. After repayment of this initial borrowing, the California legislature may consider only one additional borrowing within a ten-year period. The amount of this borrowing pertaining to Tulare County was \$8,270.

Authorized with the 2009-2010 State budget package, the Proposition 1A Securitization Program was instituted by the California Statewide Communities Development Authority (California Communities), a joint powers authority sponsored by the California State Association of Counties and the League of California Cities, to enable local governments to sell their Proposition 1A receivables to California Communities. Under the Securitization Program, California Communities simultaneously purchased the Proposition 1A receivables and issued bonds (Prop 1A Bonds) to provide local agencies with cash proceeds in two equal installments, on January 15, 2010, and May 3, 2010. Tulare County opted to receive the two equal payments and received the entire \$8,270 prior to the year ended June 30, 2010. The purchase price paid to the local agencies equaled 100% of the amount of the property tax reduction. All transaction costs of issuance and interest were paid by the State of California. Participating local agencies have no obligation on the bonds and no credit exposure to the State. California Communities participated in the securitization program and accordingly property taxes have been recorded in the same manner as if the State had not exercised its rights under Proposition 1A. The receivable sale proceeds were equal to the book value and, as a result, no gain or loss was recorded.

REQUIRED SUPPLEMENTARY INFORMATION

**COUNTY OF TULARE
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2011
(in thousands)**

SCHEDULES OF FUNDING PROGRESS

A. TULARE COUNTY EMPLOYEES' RETIREMENT ASSOCIATION (TCERA):

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Liability (AAL) - Entry Age (B)	Unfunded Actuarial Liability/(Surplus) (UAAL/S) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL/S as a % of Covered Payroll (B-A)/C
6/30/2007	\$ 800,967	\$ 846,030	\$ 45,063	94.67%	\$ 204,803	22.0%
6/30/2008	879,051	946,414	67,363	92.88%	226,836	29.7%
6/30/2009	919,179	996,747	77,568	92.22%	227,306	34.1%
6/30/2010	946,640	1,033,211	86,571	91.62%	217,811	39.7%
6/30/2011	969,681	1,072,144	102,463	90.44%	219,854	46.6%

*Data provided by Buck Consultants "Tulare County Employees' Retirement Association Report on the Actuarial Valuation as of June 30, 2011."

B. TULARE COUNTY EMPLOYEES OTHER POST EMPLOYMENT BENEFITS (OPEB) PLAN:

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Liability (AAL) - Entry Age (B)	Unfunded Actuarial Liability/(Surplus) (UAAL/S) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL/S as a % of Covered Payroll (B-A)/C
6/30/06	\$ -	\$ 13,744	\$ 13,744	0.00%	\$ 194,399	7.07%
6/30/08	-	12,411	12,411	0.00%	214,673	5.78%
6/30/10	*	12,596	12,596	0.00%	205,008	6.14%

* Data provided by Bartel Associates, LLC. "County of Tulare Retiree Healthcare Plan Actuarial Valuation as of June 30, 2010"

Notes to Required Supplementary Information:

1. The schedule for TCERA, a cost-sharing, multiple employer retirement system, relates to the association as a whole. The County represents a majority of TCERA's covered payroll.
2. The OPEB schedule presented relates solely to the County.

**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**

COUNTY OF TULARE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Nonmajor Funds
Assets				
Cash in banks	\$ -	\$ -	\$ -	\$ -
Investment in treasury pool	38,407	6,627	9,463	54,497
Imprest cash	2	-	-	2
Receivables (net, where applicable, of allowances for uncollectibles)	27,014	-	-	27,014
Deposits with others	68	-	-	68
Due from other funds	1,062	-	361	1,423
Due from other governments	1,244	298	-	1,542
Inventories	413	-	-	413
Prepaid items	710	-	-	710
Advances to Agency funds	40	-	-	40
Lease payments receivable, net of interest	-	815	-	815
Notes receivable	21,403	-	-	21,403
Restricted assets	-	-	5,000	5,000
Total assets	\$ 90,363	\$ 7,740	\$ 14,824	\$ 112,927
Liabilities and fund balances				
Liabilities:				
Accounts payable	\$ 8,967	\$ 52	\$ 817	\$ 9,836
Cash overdraft	705	-	-	705
Due to other County funds	643	508	-	1,151
Due to other governments	108	-	-	108
Salaries and benefits payable	1,090	-	11	1,101
Deferred revenue	45,286	815	-	46,101
Advances from other funds	450	-	-	450
Total liabilities	57,249	1,375	828	59,452
Fund balances:				
Non Spendable	1,123	-	-	1,123
Restricted	46,073	5,749	5,000	56,822
Committed	210	-	3,022	3,232
Assigned	5,137	616	5,974	11,727
Unassigned	(19,429)	-	-	(19,429)
Total fund balances	33,114	6,365	13,996	53,475
Total liabilities and fund balances	\$ 90,363	\$ 7,740	\$ 14,824	\$ 112,927

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Nonmajor Funds
Revenues:				
Taxes and special assessments	\$ 35,545	\$ -	\$ -	\$ 35,545
Licenses and permits	26	-	-	26
Fines, forfeitures, and penalties	957	3,021	-	3,978
Interest, rents, and concessions	547	211	91	849
Intergovernmental revenues	81,156	-	488	81,644
Charges for services	3,737	-	-	3,737
Other revenues	5,515	-	46	5,561
Total revenues	<u>127,483</u>	<u>3,232</u>	<u>625</u>	<u>131,340</u>
Expenditures:				
Current:				
General government	9,659	-	3,203	12,862
Public protection	26,850	-	-	26,850
Public ways and facilities	8,714	-	-	8,714
Health and sanitation	1,138	-	-	1,138
Public assistance	14,324	-	-	14,324
Education	4,128	-	-	4,128
Debt service:				
Principal retirement	91	5,685	-	5,776
Interest and fiscal charges	243	675	-	918
Capital outlay	48,794	-	1,528	50,322
Total expenditures	<u>113,941</u>	<u>6,360</u>	<u>4,731</u>	<u>125,032</u>
Excess (deficiency) of revenues over (under) expenditures	13,542	(3,128)	(4,106)	6,308
Other financing sources (uses):				
Sale of general capital assets	10	-	-	10
Transfers in	22,336	11,343	5,499	39,178
Transfers (out)	(31,020)	(6,682)	(327)	(38,029)
Total other financing sources (uses)	<u>(8,674)</u>	<u>4,661</u>	<u>5,172</u>	<u>1,159</u>
Net change in fund balances	4,868	1,533	1,066	7,467
Fund balances, July 1	29,155	4,812	12,930	46,897
Prior period adjustment	(909)	20	-	(889)
Fund balances, July 1, as restated	<u>28,246</u>	<u>4,832</u>	<u>12,930</u>	<u>46,008</u>
Fund balances, June 30	<u>\$ 33,114</u>	<u>\$ 6,365</u>	<u>\$ 13,996</u>	<u>\$ 53,475</u>

**NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Indigent Health Fund - This fund is used to account for monies paid to hospitals and doctors for services rendered to individuals who cannot pay. This fund was established in 1989-90 to receive the County's share of Proposition 99 monies per AB75.

Library Fund - This fund is used to account for informational, cultural, and recreational services to the public through library outlets. The primary sources of revenue are charges for services, ad valorem property taxes, and State funds.

Fish and Game Fund - This fund is used to account for improving the habitat for wildlife propagation and for incidental administrative matters. The primary source of revenue is the County's share of fines levied for violations of fish and game laws within its boundaries.

Aviation Fund - This fund is used to account for aviation services to the public and governmental agencies. The primary source of revenue is Aircraft taxes.

Structural Fire Fund - This fund is used to account for public structural fire protection. The primary sources of revenue are charges for services, ad valorem property taxes, and State funds.

Roads Fund - This fund is used to account for the maintenance and construction of roadways and for specialized engineering services to other governmental units and the public. The primary sources of revenue are the County's share of State highway users taxes, Transportation Development Act and Intermodal Surface Transportation Efficiency Act revenues.

Workforce Investment Fund - This fund is used to account for services providing training and employment opportunities for the public. The primary sources of revenue are State/Federal Grants.

Child Support Services Fund - This fund is used to account for the costs of administering Child Support services to families in the County.

Mental Health Realignment Fund - These State mandated funds were established to account for County match, sales tax revenues, and transfers to/from the General Fund for certain mental health program expenditures.

Health Realignment Fund - These State mandated funds were established to account for County match, sales tax revenues, and transfers to/from the General Fund for certain health program expenditures.

Social Services Realignment Fund - These State mandated funds were established to account for County match, sales tax revenues, and transfers to/from the General Fund for certain welfare program expenditures.

Tobacco Settlement Fund - This fund was established to receive the County's share of the Tobacco Settlement litigation proceeds.

Tulare County In-Home Supportive Services Public Authority (TCIHSSPA) - TCIHSSPA was established according to the provisions of the Welfare and Institutions Code Section 12301.6 to serve as employer of record of providers of in-home supportive services for purposes of the Meyers-Milias-Brown Act.

Flood Control Fund - This fund is used to account for flood control services provided in the County. The primary sources of revenue are ad valorem property taxes, assessments, and State funds.

Community Development Block Grants Fund - This fund was setup to collect and recycle repayment of CDBG loan funds.

HOME Program Fund - This fund is used to collect and recycle repayment of home loan funds.

Redevelopment Funds (Redevelopment Admin, Earlimart, Ivanhoe, Lindsay, Goshen, Orosi, Pixley, Traver, Richgrove, and Poplar) - These funds were established to account for revenues and expenditures related to the low-and-moderate-income-housing-set-aside program. Twenty percent of the tax increments allocated to the Redevelopment Agency are required to be placed in these funds. Eighty percent of the tax increments are used to build reserves for the future and to match funds to Federal and State grant/loan funding programs, which are used for infrastructure and other public service projects within the redevelopment area.

COUNTY OF TULARE
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Indigent Health	Library	Fish and Game	Aviation	Structural Fire	Roads	Workforce Investment	Child Support Services
Assets								
Investment in treasury pool	\$ 1,097	\$ 2,483	\$ 17	\$ (102)	\$ 1,609	\$ -	\$ (58)	\$ 3,051
Imprest cash	-	1	-	-	-	-	-	1
Receivables, net								
accounts	-	-	-	171	36	24,476	-	-
Deposits with others	-	-	-	-	-	-	-	-
Due from other funds	1	8	-	-	24	134	145	101
Due from other governments	-	-	-	-	-	12	660	5
Inventories	-	-	-	-	-	413	-	-
Prepaid items	31	679	-	-	-	-	-	-
Advances to Agency funds	-	-	-	-	-	-	-	40
Notes receivable	-	-	-	-	-	-	-	-
Total assets	<u>\$ 1,129</u>	<u>\$ 3,171</u>	<u>\$ 17</u>	<u>\$ 69</u>	<u>\$ 1,669</u>	<u>\$ 25,035</u>	<u>\$ 747</u>	<u>\$ 3,198</u>
Liabilities and fund balances								
Liabilities:								
Accounts payable	\$ 1,040	\$ 56	\$ 1	\$ 29	\$ 106	\$ 6,908	\$ 691	\$ 51
Cash overdraft	-	-	-	-	-	705	-	-
Due to other County funds	-	219	-	-	325	83	-	-
Due to other governments	-	-	-	-	-	-	-	-
Salaries and benefits payable	3	61	-	-	301	274	57	349
Deferred revenue	27	20	-	-	-	131	-	2,786
Advances from other County funds	-	-	-	-	-	-	-	-
Advances from Agency funds	-	-	-	-	-	-	-	-
Total liabilities	<u>1,070</u>	<u>356</u>	<u>1</u>	<u>29</u>	<u>732</u>	<u>8,101</u>	<u>748</u>	<u>3,186</u>
Fund balances:								
Non Spendable	31	679	-	-	-	413	-	-
Restricted	24	1,670	16	29	861	12,154	-	-
Committed	-	-	-	-	-	-	-	40
Assigned	4	466	-	11	76	4,367	-	1
Unassigned	-	-	-	-	-	-	(1)	(29)
Total fund balances	<u>59</u>	<u>2,815</u>	<u>16</u>	<u>40</u>	<u>937</u>	<u>16,934</u>	<u>(1)</u>	<u>12</u>
Total liabilities and fund balances	<u>\$ 1,129</u>	<u>\$ 3,171</u>	<u>\$ 17</u>	<u>\$ 69</u>	<u>\$ 1,669</u>	<u>\$ 25,035</u>	<u>\$ 747</u>	<u>\$ 3,198</u>

(Continued)

COUNTY OF TULARE
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Mental Health Realignment	Health Realignment	Social Services Realignment	Tobacco Settlement	TCIHSS Public Authority	Flood Control	CDBG Grants	HOME Program	Redevelopment Admin	Redevelopment Earlimate
Assets										
Investment in treasury pool	\$ 11,349	\$ 3,148	\$ 2,305	\$ -	\$ (102)	\$ 3,243	\$ 1,151	\$ 115	\$ 41	\$ 1,152
Imprest cash	-	-	-	-	-	-	-	-	-	-
Receivables, net accounts	-	-	-	2,331	-	-	-	-	-	-
Deposits with others	-	-	-	-	-	-	-	-	-	-
Due from other funds	35	136	463	-	5	-	-	-	10	-
Due from other governments	-	-	-	-	567	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-	-	-
Advances to Agency funds	-	-	-	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	8,710	10,691	-	219
Total assets	\$ 11,384	\$ 3,284	\$ 2,768	\$ 2,331	\$ 470	\$ 3,243	\$ 9,861	\$ 10,806	\$ 51	\$ 1,371
Liabilities and fund balances										
Liabilities:										
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 8	\$ 19	\$ 20	\$ 15	\$ 3	\$ 4
Cash overdraft	-	-	-	-	-	-	-	-	-	-
Due to other County funds	-	-	-	-	-	-	-	-	9	1
Due to other governments	-	-	-	-	-	-	77	-	-	-
Salaries and benefits payable	-	-	-	-	8	-	-	-	37	-
Deferred revenue	11,384	3,283	2,768	2,331	-	-	9,762	10,791	-	219
Advances from other County funds	-	-	-	-	450	-	-	-	-	-
Advances from Agency funds	-	-	-	-	-	-	-	-	-	-
Total liabilities	11,384	3,283	2,768	2,331	466	19	9,859	10,806	49	224
Fund balances:										
Non Spendable	-	-	-	-	-	-	-	-	-	-
Restricted	-	1	-	-	4	3,014	8,710	10,691	-	1,107
Committed	-	-	-	-	-	-	-	-	-	40
Assigned	-	-	-	-	-	210	-	-	2	-
Unassigned	-	-	-	-	-	-	(8,708)	(10,691)	-	-
Total fund balances	-	1	-	-	4	3,224	2	-	2	1,147
Total liabilities and fund balances	\$ 11,384	\$ 3,284	\$ 2,768	\$ 2,331	\$ 470	\$ 3,243	\$ 9,861	\$ 10,806	\$ 51	\$ 1,371

(Continued)

COUNTY OF TULARE
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Redevelopment Ivanhoe	Redevelopment Lindsay	Redevelopment Goshen	Redevelopment Orosi	Redevelopment Pixley	Redevelopment Traver	Redevelopment Richgrove	Redevelopment Poplar	Total Special Revenue Funds
Assets									
Investment in treasury pool	\$ 437	\$ 53	\$ 2,102	\$ 1,486	\$ 1,520	\$ 1,530	\$ 461	\$ 319	\$ 38,407
Imprest cash	-	-	-	-	-	-	-	-	2
Receivables, net	-	-	-	-	-	-	-	-	27,014
accounts	-	-	-	-	-	-	-	-	68
Deposits with others	-	-	-	26	-	-	42	-	1,062
Due from other funds	-	-	-	-	-	-	-	-	1,244
Due from other governments	-	-	-	-	-	-	-	-	413
Inventories	-	-	-	-	-	-	-	-	710
Prepaid items	-	-	-	-	-	-	-	-	40
Advances to Agency funds	-	-	-	-	-	-	-	-	21,403
Notes receivable	7	-	509	975	10	174	98	10	90,363
Total assets	<u>\$ 444</u>	<u>\$ 53</u>	<u>\$ 2,611</u>	<u>\$ 2,487</u>	<u>\$ 1,530</u>	<u>\$ 1,704</u>	<u>\$ 601</u>	<u>\$ 329</u>	<u>\$ 90,363</u>
Liabilities and fund balances									
Liabilities:									
Accounts payable	\$ -	\$ -	\$ 4	\$ -	\$ -	\$ 12	\$ -	\$ -	\$ 8,967
Cash overdraft	-	-	-	-	-	-	-	-	705
Due to other County funds	-	-	3	1	1	1	-	-	643
Due to other governments	-	-	31	-	-	-	-	-	108
Salaries and benefits payable	-	-	-	-	-	-	-	-	1,090
Deferred revenue	7	-	509	976	10	174	98	10	45,286
Advances from other County funds	-	-	-	-	-	-	-	-	450
Advances from Agency funds	-	-	-	-	-	-	-	-	-
Total liabilities	<u>7</u>	<u>-</u>	<u>547</u>	<u>977</u>	<u>11</u>	<u>187</u>	<u>98</u>	<u>10</u>	<u>57,249</u>
Fund balances:									
Non Spendable	-	-	-	-	-	-	-	-	1,123
Restricted	362	53	2,059	1,465	1,514	1,517	503	319	46,073
Committed	75	-	5	45	5	-	-	-	210
Assigned	-	-	-	-	-	-	-	-	5,137
Unassigned	-	-	-	-	-	-	-	-	(19,429)
Total fund balances	<u>437</u>	<u>53</u>	<u>2,064</u>	<u>1,510</u>	<u>1,519</u>	<u>1,517</u>	<u>503</u>	<u>319</u>	<u>33,114</u>
Total liabilities and fund balances	<u>\$ 444</u>	<u>\$ 53</u>	<u>\$ 2,611</u>	<u>\$ 2,487</u>	<u>\$ 1,530</u>	<u>\$ 1,704</u>	<u>\$ 601</u>	<u>\$ 329</u>	<u>\$ 90,363</u>

(Concluded)

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Indigent Health	Library	Fish and Game	Aviation	Structural Fire	Roads	Workforce Investment	Child Support Services
Revenues:								
Taxes and special assessments	\$ -	\$ 3,166	\$ -	\$ -	\$ 6,847	\$ 21,506	\$ -	\$ -
Licenses and permits	-	-	-	-	16	7	-	-
Fines, forfeitures, and penalties	949	-	8	-	-	-	-	-
Interest, rents, and concessions	19	31	-	34	141	-	3	110
Intergovernmental revenues	107	491	-	145	274	35,687	14,204	13,450
Charges for services	-	143	-	24	294	3,276	-	-
Other revenues	19	46	-	-	117	63	684	34
Total revenues	1,094	3,877	8	203	7,689	60,539	14,891	13,594
Expenditures:								
Current:								
General government	-	32	-	-	17	86	410	-
Public protection	-	-	13	-	11,916	-	94	13,314
Public ways and facilities	-	-	-	149	-	8,565	-	-
Health and sanitation	1,119	-	-	-	10	-	9	-
Public assistance	-	-	-	-	-	-	14,324	-
Education	-	4,128	-	-	-	-	-	-
Debt service:								
Principal retirement	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	2	-	-	133	-	-
Capital outlay	-	58	-	46	-	48,214	-	-
Total expenditures	1,119	4,218	15	195	11,943	56,998	14,837	13,314
Excess (deficiency) of revenues over (under) expenditures	(25)	(341)	(7)	8	(4,254)	3,541	54	280
Other financing sources (uses):								
Issuance of debt	-	-	-	-	-	-	-	-
Loan proceeds	-	-	-	-	-	-	-	-
Sale of general capital assets	-	-	-	-	-	10	-	-
Transfers in	17	-	-	-	4,981	-	-	-
Transfers (out)	(4)	(82)	-	(1)	(474)	(205)	(52)	(270)
Total other financing sources (uses)	13	(82)	-	(1)	4,507	(195)	(52)	(270)
Net change in fund balances	(12)	(423)	(7)	7	253	3,346	2	10
Fund balances, July 1	71	3,238	23	347	684	13,600	(1)	2
Prior period adjustment	-	-	-	(314)	-	(12)	(2)	-
Fund balances, July 1, as restated	71	3,238	23	33	684	13,588	(3)	2
Fund balances, June 30	\$ 59	\$ 2,815	\$ 16	\$ 40	\$ 937	\$ 16,934	\$ (1)	\$ 12

(Continued)

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Mental Health Realignment	Health Realignment	Social Services Realignment	Tobacco Settlement	TCIHSS Public Authority	Flood Control	CDBG Grants	HOME Program	Redevelopment Admin	Redevelopment Earlimart
Revenues:										
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 527	\$ -	\$ -	\$ -	\$ 363
Licenses and permits	-	-	-	-	-	-	-	-	-	-
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-	-	-
Interest, rents, and concessions	-	1	-	-	1	55	4	-	8	15
Intergovernmental revenues	-	455	11,200	-	1,183	34	2,185	32	1,596	6
Charges for services	-	-	-	-	-	-	-	-	-	-
Other revenues	-	-	-	3,854	-	-	-	-	-	-
Total revenues	-	456	11,200	3,854	1,184	616	2,189	32	1,604	384
Expenditures:										
Current:										
General government	2,951	-	-	-	19	-	2,187	32	1,557	401
Public protection	-	-	-	-	1,154	358	-	-	1	-
Public ways and facilities	-	-	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal retirement	-	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
Total expenditures	2,951	-	-	-	1,173	358	2,187	32	1,558	401
Excess (deficiency) of revenues over (under) expenditures	(2,951)	456	11,200	3,854	11	258	2	-	46	(17)
Other financing sources (uses):										
Issuance of debt	-	-	-	-	-	-	-	-	-	-
Loan proceeds	-	-	-	-	-	-	-	-	-	-
Sale of general capital assets	-	-	-	-	-	-	-	-	-	-
Transfers in	5,517	10,989	831	-	-	1	-	-	-	-
Transfers (out)	(2,566)	(11,444)	(12,031)	(3,854)	(6)	-	-	-	(31)	-
Total other financing sources (uses)	2,951	(455)	(11,200)	(3,854)	(6)	1	-	-	(31)	-
Net change in fund balances	-	1	-	-	5	259	2	-	15	(17)
Fund balances, July 1	-	-	-	-	(1)	2,965	-	-	(13)	1,164
Prior period adjustment	-	-	-	-	-	-	-	-	-	-
Fund balances, July 1, as restated	-	-	-	-	(1)	2,965	-	-	(13)	1,164
Fund balances, June 30	\$ -	\$ 1	\$ -	\$ -	\$ 4	\$ 3,224	\$ 2	\$ -	\$ 2	\$ 1,147

(Continued)

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Redevelopment Ivanhoe	Redevelopment Lindsay	Redevelopment Goshen	Redevelopment Orosi	Redevelopment Pixley	Redevelopment Traver	Redevelopment Richgrove	Redevelopment Poplar	Total Special Revenue Funds
Revenues:									
Taxes and special assessments	\$ 226	\$ 12	\$ 988	\$ 781	\$ 450	\$ 226	\$ 269	\$ 184	\$ 35,545
Licenses and permits	3	-	-	-	-	-	-	-	26
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-	957
Interest, rents, and concessions	5	1	46	24	24	11	7	7	547
Intergovernmental revenues	-	-	16	63	7	3	15	3	81,156
Charges for services	-	-	-	-	-	-	-	-	3,737
Other revenues	-	-	-	695	-	-	3	-	5,515
Total revenues	<u>234</u>	<u>13</u>	<u>1,050</u>	<u>1,563</u>	<u>481</u>	<u>240</u>	<u>294</u>	<u>194</u>	<u>127,483</u>
Expenditures:									
Current:									
General government	166	-	513	495	310	288	77	118	9,659
Public protection	-	-	-	-	-	-	-	-	26,850
Public ways and facilities	-	-	-	-	-	-	-	-	8,714
Health and sanitation	-	-	-	-	-	-	-	-	1,138
Public assistance	-	-	-	-	-	-	-	-	14,324
Education	-	-	-	-	-	-	-	-	4,128
Debt service:									
Principal retirement	-	-	48	-	-	-	43	-	91
Interest and fiscal charges	-	-	47	-	-	-	61	-	243
Capital outlay	-	-	8	465	3	-	-	-	48,794
Total expenditures	<u>166</u>	<u>-</u>	<u>616</u>	<u>960</u>	<u>313</u>	<u>288</u>	<u>181</u>	<u>118</u>	<u>113,941</u>
Excess (deficiency) of revenues over (under) expenditures	68	13	434	603	168	(48)	113	76	13,542
Other financing sources (uses):									
Issuance of debt	-	-	-	-	-	-	-	-	-
Loan proceeds	-	-	-	-	-	-	-	-	-
Sale of general capital assets	-	-	-	-	-	-	-	-	10
Transfers in	-	-	-	-	-	-	-	-	22,336
Transfers (out)	-	-	-	-	-	-	-	-	(31,020)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,674)</u>
Net change in fund balances	68	13	434	603	168	(48)	113	76	4,868
Fund balances, July 1	369	40	2,010	960	1,351	1,565	445	336	29,155
Prior period adjustment	-	-	(380)	(53)	-	-	(55)	(93)	(909)
Fund balances, July 1, as restated	<u>369</u>	<u>40</u>	<u>1,630</u>	<u>907</u>	<u>1,351</u>	<u>1,565</u>	<u>390</u>	<u>243</u>	<u>28,246</u>
Fund balances, June 30	<u>\$ 437</u>	<u>\$ 53</u>	<u>\$ 2,064</u>	<u>\$ 1,510</u>	<u>\$ 1,519</u>	<u>\$ 1,517</u>	<u>\$ 503</u>	<u>\$ 319</u>	<u>\$ 33,114</u>

(Concluded)

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – INDIGENT HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Fines, forfeitures, and penalties	\$ 936	\$ 936	\$ -	\$ 949	\$ 13
Interest, rents, and concessions	37	37	-	19	(18)
Intergovernmental revenues	150	150	-	107	(43)
Other revenues	-	-	-	19	19
Total revenues	<u>1,123</u>	<u>1,123</u>	<u>-</u>	<u>1,094</u>	<u>(29)</u>
Expenditures:					
Current:					
Health and sanitation	1,119	1,119	-	1,119	-
Total expenditures	<u>1,119</u>	<u>1,119</u>	<u>-</u>	<u>1,119</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	4	4	-	(25)	(29)
Other financing sources (uses):					
Transfers in	-	-	-	17	17
Transfers (out)	(4)	(5)	(1)	(4)	1
Total other financing sources (uses)	<u>(4)</u>	<u>(5)</u>	<u>(1)</u>	<u>13</u>	<u>18</u>
Net change in fund balances	-	(1)	(1)	(12)	(11)
Fund balances, July 1	-	-	-	71	71
Fund balances, June 30	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ 59</u>	<u>\$ 60</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 2,980	\$ 2,980	\$ -	\$ 3,166	\$ 186
Interest, rents, and concessions	40	40	-	31	(9)
Intergovernmental revenues	638	698	60	491	(207)
Charges for services	83	83	-	143	60
Other revenues	132	132	-	46	(86)
Total revenues	<u>3,873</u>	<u>3,933</u>	<u>60</u>	<u>3,877</u>	<u>(56)</u>
Expenditures:					
Current:					
General government	238	246	(8)	32	214
Education	6,022	6,022	-	4,128	1,894
Capital outlay	-	52	(52)	58	(6)
Total expenditures	<u>6,260</u>	<u>6,320</u>	<u>(60)</u>	<u>4,218</u>	<u>2,102</u>
Excess (deficiency) of revenues over (under) expenditures	(2,387)	(2,387)	-	(341)	2,046
Other financing sources (uses):					
Transfers (out)	(84)	(84)	-	(82)	2
Total other financing sources (uses)	<u>(84)</u>	<u>(84)</u>	<u>-</u>	<u>(82)</u>	<u>2</u>
Net change in fund balances	(2,471)	(2,471)	-	(423)	2,048
Fund balances, July 1	-	-	-	3,238	3,238
Fund balances, June 30	<u>\$ (2,471)</u>	<u>\$ (2,471)</u>	<u>\$ -</u>	<u>\$ 2,815</u>	<u>\$ 5,286</u>

COUNTY OF TULARE
 NONMAJOR SPECIAL REVENUE FUND – FISH AND GAME FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Fines, forfeitures, and penalties	\$ -	\$ -	\$ -	\$ 8	\$ 8
Interest, rents, and concessions	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>8</u>	<u>8</u>
Expenditures:					
Current:					
Public protection	23	23	-	13	10
Debt service:					
Interest and fiscal charges	-	-	-	2	(2)
Total expenditures	<u>23</u>	<u>23</u>	<u>-</u>	<u>15</u>	<u>8</u>
Excess (deficiency) of revenues over (under) expenditures	(23)	(23)	-	(7)	16
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(23)	(23)	-	(7)	16
Fund balances, July 1	-	-	-	23	23
Fund balances, June 30	<u>\$ (23)</u>	<u>\$ (23)</u>	<u>\$ -</u>	<u>\$ 16</u>	<u>\$ 39</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – AVIATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ 59	\$ 60	\$ 1	\$ 34	\$ (26)
Intergovernmental revenues	335	348	13	145	(203)
Charges for services	-	-	-	24	24
Total revenues	<u>394</u>	<u>408</u>	<u>14</u>	<u>203</u>	<u>(205)</u>
Expenditures:					
Current:					
Public ways and facilities	429	427	2	149	278
Capital outlay	-	13	(13)	46	(33)
Total expenditures	<u>429</u>	<u>440</u>	<u>(11)</u>	<u>195</u>	<u>245</u>
Excess (deficiency) of revenues over (under) expenditures	(35)	(32)	3	8	40
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	(1)	(1)	-	(1)	-
Total other financing sources (uses)	<u>(1)</u>	<u>(1)</u>	<u>-</u>	<u>(1)</u>	<u>-</u>
Net change in fund balances	(36)	(33)	3	7	40
Fund balances, July 1	-	-	-	347	347
Prior period adjustment	-	-	-	(314)	(314)
Fund balances, July 1, as restated	-	-	-	33	33
Fund balances, June 30	<u>\$ (36)</u>	<u>\$ (33)</u>	<u>\$ 3</u>	<u>\$ 40</u>	<u>\$ 73</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – STRUCTURAL FIRE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 6,403	\$ 6,403	\$ -	\$ 6,847	\$ 444
Licenses and permits	15	15	-	16	1
Interest, rents, and concessions	55	55	-	141	86
Intergovernmental revenues	262	265	3	274	9
Charges for services	160	170	10	294	124
Other revenues	-	-	-	117	117
Total revenues	<u>6,895</u>	<u>6,908</u>	<u>13</u>	<u>7,689</u>	<u>781</u>
Expenditures:					
Current:					
General government	-	17	(17)	17	-
Public protection	12,341	12,344	(3)	11,916	428
Health and sanitation	-	10	(10)	10	-
Total expenditures	<u>12,341</u>	<u>12,371</u>	<u>(30)</u>	<u>11,943</u>	<u>428</u>
Excess (deficiency) of revenues over (under) expenditures	(5,446)	(5,463)	(17)	(4,254)	1,209
Other financing sources (uses):					
Bond proceeds	-	-	-	-	-
Loan proceeds	-	-	-	-	-
Sale of general capital assets	-	-	-	-	-
Transfers in	4,981	4,981	-	4,981	-
Transfers (out)	(660)	(643)	17	(474)	169
Total other financing sources (uses)	<u>4,321</u>	<u>4,338</u>	<u>17</u>	<u>4,507</u>	<u>169</u>
Net change in fund balances	(1,125)	(1,125)	-	253	1,378
Fund balances, July 1	-	-	-	684	684
Fund balances, June 30	<u>\$ (1,125)</u>	<u>\$ (1,125)</u>	<u>\$ -</u>	<u>\$ 937</u>	<u>\$ 2,062</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – ROADS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 23,363	\$ 29,657	\$ 6,294	\$ 21,506	\$ (8,151)
Licenses and permits	5	5	-	7	2
Interest, rents, and concessions	5	5	-	-	(5)
Intergovernmental revenues	44,531	48,531	4,000	35,687	(12,844)
Charges for services	1,915	1,915	-	3,276	1,361
Other revenues	11	11	-	63	52
Total revenues	<u>69,830</u>	<u>80,124</u>	<u>10,294</u>	<u>60,539</u>	<u>(19,585)</u>
Expenditures:					
Current:					
General government	800	800	-	86	714
Public ways and facilities	79,684	84,266	(4,582)	8,565	75,701
Debt service:					
Interest and fiscal charges	-	-	-	133	(133)
Capital outlay	2,477	8,188	(5,711)	48,214	(40,026)
Total expenditures	<u>82,961</u>	<u>93,254</u>	<u>(10,293)</u>	<u>56,998</u>	<u>36,256</u>
Excess (deficiency) of revenues over (under) expenditures	(13,131)	(13,130)	1	3,541	16,671
Other financing sources (uses):					
Sale of general capital assets	-	-	-	10	10
Transfers in	-	-	-	-	-
Transfers (out)	(249)	(249)	-	(205)	44
Total other financing sources (uses)	<u>(249)</u>	<u>(249)</u>	<u>-</u>	<u>(195)</u>	<u>54</u>
Net change in fund balances	(13,380)	(13,379)	1	3,346	16,725
Fund balances, July 1	-	-	-	13,600	13,600
Prior period adjustment	-	-	-	(12)	-
Fund balances, July 1, as restated	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,588</u>	<u>13,600</u>
Fund balances, June 30	<u>\$ (13,380)</u>	<u>\$ (13,379)</u>	<u>\$ 1</u>	<u>\$ 16,934</u>	<u>\$ 30,325</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – WORKFORCE INVESTMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ 9,160	\$ 2	\$ (9,158)	\$ 3	\$ 1
Intergovernmental revenues	7,063	18,347	11,284	14,204	(4,143)
Charges for services	-	-	-	-	-
Other revenues	803	115	(688)	684	569
Total revenues	<u>17,026</u>	<u>18,464</u>	<u>1,438</u>	<u>14,891</u>	<u>(3,573)</u>
Expenditures:					
Current:					
General government	958	1,343	(385)	410	933
Public protection	22	509	(487)	94	415
Public ways and facilities	-	-	-	-	-
Health and sanitation	-	35	(35)	9	26
Public assistance	15,903	16,433	(530)	14,324	2,109
Total expenditures	<u>16,883</u>	<u>18,320</u>	<u>(1,437)</u>	<u>14,837</u>	<u>3,483</u>
Excess (deficiency) of revenues over (under) expenditures	143	144	1	54	(90)
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	(59)	(59)	-	(52)	7
Total other financing sources (uses)	<u>(59)</u>	<u>(59)</u>	<u>-</u>	<u>(52)</u>	<u>7</u>
Net change in fund balances	84	85	1	2	(83)
Fund balances, July 1	-	-	-	(1)	(1)
Prior period adjustment	-	-	-	(2)	(2)
Fund balances, July 1, as restated	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3)</u>	<u>(3)</u>
Fund balances, June 30	<u>\$ 84</u>	<u>\$ 85</u>	<u>\$ 1</u>	<u>\$ (1)</u>	<u>\$ (86)</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – CHILD SUPPORT SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ 140	\$ 140	\$ -	\$ 110	\$ (30)
Intergovernmental revenues	16,936	16,936	-	13,450	(3,486)
Other revenues	20	20	-	34	14
Total revenues	<u>17,096</u>	<u>17,096</u>	<u>-</u>	<u>13,594</u>	<u>(3,502)</u>
Expenditures:					
Current:					
Public protection	16,786	16,785	1	13,314	3,471
Total expenditures	<u>16,786</u>	<u>16,785</u>	<u>1</u>	<u>13,314</u>	<u>3,471</u>
Excess (deficiency) of revenues over (under) expenditures	310	311	1	280	(31)
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	(311)	(311)	-	(270)	41
Total other financing sources (uses)	<u>(311)</u>	<u>(311)</u>	<u>-</u>	<u>(270)</u>	<u>41</u>
Net change in fund balances	(1)	-	1	10	10
Fund balances, July 1	-	-	-	2	2
Fund balances, June 30	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 12</u>	<u>\$ 12</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – MENTAL HEALTH REALIGNMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Intergovernmental revenues	\$ 8,567	\$ 8,567	\$ -	\$ -	\$ (8,567)
Total revenues	<u>8,567</u>	<u>8,567</u>	<u>-</u>	<u>-</u>	<u>(8,567)</u>
Expenditures:					
Current:					
General government	-	-	-	2,951	(2,951)
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,951</u>	<u>(2,951)</u>
Excess (deficiency) of revenues over (under) expenditures	8,567	8,567	-	(2,951)	(11,518)
Other financing sources (uses):					
Transfers in	6,025	6,025	-	5,517	(508)
Transfers (out)	(14,592)	(14,592)	-	(2,566)	12,026
Total other financing sources (uses)	<u>(8,567)</u>	<u>(8,567)</u>	<u>-</u>	<u>2,951</u>	<u>11,518</u>
Net change in fund balances	-	-	-	-	-
Fund balances, July 1	-	-	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – HEALTH REALIGNMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ 1	\$ 1
Intergovernmental revenues	3,769	3,769	-	455	(3,314)
Total revenues	<u>3,769</u>	<u>3,769</u>	<u>-</u>	<u>456</u>	<u>(3,313)</u>
Expenditures:					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	3,769	3,769	-	456	(3,313)
Other financing sources (uses):					
Transfers in	11,839	11,839	-	10,989	(850)
Transfers (out)	(15,608)	(15,608)	-	(11,444)	4,164
Total other financing sources (uses)	<u>(3,769)</u>	<u>(3,769)</u>	<u>-</u>	<u>(455)</u>	<u>3,314</u>
Net change in fund balances	-	-	-	1	1
Fund balances, July 1	-	-	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – SOCIAL SERVICES REALIGNMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ 12,601	\$ -	\$ (12,601)	\$ -	\$ -
Intergovernmental revenues	1,777	14,117	12,340	11,200	(2,917)
Total revenues	<u>14,378</u>	<u>14,117</u>	<u>(261)</u>	<u>11,200</u>	<u>(2,917)</u>
Expenditures:					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	14,378	14,117	(261)	11,200	(2,917)
Other financing sources (uses):					
Transfers in	670	931	261	831	(100)
Transfers (out)	(15,048)	(15,048)	-	(12,031)	3,017
Total other financing sources (uses)	<u>(14,378)</u>	<u>(14,117)</u>	<u>261</u>	<u>(11,200)</u>	<u>2,917</u>
Net change in fund balances	-	-	-	-	-
Fund balances, July 1	-	-	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – TOBACCO SETTLEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Other revenues	\$ 4,106	\$ 4,106	\$ -	\$ 3,854	\$ (252)
Total revenues	<u>4,106</u>	<u>4,106</u>	<u>-</u>	<u>3,854</u>	<u>(252)</u>
Expenditures:					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	4,106	4,106	-	3,854	(252)
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	(4,106)	(4,106)	-	(3,854)	252
Total other financing sources (uses)	<u>(4,106)</u>	<u>(4,106)</u>	<u>-</u>	<u>(3,854)</u>	<u>252</u>
Net change in fund balances	-	-	-	-	-
Fund balances, July 1	-	-	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – TULARE COUNTY IN-HOME SUPPORTIVE SERVICES PUBLIC AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ 1	\$ 1
Intergovernmental revenues	-	1,304	1,304	1,183	(121)
Total revenues	-	1,304	1,304	1,184	(120)
Expenditures:					
Current:					
General government	28	28	-	19	9
Public protection	1,270	1,270	-	1,154	116
Health and sanitation	2	2	-	-	2
Total expenditures	1,300	1,300	-	1,173	127
Excess (deficiency) of revenues over (under) expenditures	(1,300)	4	1,304	11	7
Other financing sources (uses):					
Transfers (out)	(5)	(5)	-	(6)	(1)
Total other financing sources (uses)	(5)	(5)	-	(6)	(1)
Net change in fund balances	(1,305)	(1)	1,304	5	6
Fund balances, July 1	-	-	-	(1)	(1)
Fund balances, June 30	\$ (1,305)	\$ (1)	\$ 1,304	\$ 4	\$ 5

COUNTY OF TULARE
 NONMAJOR SPECIAL REVENUE FUND – FLOOD CONTROL FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 272	\$ 477	\$ 205	\$ 527	\$ 50
Interest, rents, and concessions	6	92	86	55	(37)
Intergovernmental revenues	-	32	32	34	2
Other revenues	100	-	(100)	-	-
Total revenues	<u>378</u>	<u>601</u>	<u>223</u>	<u>616</u>	<u>15</u>
Expenditures:					
Current:					
General government	2	2	-	-	2
Public protection	3,501	3,501	-	358	3,143
Total expenditures	<u>3,503</u>	<u>3,503</u>	<u>-</u>	<u>358</u>	<u>3,145</u>
Excess (deficiency) of revenues over (under) expenditures	(3,125)	(2,902)	223	258	3,160
Other financing sources (uses):					
Transfers in	-	1	1	1	-
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>
Net change in fund balances	(3,125)	(2,901)	224	259	3,160
Fund balances, July 1	-	-	-	2,965	2,965
Fund balances, June 30	<u>\$ (3,125)</u>	<u>\$ (2,901)</u>	<u>\$ 224</u>	<u>\$ 3,224</u>	<u>\$ 6,125</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – CDBG GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ 4	\$ 4
Intergovernmental revenues	-	-	-	2,185	2,185
Total revenues	-	-	-	2,189	2,189
Expenditures:					
Current					
General government	-	-	-	2,187	(2,187)
Total expenditures	-	-	-	2,187	(2,187)
Excess (deficiency) of revenues over (under) expenditures	-	-	-	2	2
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balances	-	-	-	2	2
Fund balances, July 1	-	-	-	-	-
Fund balances, June 30	\$ -	\$ -	\$ -	\$ 2	\$ 2

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – HOME PROGRAM GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Intergovernmental revenues	\$ -	\$ -	\$ -	32	\$ 32
Total revenues	-	-	-	32	32
Expenditures:					
Current:					
General government	-	-	-	32	(32)
Total expenditures	-	-	-	32	(32)
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
Net change in fund balances	-	-	-	-	-
Fund balances, July 1	-	-	-	-	-
Prior period adjustment	-	-	-	-	-
Fund balances, July 1, as restated	-	-	-	-	-
Fund balances, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – REDEVELOPMENT ADMIN FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ 8	\$ 8
Intergovernmental revenues	-	-	-	1,596	1,596
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,604</u>	<u>1,604</u>
Expenditures:					
Current:					
General government	-	-	-	1,557	(1,557)
Public protection	-	-	-	1	(1)
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,558</u>	<u>(1,558)</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	46	46
Other financing sources (uses):					
Transfers (out)	-	-	-	(31)	(31)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(31)</u>	<u>(31)</u>
Net change in fund balances	-	-	-	15	15
Fund balances, July 1	-	-	-	(13)	(13)
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 2</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – EARLIMART REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 314	\$ 314	\$ -	\$ 363	\$ 49
Interest, rents, and concessions	20	20	-	15	(5)
Intergovernmental revenues	-	-	-	6	6
Total revenues	<u>334</u>	<u>334</u>	<u>-</u>	<u>384</u>	<u>50</u>
Expenditures:					
Current:					
General government	1,384	1,500	(116)	401	1,099
Capital outlay	10	10	-	-	10
Total expenditures	<u>1,394</u>	<u>1,510</u>	<u>(116)</u>	<u>401</u>	<u>1,109</u>
Excess (deficiency) of revenues over (under) expenditures	(1,060)	(1,176)	(116)	(17)	1,159
Other financing sources (uses):					
Transfers in	229	886	657	-	(886)
Transfers (out)	(345)	(886)	(541)	-	886
Total other financing sources (uses)	<u>(116)</u>	<u>-</u>	<u>116</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,176)	(1,176)	-	(17)	1,159
Fund balances, July 1	-	-	-	1,164	1,164
Fund balances, June 30	<u>\$ (1,176)</u>	<u>\$ (1,176)</u>	<u>\$ -</u>	<u>\$ 1,147</u>	<u>\$ 2,323</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – IVANHOE REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 191	\$ 191	\$ -	\$ 226	\$ 35
Licenses and permits	-	-	-	3	3
Interest, rents, and concessions	8	8	-	5	(3)
Total revenues	<u>199</u>	<u>199</u>	<u>-</u>	<u>234</u>	<u>35</u>
Expenditures:					
Current:					
General government	500	563	(63)	166	397
Capital outlay	3	3	-	-	3
Total expenditures	<u>503</u>	<u>566</u>	<u>(63)</u>	<u>166</u>	<u>400</u>
Excess (deficiency) of revenues over (under) expenditures	(304)	(367)	(63)	68	435
Other financing sources (uses):					
Transfers in	142	175	33	-	(175)
Transfers (out)	(205)	(175)	30	-	175
Total other financing sources (uses)	<u>(63)</u>	<u>-</u>	<u>63</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(367)	(367)	-	68	435
Fund balances, July 1	-	-	-	369	369
Fund balances, June 30	<u>\$ (367)</u>	<u>\$ (367)</u>	<u>\$ -</u>	<u>\$ 437</u>	<u>\$ 804</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – LINDSAY REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ 12	\$ 12
Interest, rents, and concessions	-	-	-	1	1
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>13</u>	<u>13</u>
Expenditures:					
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	13	13
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	13	13
Fund balances, July 1	-	-	-	40	40
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 53</u>	<u>\$ 53</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – GOSHEN REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 811	\$ 811	\$ -	\$ 988	\$ 177
Interest, rents, and concessions	20	20	-	46	26
Intergovernmental revenues	9,793	-	(9,793)	16	16
Total revenues	<u>10,624</u>	<u>831</u>	<u>(9,793)</u>	<u>1,050</u>	<u>219</u>
Expenditures:					
Current:					
General government	11,718	2,152	9,566	513	1,639
Debt service:					
Principal retirement	95	95	-	48	48
Interest and fiscal charges	53	53	-	47	53
Capital outlay	10	10	-	8	(606)
Total expenditures	<u>11,876</u>	<u>2,310</u>	<u>9,566</u>	<u>616</u>	<u>1,134</u>
Excess (deficiency) of revenues over (under) expenditures	(1,252)	(1,479)	(227)	434	1,353
Other financing sources (uses):					
Transfers in	400	971	571	-	(971)
Transfers (out)	(628)	(971)	(343)	-	971
Total other financing sources (uses)	<u>(228)</u>	<u>-</u>	<u>228</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,480)	(1,479)	1	434	1,353
Fund balances, July 1	-	-	-	2,010	2,010
Prior period adjustment	-	-	-	(380)	(380)
Fund balances, July 1, as restated	-	-	-	1,630	1,630
Fund balances, June 30	<u>\$ (1,480)</u>	<u>\$ (1,479)</u>	<u>\$ 1</u>	<u>\$ 2,064</u>	<u>\$ 3,543</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – OROSI REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 647	\$ 647	\$ -	\$ 781	\$ 134
Interest, rents, and concessions	16	16	-	24	8
Intergovernmental revenues	-	-	-	63	63
Other revenues	500	465	(35)	695	230
Total revenues	<u>1,163</u>	<u>1,128</u>	<u>(35)</u>	<u>1,563</u>	<u>435</u>
Expenditures:					
Current:					
General government	1,599	1,669	(70)	495	1,174
Capital outlay	10	10	-	465	(455)
Total expenditures	<u>1,609</u>	<u>1,679</u>	<u>(70)</u>	<u>960</u>	<u>719</u>
Excess (deficiency) of revenues over (under) expenditures	(446)	(551)	(105)	603	1,154
Other financing sources (uses):					
Transfers in	346	617	271	-	(617)
Transfers (out)	(454)	(617)	(163)	-	617
Total other financing sources (uses)	<u>(108)</u>	<u>-</u>	<u>108</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(554)	(551)	3	603	1,154
Fund balances, July 1	-	-	-	960	960
Prior period adjustment	-	-	-	(53)	(53)
Fund balances, July 1, as restated	-	-	-	907	907
Fund balances, June 30	<u>\$ (554)</u>	<u>\$ (551)</u>	<u>\$ 3</u>	<u>\$ 1,510</u>	<u>\$ 2,061</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – PIXLEY REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 393	\$ 393	\$ -	\$ 450	\$ 57
Interest, rents, and concessions	22	22	-	24	2
Intergovernmental revenues	-	-	-	7	7
Total revenues	<u>415</u>	<u>415</u>	<u>-</u>	<u>481</u>	<u>66</u>
Expenditures:					
Current:					
General government	1,629	1,741	(112)	310	1,431
Capital outlay	13	13	-	3	10
Total expenditures	<u>1,642</u>	<u>1,754</u>	<u>(112)</u>	<u>313</u>	<u>1,441</u>
Excess (deficiency) of revenues over (under) expenditures	(1,227)	(1,339)	(112)	168	1,507
Other financing sources (uses):					
Transfers in	290	842	552	-	(842)
Transfers (out)	(402)	(842)	(440)	-	842
Total other financing sources (uses)	<u>(112)</u>	<u>-</u>	<u>112</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,339)	(1,339)	-	168	1,507
Fund balances, July 1	-	-	-	1,351	1,351
Fund balances, June 30	<u>\$ (1,339)</u>	<u>\$ (1,339)</u>	<u>\$ -</u>	<u>\$ 1,519</u>	<u>\$ 2,858</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – TRAVER REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 217	\$ 217	\$ -	\$ 226	\$ 9
Interest, rents, and concessions	28	28	-	11	(17)
Intergovernmental revenues	1	1	-	3	2
Total revenues	<u>246</u>	<u>246</u>	<u>-</u>	<u>240</u>	<u>(6)</u>
Expenditures:					
Current:					
General government	1,679	1,793	(114)	288	1,505
Capital outlay	10	10	-	-	10
Total expenditures	<u>1,689</u>	<u>1,803</u>	<u>(114)</u>	<u>288</u>	<u>1,515</u>
Excess (deficiency) of revenues over (under) expenditures	(1,443)	(1,557)	(114)	(48)	1,509
Other financing sources (uses):					
Transfers in	167	1,327	1,160	-	(1,327)
Transfers (out)	(281)	(1,327)	(1,046)	-	1,327
Total other financing sources (uses)	<u>(114)</u>	<u>-</u>	<u>114</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,557)	(1,557)	-	(48)	1,509
Fund balances, July 1	-	-	-	1,565	1,565
Fund balances, June 30	<u>\$ (1,557)</u>	<u>\$ (1,557)</u>	<u>\$ -</u>	<u>\$ 1,517</u>	<u>\$ 3,074</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – RICHGROVE REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 231	\$ 270	\$ 39	\$ 269	\$ (1)
Interest, rents, and concessions	6	6	-	7	1
Intergovernmental revenues	-	-	-	15	15
Other revenues	-	-	-	3	3
Total revenues	<u>237</u>	<u>276</u>	<u>39</u>	<u>294</u>	<u>18</u>
Expenditures:					
Current:					
General government	366	450	(84)	77	373
Debt service:					
Principal retirement	41	41	-	43	(2)
Interest and fiscal charges	64	64	-	61	3
Total expenditures	<u>471</u>	<u>555</u>	<u>(84)</u>	<u>181</u>	<u>374</u>
Excess (deficiency) of revenues over (under) expenditures	(234)	(279)	(45)	113	392
Other financing sources (uses):					
Transfers in	56	106	-	-	(106)
Transfers (out)	(101)	(106)	(5)	-	106
Total other financing sources (uses)	<u>(45)</u>	<u>-</u>	<u>(5)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(279)	(279)	(50)	113	392
Fund balances, July 1	-	-	-	445	445
Prior period adjustment	-	-	-	(55)	(55)
Fund balances, July 1, as restated	<u>-</u>	<u>-</u>	<u>-</u>	<u>390</u>	<u>390</u>
Fund balances, June 30	<u>\$ (279)</u>	<u>\$ (279)</u>	<u>\$ (50)</u>	<u>\$ 503</u>	<u>\$ 782</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – POPLAR REDEVELOPMENT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 148	\$ 148	\$ -	\$ 184	\$ 36
Interest, rents, and concessions	5	5	-	7	2
Intergovernmental revenues	-	-	-	3	3
Total revenues	<u>153</u>	<u>153</u>	<u>-</u>	<u>194</u>	<u>41</u>
Expenditures:					
Current:					
General government	419	481	(62)	118	363
Capital outlay	10	10	-	-	10
Total expenditures	<u>429</u>	<u>491</u>	<u>(62)</u>	<u>118</u>	<u>373</u>
Excess (deficiency) of revenues over (under) expenditures	(276)	(338)	(62)	76	414
Other financing sources (uses):					
Transfers in	109	139	30	-	(139)
Transfers (out)	(170)	(139)	31	-	139
Total other financing sources (uses)	<u>(61)</u>	<u>-</u>	<u>61</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(337)	(338)	(1)	76	414
Fund balances, July 1	-	-	-	336	336
Prior period adjustment	-	-	-	(93)	(93)
Fund balances, July 1, as restated	<u>-</u>	<u>-</u>	<u>-</u>	<u>243</u>	<u>243</u>
Fund balances, June 30	<u>\$ (337)</u>	<u>\$ (338)</u>	<u>\$ (1)</u>	<u>\$ 319</u>	<u>\$ 657</u>

**NONMAJOR GOVERNMENTAL FUNDS
DEBT SERVICE FUNDS**

Debt Service Funds are used to account for the accumulation of resources and payment of principal and interest from governmental sources when the government is obligated in some manner for the payment.

Pension Obligation Fund - This fund accumulates resources from other County funds for the payment of principal and interest on Pension Obligation Bonds; the proceeds of which were used to pay an unfunded actuarially accrued liability for the fiscal year ended June 30, 1996.

Equipment Loans Fund - This fund receives transfers of resources from other County funds for principal and interest payments on various loans which financed the acquisition of vehicles and equipment used in daily operations.

Building Loans Fund - This fund receives transfers of resources from County building occupants for the payment of the County's lease obligations to TCPFC.

**COUNTY OF TULARE
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2011
(amounts expressed in thousands)**

	Pension Obligation	Equipment Loans	Building Loans	Total Debt Service Funds
Assets				
Cash in bank	\$ -	\$ -	\$ -	\$ -
Investment in treasury pool	464	-	6,163	6,627
Due from other governments	298	-	-	298
Lease payments receivable, net of interest	-	-	815	815
Total assets	<u>\$ 762</u>	<u>\$ -</u>	<u>\$ 6,978</u>	<u>\$ 7,740</u>
Liabilities and fund balances				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 52	\$ 52
Due to other County funds	508	-	-	508
Deferred revenue	-	-	815	815
Total liabilities	<u>508</u>	<u>-</u>	<u>867</u>	<u>1,375</u>
Fund balances:				
Restricted	254	-	5,495	5,749
Assigned	-	-	616	616
Total fund balances	<u>254</u>	<u>-</u>	<u>6,111</u>	<u>6,365</u>
Total liabilities and fund balances	<u>\$ 762</u>	<u>\$ -</u>	<u>\$ 6,978</u>	<u>\$ 7,740</u>

COUNTY OF TULARE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Pension Obligation	Equipment Loans	Building Loans	Total Debt Service Funds
Revenues:				
Fines, forfeitures, and penalties	\$ -	\$ -	\$ 3,021	\$ 3,021
Interest, rents, and concessions	-	-	211	211
Intergovernmental revenues	-	-	-	-
Other revenues	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>3,232</u>	<u>3,232</u>
Expenditures:				
Debt service:				
Principal retirement	5,685	-	-	5,685
Interest and fiscal charges	672	-	3	675
Total expenditures	<u>6,357</u>	<u>-</u>	<u>3</u>	<u>6,360</u>
Excess (deficiency) of revenues over (under) expenditures	(6,357)	-	3,229	(3,128)
Other financing sources (uses):				
Transfers in	6,323	-	5,020	11,343
Transfers (out)	-	-	(6,682)	(6,682)
Total other financing sources (uses)	<u>6,323</u>	<u>-</u>	<u>(1,662)</u>	<u>4,661</u>
Net change in fund balance	(34)	-	1,567	1,533
Fund balance, July 1	288	-	4,524	4,812
Prior period adjustment	-	-	20	20
Fund balances, July 1, as restated	<u>288</u>	<u>-</u>	<u>4,544</u>	<u>4,832</u>
Fund balance, June 30	<u>\$ 254</u>	<u>\$ -</u>	<u>\$ 6,111</u>	<u>\$ 6,365</u>

COUNTY OF TULARE
NONMAJOR DEBT SERVICE FUND – PENSION OBLIGATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	280	280	-	-	(280)
Total revenues	<u>280</u>	<u>280</u>	<u>-</u>	<u>-</u>	<u>(280)</u>
Expenditures:					
Debt service:					
Principal retirement	5,685	5,685	-	5,685	-
Interest and fiscal charges	672	672	-	672	-
Total expenditures	<u>6,357</u>	<u>6,357</u>	<u>-</u>	<u>6,357</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(6,077)	(6,077)	-	(6,357)	(280)
Other financing sources (uses):					
Transfers in	6,308	6,308	-	6,323	15
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	<u>6,308</u>	<u>6,308</u>	<u>-</u>	<u>6,323</u>	<u>15</u>
Net change in fund balance	231	231	-	(34)	(265)
Fund balance, July 1	-	-	-	288	288
Fund balance, June 30	<u>\$ 231</u>	<u>\$ 231</u>	<u>\$ -</u>	<u>\$ 254</u>	<u>\$ 23</u>

COUNTY OF TULARE
NONMAJOR DEBT SERVICE FUND – EQUIPMENT LOANS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Total revenues	-	-	-	-	-
Expenditures:					
Total expenditures	-	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, July 1	-	-	-	-	-
Fund balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

COUNTY OF TULARE
NONMAJOR DEBT SERVICE FUND – BUILDING LOANS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Fines, forfeitures, and penalties	\$ 1,150	\$ 1,150	\$ -	\$ 3,021	\$ 1,871
Interest, rents, and concessions	209	209	-	211	2
Total revenues	<u>1,359</u>	<u>1,359</u>	<u>-</u>	<u>3,232</u>	<u>1,873</u>
Expenditures:					
Debt service:					
Interest and fiscal charges	109	109	-	3	106
Total expenditures	<u>109</u>	<u>109</u>	<u>-</u>	<u>3</u>	<u>106</u>
Excess (deficiency) of revenues over (under) expenditures	1,250	1,250	-	3,229	1,979
Other financing sources (uses):					
Transfers in	5,020	5,020	-	5,020	-
Transfers (out)	<u>(6,682)</u>	<u>(6,682)</u>	<u>-</u>	<u>(6,682)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,662)</u>	<u>(1,662)</u>	<u>-</u>	<u>(1,662)</u>	<u>-</u>
Net change in fund balance	(412)	(412)	-	1,567	1,979
Fund balance, July 1	-	-	-	4,524	4,524
Prior period adjustment	-	-	-	20	20
Fund balances, July 1, as restated	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,544</u>	<u>4,544</u>
Fund balance, June 30	<u>\$ (412)</u>	<u>\$ (412)</u>	<u>\$ -</u>	<u>\$ 6,111</u>	<u>\$ 6,523</u>

**NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECTS FUNDS**

Capital Projects Fund is used to account for the acquisition and construction of major capital facilities other than those financed by proprietary and trust funds.

Capital Projects Fund - This fund is used to finance the acquisition and construction of public buildings, including major maintenance and improvements. Revenues are obtained from State funding and from other funds when allocated by the Board of Supervisors.

COUNTY OF TULARE
 BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUND
 JUNE 30, 2011
 (amounts expressed in thousands)

	Capital Projects
Assets	
Investment in treasury pool	\$ 9,463
Due from other County funds	361
Restricted assets	5,000
Total assets	\$ 14,824
Liabilities and fund balance	
Liabilities:	
Accounts payable	\$ 817
Salaries and benefits payable	11
Total liabilities	828
Fund balances	
Restricted	5,000
Committed	3,022
Assigned	5,974
Total fund balance	13,996
Total liabilities and fund balance	\$ 14,824

COUNTY OF TULARE
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 NONMAJOR CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	<u>Capital Projects</u>
Revenues:	
Interest, rents, and concessions	\$ 91
Intergovernmental revenues	488
Other revenues	46
Total revenues	<u>625</u>
Expenditures:	
Current:	
General government	3,203
Capital outlay	1,528
Total expenditures	<u>4,731</u>
Excess (deficiency) of revenues over (under) expenditures	(4,106)
Other financing sources (uses):	
Transfers in	5,499
Transfers (out)	(327)
Total other financing sources (uses)	<u>5,172</u>
Net change in fund balance	1,066
Fund balance, July 1	12,930
Fund balance, June 30	<u>\$ 13,996</u>

COUNTY OF TULARE
NONMAJOR CAPITAL PROJECTS FUND – CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2011
 (amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ 91	\$ 91
Intergovernmental revenues	798	798	-	488	(310)
Other revenues	24	24	-	46	22
Total revenues	<u>822</u>	<u>822</u>	<u>-</u>	<u>625</u>	<u>(197)</u>
Expenditures:					
Current:					
General government	8,384	8,959	(575)	3,203	5,756
Capital outlay	2,335	2,760	(425)	1,528	1,232
Total expenditures	<u>10,719</u>	<u>11,719</u>	<u>(1,000)</u>	<u>4,731</u>	<u>6,988</u>
Excess (deficiency) of revenues over (under) expenditures	(9,897)	(10,897)	(1,000)	(4,106)	6,791
Other financing sources (uses):					
Transfers in	4,213	5,213	1,000	5,499	286
Transfers (out)	(1,328)	(1,328)	-	(327)	1,001
Total other financing sources (uses)	<u>2,885</u>	<u>3,885</u>	<u>1,000</u>	<u>5,172</u>	<u>1,287</u>
Net change in fund balance	(7,012)	(7,012)	-	1,066	8,078
Fund balance, July 1	-	-	-	12,930	12,930
Fund balance, June 30	<u>\$ (7,012)</u>	<u>\$ (7,012)</u>	<u>\$ -</u>	<u>\$ 13,996</u>	<u>\$ 21,008</u>

NONMAJOR ENTERPRISE FUNDS

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 Board of Supervisors is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the Board of Supervisors has decided that periodic determination of net income is appropriate for accountability purposes.

Transit Fund - This fund is used to account for the operation, maintenance, and development of a rural transit system and transit related projects.

Terra Bella Sewer Maintenance Fund - This fund is used to account for the operation, maintenance, and development of the Terra Bella Sanitation District governed by the County Board of Supervisors.

Assessment Districts Funds - These funds are used to account for the costs of maintenance and improvement of the Landscaping Assessment Districts.

County Service Area Funds (#1 and #2) - These funds are used to account for the development, operation, and maintenance of clean and safe drinking water systems in rural communities of the County.

COUNTY OF TULARE
COMBINING STATEMENT OF FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Transit	Terra Bella Sewer Maintenance	Assessment Districts	County Service Area #1	County Service Area #2	Total Nonmajor Enterprise Funds
Assets						
Current assets:						
Cash in banks	\$ -	\$ 11	\$ -	\$ -	\$ -	\$ 11
Investment in treasury pool	2,119	826	402	412	118	3,877
Cash on hand	1	1	-	2	-	4
Accounts receivable	167	33	-	119	8	327
Deposits with others	-	53	-	53	4	110
Due from other County funds	-	-	-	1	-	1
Total current assets	2,287	924	402	587	130	4,330
Noncurrent assets:						
Capital assets:						
Land	-	68	-	503	41	612
Buildings and improvements, net	92	1,108	-	3,212	319	4,731
Equipment and vehicles, net	1,404	-	-	1	-	1,405
Total capital assets (net of accumulated depreciation)	1,496	1,176	-	3,716	360	6,748
Total noncurrent assets	1,496	1,176	-	3,716	360	6,748
Total assets	3,783	2,100	402	4,303	490	11,078
Liabilities						
Current liabilities:						
Accounts payable	29	8	-	40	5	82
Due to other funds	2	-	-	1	-	3
Due to other governments	-	-	-	-	-	-
Deposits from others	-	53	8	-	-	61
Salaries and benefits payable	2	-	-	-	-	2
Interest payable	-	-	-	11	1	12
Compensated absences payable	1	-	-	-	-	1
Deferred revenues	-	-	-	-	-	-
Claims payable	-	-	-	-	-	-
Bonds payable	-	-	-	-	-	-
COP's payable	-	20	-	14	1	35
	34	81	8	66	7	196
Noncurrent liabilities:						
Advances due to other funds	-	-	-	740	10	750
Compensated absences payable	10	-	-	-	-	10
Long-term advances payable	-	-	-	-	-	-
Bonds payable	-	-	-	7	-	7
COP's payable	-	785	-	557	39	1,381
Total noncurrent liabilities	10	785	-	1,304	49	2,148
Total liabilities	44	866	8	1,370	56	2,344
Net assets						
Invested in capital assets, net of related debt	1,496	371	-	3,138	320	5,325
Restricted for other purposes	-	-	-	-	5	5
Unrestricted	2,243	863	394	(205)	109	3,404
Total net assets	\$ 3,739	\$ 1,234	\$ 394	\$ 2,933	\$ 434	\$ 8,734

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Transit	Terra Bella Sewer Maintenance	Assessment Districts	County Service Area #1	County Service Area #2	Total Nonmajor Enterprise Funds
Operating revenues:						
Charges for services	\$ 314	\$ 143	\$ 80	\$ 461	\$ 59	\$ 1,057
Rents and concessions	-	-	-	2	-	2
Other revenues	5	-	-	-	-	5
Total operating revenues	<u>319</u>	<u>143</u>	<u>80</u>	<u>463</u>	<u>59</u>	<u>1,064</u>
Operating expenses:						
Salaries and benefits	75					75
Services and supplies	1,682	123	1	330	62	2,198
Depreciation	231	58	-	192	15	496
Total operating expenses	<u>1,988</u>	<u>181</u>	<u>1</u>	<u>522</u>	<u>77</u>	<u>2,769</u>
Operating income (loss)	<u>(1,669)</u>	<u>(38)</u>	<u>79</u>	<u>(59)</u>	<u>(18)</u>	<u>(1,705)</u>
Nonoperating revenues (expenses):						
Intergovernmental revenues	925	-	-	-	-	925
Taxes and special assessments	2,454	32	-	-	-	2,486
Investment earnings	27	15	3	18	(2)	61
Interest expense	-	(37)	-	(48)	(2)	(87)
Total nonoperating revenues (expenses)	<u>3,406</u>	<u>10</u>	<u>3</u>	<u>(30)</u>	<u>(4)</u>	<u>3,385</u>
Net income (loss) before contributions and transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,737</u>	<u>(28)</u>	<u>82</u>	<u>(89)</u>	<u>(22)</u>	<u>1,680</u>
Capital contributions	-	3	-	-	-	3
Change in net assets	<u>1,737</u>	<u>(25)</u>	<u>82</u>	<u>(89)</u>	<u>(22)</u>	<u>1,683</u>
Transfers in	3	-	-	-	-	3
Transfers (out)	(2)	-	-	-	-	(2)
	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
Change in net assets	<u>1,738</u>	<u>(25)</u>	<u>82</u>	<u>(89)</u>	<u>(22)</u>	<u>1,684</u>
Net assets, July 1	2,001	1,259	312	3,022	456	7,050
Net assets, June 30	<u>\$ 3,739</u>	<u>\$ 1,234</u>	<u>\$ 394</u>	<u>\$ 2,933</u>	<u>\$ 434</u>	<u>\$ 8,734</u>

COUNTY OF TULARE
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Transit	Terra Bella Sewer Maintenance	Assessment Districts	County Service Area #1	County Service Area #2	Nonmajor Enterprise Funds
Cash flows from operating activities:						
Receipts from customers and users	\$ 149	\$ 137	\$ 80	\$ 425	\$ 59	\$ 850
Receipts from interfund services provided	-	-	-	3	-	3
Receipts from rents and concessions	-	-	-	2	-	2
Other revenues	5	-	-	-	-	5
Payments to employees	(60)	-	-	-	-	(60)
Payments (to) suppliers	(1,580)	(91)	-	(251)	(51)	(1,973)
Payments (for) interfund services used	(204)	(28)	(1)	(45)	(6)	(284)
Net cash provided (used) by operating activities	<u>(1,690)</u>	<u>18</u>	<u>79</u>	<u>134</u>	<u>2</u>	<u>(1,457)</u>
Cash flows from noncapital financing activities:						
Subsidy from intergovernmental entities	925	-	-	-	-	925
Receipts from taxes and assessments	2,454	32	-	-	-	2,486
Transfers from other funds	3	-	-	-	-	3
Transfers (to) other funds	(2)	-	-	-	-	(2)
Due from other governments	-	-	-	(23)	-	(23)
Advance from other funds	-	-	-	-	-	-
Advance (to) other funds	-	-	-	-	10	10
Net cash provided (used) by noncapital financing activities	<u>3,380</u>	<u>32</u>	<u>-</u>	<u>(23)</u>	<u>10</u>	<u>3,399</u>
Cash flows from capital and related financing activities:						
Sales (purchases) of capital assets	(220)	-	-	1	2	(217)
Principal (paid) on capital debt	-	(15)	-	(14)	(1)	(30)
Long-term advance proceeds	-	-	-	-	-	-
Interest (paid) on capital debt	-	(37)	-	(50)	(2)	(89)
Net cash provided (used) by capital and related financing activities	<u>(220)</u>	<u>(52)</u>	<u>-</u>	<u>(63)</u>	<u>(1)</u>	<u>(336)</u>
Cash flows from investing activities:						
Interest and dividends received	27	15	3	18	(2)	61
Net cash provided (used) by investing activities	<u>27</u>	<u>15</u>	<u>3</u>	<u>18</u>	<u>(2)</u>	<u>61</u>
Net increase (decrease) in cash and cash equivalents	1,497	13	82	66	9	1,667
Cash and cash equivalents, July 1	623	825	320	348	109	2,225
Cash and cash equivalents, June 30	<u>\$ 2,120</u>	<u>\$ 838</u>	<u>\$ 402</u>	<u>\$ 414</u>	<u>\$ 118</u>	<u>\$ 3,892</u>
Displayed as:						
Cash in banks	\$ -	\$ 11	\$ -	\$ -	\$ -	\$ 11
Investment in treasury pool	2,119	826	402	412	118	3,877
Cash on hand	1	1	-	2	-	4
Total cash as displayed	<u>\$ 2,120</u>	<u>\$ 838</u>	<u>\$ 402</u>	<u>\$ 414</u>	<u>\$ 118</u>	<u>\$ 3,892</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ (1,669)	\$ (38)	\$ 79	\$ (59)	\$ (18)	\$ (1,705)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	231	58	-	192	15	496
(Increase) decrease in accounts receivable	(165)	(6)	-	(33)	-	(204)
(Increase) decrease in due from other funds	2	-	-	-	-	2
(Increase) decrease in customers deposits	-	-	-	-	-	-
Increase (decrease) in accounts payable	(102)	4	-	34	5	(59)
Increase (decrease) in salaries payable	2	-	-	-	-	2
Increase (decrease) in compensated absences payable	11	-	-	-	-	11
Total adjustments	<u>(21)</u>	<u>56</u>	<u>-</u>	<u>193</u>	<u>20</u>	<u>248</u>
Net cash provided (used) by operating activities	<u>\$ (1,690)</u>	<u>\$ 18</u>	<u>\$ 79</u>	<u>\$ 134</u>	<u>\$ 2</u>	<u>\$ (1,457)</u>

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County and to other governmental units on a cost reimbursement basis.

Insurance Funds - These funds account for the financing of workers' compensation to applicable bargaining units, general liability, property casualty liability, and malpractice insurances. All other insurance functions are accounted for in the General Fund.

Central Services Funds - These funds account for central services, such as mailroom, motor pool, print shop, utilities, custodial and maintenance services, data processing, and telecommunications, which are primarily provided to other departments of the County.

COUNTY OF TULARE
COMBINING STATEMENT OF FUND NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Insurance	Central Services	Total
Assets			
Current assets:			
Cash in banks	\$ 500	\$ -	\$ 500
Investment in treasury pool	46,217	7,487	53,704
Imprest cash	500	-	500
Accounts receivable, net	1,357	737	2,094
Deposits to others	-	-	-
Due from other funds	753	46	799
Due from other governments	-	23	23
Prepaid items	525	-	525
Total current assets	<u>49,852</u>	<u>8,293</u>	<u>58,145</u>
Noncurrent assets:			
Advances to other County Funds	41	-	41
Capital assets:			
Buildings and improvements, net	-	16,309	16,309
Equipment and vehicles, net	13	1,712	1,725
Construction in progress	-	-	-
Total capital assets (net of accumulated depreciation)	<u>13</u>	<u>18,021</u>	<u>18,034</u>
Total noncurrent assets	<u>54</u>	<u>18,021</u>	<u>18,075</u>
Total assets	<u>49,906</u>	<u>26,314</u>	<u>76,220</u>
Liabilities			
Current liabilities:			
Accounts payable	3,734	2,441	6,175
Due to other funds	139	1,525	1,664
Salaries and benefits payable	-	465	465
Interest payable	-	223	223
Compensated absences payable	-	66	66
Claims payable	6,550	-	6,550
Loans payable	-	1,162	1,162
Deferred revenue	1,359	363	1,722
Total current liabilities	<u>11,782</u>	<u>6,245</u>	<u>18,027</u>
Noncurrent liabilities:			
Compensated absences payable	-	1,264	1,264
Advances from other funds	-	-	-
Closure/postclosure costs payable	-	-	-
Claims payable	26,292	-	26,292
Loans payable	-	10,544	10,544
Total noncurrent liabilities	<u>26,292</u>	<u>11,808</u>	<u>38,100</u>
Total liabilities	<u>38,074</u>	<u>18,053</u>	<u>56,127</u>
Net assets			
Invested in capital assets, net of related debt	13	6,315	6,328
Unrestricted	11,819	1,946	13,765
Total net assets	<u>\$ 11,832</u>	<u>\$ 8,261</u>	<u>\$ 20,093</u>

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Insurance	Central Services	Total
Operating revenues:			
Charges for services	\$ 29,910	\$ 31,272	\$ 61,182
Rents and concessions	10	9	19
Other revenues	1,362	251	1,613
Total operating revenues	<u>31,282</u>	<u>31,532</u>	<u>62,814</u>
Operating expenses:			
Salaries and benefits	-	13,231	13,231
Services and supplies	24,189	17,374	41,563
Insurance premiums paid	4,736	-	4,736
Depreciation	6	734	740
Claims incurred	9,807	-	9,807
Total operating expenses	<u>38,738</u>	<u>31,339</u>	<u>70,077</u>
Operating income (loss)	<u>(7,456)</u>	<u>193</u>	<u>(7,263)</u>
Nonoperating revenues (expenses):			
Gain (loss) on sale of capital assets	-	-	-
Intergovernmental revenues	17	649	666
Investment earnings	637	18	655
Interest expense	-	(554)	(554)
Total nonoperating revenues (expenses)	<u>654</u>	<u>113</u>	<u>767</u>
Income (loss) before contributions and transfers	<u>(6,802)</u>	<u>306</u>	<u>(6,496)</u>
Capital contributions	-	190	190
Transfers in	-	1,654	1,654
Transfers (out)	-	(608)	(608)
Change in net assets	(6,802)	1,542	(5,260)
Net assets, July 1	18,634	6,675	25,309
Prior period adjustment	-	44	44
Net assets, June 30	<u>\$ 11,832</u>	<u>\$ 8,261</u>	<u>\$ 20,093</u>

COUNTY OF TULARE
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

	Insurance	Central Services	Total
Cash flows from operating activities:			
Receipts from customers and users	\$ 28,624	\$ 30,709	\$ 59,333
Receipts from interfund services provided	(614)	(46)	(660)
Receipts from rents and concessions	10	9	19
Other revenues	1,362	245	1,607
Payments (to) employees	-	(13,042)	(13,042)
Payments (to) suppliers	(24,618)	(11,972)	(36,590)
Payments (for) interfund services used	(1,221)	(2,798)	(4,019)
Payments (for) claims	(3,886)	-	(3,886)
Net cash provided (used) by operating activities	<u>(343)</u>	<u>3,105</u>	<u>2,762</u>
Cash flows from noncapital financing activities:			
Transfers from other funds	-	1,654	1,654
Due (to) other funds	-	(608)	(608)
Subsidy from intergovernmental entities	17	649	666
Advance (to) other funds	3,204	-	3,204
Net cash provided (used) by noncapital financing activities	<u>3,221</u>	<u>1,695</u>	<u>4,916</u>
Cash flows from capital and related financing activities:			
Sales (purchases) of capital assets	-	(1,020)	(1,020)
Principal (paid) on capital debt	-	(1,093)	(1,093)
Interest (paid) on capital debt	-	(554)	(554)
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>(2,667)</u>	<u>(2,667)</u>
Cash flows from investing activities:			
Interest and dividends received	637	18	655
Net cash provided by investing activities	<u>637</u>	<u>18</u>	<u>655</u>
Net increase (decrease) in cash and cash equivalents	3,515	2,151	5,666
Cash and cash equivalents, July 1	43,702	5,336	49,038
Cash and cash equivalents, June 30	<u>47,217</u>	<u>7,487</u>	<u>54,704</u>
Displayed as:			
Cash in bank	500	-	500
Investment in treasury pool	46,217	7,487	53,704
Imprest cash	500	-	500
Total cash displayed	<u>47,217</u>	<u>7,487</u>	<u>54,704</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	(7,456)	193	(7,263)
Adjustments to reconcile operating income (loss) to			
Depreciation expense	6	734	740
(Increase) decrease in accounts receivable	(1,268)	(524)	(1,792)
(Increase) decrease in intergovernmental receivables	-	(6)	(6)
Increase (decrease) in due to other funds	139	1,521	1,660
(Increase) decrease in due from other funds	(753)	(46)	(799)
(Increase) decrease in prepaid items	(367)	-	(367)
Increase (decrease) in accounts payable	3,453	1,083	4,536
Increase (decrease) in salaries and benefits payable and compensated absences	-	189	189
Increase (decrease) in deferred revenue	(18)	(39)	(57)
Increase (decrease) in claims payable	5,921	-	5,921
Total adjustments	<u>7,113</u>	<u>2,912</u>	<u>10,025</u>
Net cash provided (used) by operating activities	<u>\$ (343)</u>	<u>\$ 3,105</u>	<u>\$ 2,762</u>

FIDUCIARY FUNDS

Fiduciary Funds include all Investment Trust and Agency Funds.

Investment Trust Funds are used to account for assets held by the County in a trustee capacity. External pool participants include local School Districts, Special Districts not included as component units of the County, and the Tulare County Employees Retirement Agency which maintains a check-clearing account in the Treasury Pool.

Agency funds are custodial in nature and do not involve measurement of results of operations. Such funds have no equity accounts since all assets are due to individuals or entities at some future time. Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, and other governments.

Property Tax Collection and Apportionment Funds - These funds account for property taxes collected and for the apportionment of taxes to the State and others.

State Fines Agency Funds - These funds are used as a clearing fund for penalties, fines, and assessments collected and payable to the State.

Transportation Tax Funds - These funds account for the one-quarter of one percent sales tax collected by the State Board of Equalization and deposited with the County of origin for local transportation support.

Employee Health Benefits Fund - This fund is used to accumulate premium payments for health, dental, vision, life, long-term disability, and voluntary products collected from employees, retired employees, and Special District employees for distribution to providers.

Education Revenue Augmentation Fund (ERAF) - This fund is used to collect tax revenues shifted from counties, cities, special districts, and redevelopment agencies to augment loss of State funding to local schools.

Other Agency Funds - These funds account for monies held as agent for a variety of purposes.

COUNTY OF TULARE
COMBINING STATEMENT OF FIDUCIARY NET ASSETS – AGENCY FUNDS
FIDUCIARY FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Property Tax Collection and Apportionment Funds	State Fines Agency Funds	Transportation Tax Funds	Employee Health Benefits Fund	Education Revenue Augmentation Fund	Other Agency Funds	Total
Assets							
Cash in banks	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,535	\$ 2,535
Investment in treasury pool	10,675	98	724	247	61	13,094	24,899
Accounts receivable	-	-	-	182	-	2	184
Due from other funds	-	-	-	139	-	5	144
Due from other governments	-	-	-	-	-	40	40
Advances to other funds	-	-	-	-	-	750	750
Total assets	<u>\$ 10,675</u>	<u>\$ 98</u>	<u>\$ 724</u>	<u>\$ 568</u>	<u>\$ 61</u>	<u>\$ 16,426</u>	<u>\$ 28,552</u>
Liabilities							
Warrants payable	\$ 691	\$ -	\$ -	\$ 38	\$ -	\$ 499	\$ 1,228
Due to other funds	-	-	-	224	-	-	224
Advances from other funds	-	-	-	-	-	830	830
Agency obligations	9,984	98	724	306	61	15,097	26,270
Total liabilities	<u>\$ 10,675</u>	<u>\$ 98</u>	<u>\$ 724</u>	<u>\$ 568</u>	<u>\$ 61</u>	<u>\$ 16,426</u>	<u>\$ 28,552</u>

COUNTY OF TULARE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUNDS
FIDUCIARY FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Balance July 1	Additions	Deductions	Balance June 30
Property Tax Collection and Apportionment Funds				
Assets				
Cash in banks	\$ 1,271	\$ -	\$ (1,271)	\$ -
Investment in treasury pool	8,551	535,630	(533,506)	10,675
Total assets	\$ 9,822	\$ 535,630	\$ (534,777)	\$ 10,675
Liabilities				
Warrants payable	\$ 886	\$ 244,367	\$ (244,562)	\$ 691
Agency obligations	8,936	298,492	(297,444)	9,984
Total liabilities	\$ 9,822	\$ 542,859	\$ (542,006)	\$ 10,675
 State Fines Agency Fund				
Assets				
Investment in treasury pool	\$ 75	\$ 621	\$ (598)	\$ 98
Total assets	\$ 75	\$ 621	\$ (598)	\$ 98
Liabilities				
Agency obligations	\$ 75	\$ 1,074	\$ (1,051)	\$ 98
Total liabilities	\$ 75	\$ 1,074	\$ (1,051)	\$ 98

(Continued)

COUNTY OF TULARE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUNDS (Continued)
FIDUCIARY FUNDS
JUNE 30, 2011
(amounts expressed in thousands)

	Balance July 1	Additions	Deductions	Balance June 30
Transportation Tax Funds				
Assets				
Investment in treasury pool	\$ 823	\$ 12,503	\$ (12,602)	\$ 724
Total assets	<u>\$ 823</u>	<u>\$ 12,503</u>	<u>\$ (12,602)</u>	<u>\$ 724</u>
Liabilities				
Agency obligations	\$ 823	\$ 4	\$ (103)	\$ 724
Total liabilities	<u>\$ 823</u>	<u>\$ 4</u>	<u>\$ (103)</u>	<u>\$ 724</u>
Employee Health Benefits Fund				
Assets				
Investment in treasury pool	\$ 1,546	\$ 21,477	\$ (22,776)	\$ 247
Accounts receivable	-	1,334	(1,152)	182
Due from other funds	204	139	(204)	139
Total assets	<u>\$ 1,750</u>	<u>\$ 22,950</u>	<u>\$ (24,132)</u>	<u>\$ 568</u>
Liabilities				
Warrants payable	\$ 402	\$ 3,072	\$ (3,436)	\$ 38
Due to other funds	-	1,711	(1,487)	224
Advances from County funds	3,435	1,777	(5,212)	-
Agency obligations	(2,087)	2,678	(285)	306
Total liabilities	<u>\$ 1,750</u>	<u>\$ 9,238</u>	<u>\$ (10,420)</u>	<u>\$ 568</u>

(Continued)

COUNTY OF TULARE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUNDS (Continued)
FIDUCIARY FUNDS
JUNE 30, 2010
(amounts expressed in thousands)

	Balance July 1	Additions	Deductions	Balance June 30
Education Revenue Augmentation Fund				
Assets				
Investment in treasury pool	\$ 14	\$ 89,039	\$ (88,992)	\$ 61
Total assets	<u>\$ 14</u>	<u>\$ 89,039</u>	<u>\$ (88,992)</u>	<u>\$ 61</u>
Liabilities				
Agency obligations	\$ 14	\$ 86,447	\$ (86,400)	\$ 61
Total liabilities	<u>\$ 14</u>	<u>\$ 86,447</u>	<u>\$ (86,400)</u>	<u>\$ 61</u>
Other Agency Funds				
Assets				
Cash in banks	\$ 4,627	\$ -	\$ (2,092)	\$ 2,535
Investment in treasury pool	13,412	48,939	(49,257)	13,094
Receivables	-	-	2	2
Due from other governments	44	68	(72)	40
Advances to County funds	740	124	(109)	755
Total assets	<u>\$ 18,823</u>	<u>\$ 49,131</u>	<u>\$ (51,528)</u>	<u>\$ 16,426</u>
Liabilities				
Warrants payable	\$ 338	\$ 12,634	\$ (12,473)	\$ 499
Due to other governments	68	67	(135)	-
Advances from County funds	820	10,364	(10,354)	830
Note payable	-	-	-	-
Agency obligations	17,597	51,025	(53,525)	15,097
Total liabilities	<u>\$ 18,823</u>	<u>\$ 74,090</u>	<u>\$ (76,487)</u>	<u>\$ 16,426</u>

(Continued)

COUNTY OF TULARE
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUNDS (Continued)
 FIDUCIARY FUNDS
 JUNE 30, 2011
 (amounts expressed in thousands)

	Balance July 1	Additions	Deductions	Balance June 30
Total Agency Funds				
Assets				
Cash in banks	\$ 5,898	\$ -	\$ (3,363)	\$ 2,535
Investment in treasury pool	24,421	708,209	(707,731)	24,899
Due from other funds	204	139	(204)	139
Receivables	-	1,334	(1,150)	184
Due from other governments	44	68	(72)	40
Advances to County funds	740	124	(109)	755
Total assets	<u>\$ 31,307</u>	<u>\$ 709,874</u>	<u>\$ (712,629)</u>	<u>\$ 28,552</u>
Liabilities				
Warrants payable	\$ 1,626	\$ 260,073	\$ (260,471)	\$ 1,228
Due to other funds	-	1,711	(1,487)	224
Due to other governments	68	67	(135)	-
Advances from County funds	4,255	12,141	(15,566)	830
Agency obligations	25,358	439,720	(438,808)	26,270
Total liabilities	<u>\$ 31,307</u>	<u>\$ 713,712</u>	<u>\$ (716,467)</u>	<u>\$ 28,552</u>

(Concluded)

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

These schedules report capital assets acquired for general government operations. These capital assets are tangible and of significant value having a utility which extends beyond the current year. They are broadly classified as land, infrastructure, buildings and improvements, machinery and equipment, vehicles, infrastructure in progress, and construction in progress.

COUNTY OF TULARE
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
COMPARATIVE SCHEDULE BY SOURCE
JUNE 30, 2011 AND 2010
(amounts expressed in thousands)

	<u>2011</u>	<u>2010</u>
Governmental funds capital assets:		
Land	\$ 910,941	\$ 907,965
Infrastructure	701,677	687,283
Structures and improvements	199,818	179,411
Machinery and equipment	25,350	19,849
Vehicles	45,108	42,601
Construction in progress	2,189	2,360
Infrastructure in progress	75,770	50,462
Total governmental funds capital assets	<u>\$ 1,960,853</u>	<u>\$ 1,889,931</u>
Investment in governmental funds capital assets by source:		
General Fund	\$ 249,760	\$ 220,786
Federal revenue sharing fund	2,170	5,369
Special revenue funds	1,707,654	1,662,270
Capital projects funds	775	822
Donations	494	684
Total governmental funds capital assets	<u>\$ 1,960,853</u>	<u>\$ 1,889,931</u>

COUNTY OF TULARE
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY FUNCTION AND ACTIVITY
 JUNE 30, 2011
 (amounts expressed in thousands)

Function and Activity	Land	Infrastructure	Structures and Improvements	Machinery and Equipment	Vehicles	Total
General government:						
Administrative	\$ -	\$ -	\$ 25	\$ -	\$ -	\$ 25
Finance	-	-	-	98	325	423
County Counsel	-	-	1,663	11	-	1,674
Personnel	-	-	25	-	-	25
Elections	-	-	-	1,040	-	1,040
Property management	-	-	2,762	173	25	2,960
Other general	3,136	-	18,871	3,768	1,768	27,543
Total general government	<u>3,136</u>	<u>-</u>	<u>23,346</u>	<u>5,090</u>	<u>2,118</u>	<u>33,690</u>
Public protection:						
Judicial	-	-	38,395	911	1,843	41,149
Sheriff	639	-	4,296	1,292	7,823	14,050
Other protection	-	-	90	247	629	966
Total public protection	<u>639</u>	<u>-</u>	<u>42,781</u>	<u>2,450</u>	<u>10,295</u>	<u>56,165</u>
Detention and correction:						
Detention	-	-	71,278	984	2,380	74,642
Fire	433	-	3,149	1,938	8,679	14,199
Inspection	210	-	4,685	102	1,553	6,550
Total detention and correction	<u>643</u>	<u>-</u>	<u>79,112</u>	<u>3,024</u>	<u>12,612</u>	<u>95,391</u>
Public ways and facilities	902,558	701,677	4,366	3,869	12,501	1,624,971
Public health	2,640	-	26,575	6,722	3,756	39,693
Public assistance	237	-	3,505	3,368	2,576	9,686
Education	122	-	10,062	161	666	11,011
Recreation and cultural services	966	-	10,071	666	584	12,287
	<u>906,523</u>	<u>701,677</u>	<u>54,579</u>	<u>14,786</u>	<u>20,083</u>	<u>1,697,648</u>
Total governmental funds capital assets	<u>\$ 910,941</u>	<u>\$ 701,677</u>	<u>\$ 199,818</u>	<u>\$ 25,350</u>	<u>\$ 45,108</u>	<u>\$ 1,882,894</u>
Construction projects in progress	\$ -	\$ -	\$ 2,189	\$ -	\$ -	\$ 2,189
Infrastructure projects in progress	-	75,770	-	-	-	75,770
						<u>\$ 1,960,853</u>

COUNTY OF TULARE
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2011
(amounts expressed in thousands)

Function and Activity	Governmental Fund Capital Assets July 1	Additions	Deletions	Adjustments	Governmental Fund Capital Assets June 30
General government:					
Administrative	\$ 153	\$ -	\$ (10)	\$ (120)	\$ 23
Finance	535	19	(132)	1	423
County Counsel	1,701	-	(27)	-	1,674
Personnel	25	-	-	-	25
Elections	1,059	-	(19)	-	1,040
Property management	2,950	-	-	10	2,960
Other general	26,367	8,100	(7,063)	141	27,545
Total general government	<u>32,790</u>	<u>8,119</u>	<u>(7,251)</u>	<u>32</u>	<u>33,690</u>
Public protection:					
Judicial	41,198	-	(91)	42	41,149
Sheriff	14,191	818	(917)	(42)	14,050
Other protection	1,419	18	(49)	(422)	966
Total public protection	<u>56,823</u>	<u>836</u>	<u>(1,057)</u>	<u>(422)</u>	<u>56,165</u>
Detention and correction:					
Detention	74,439	11	(28)	220	74,642
Fire	14,260	287	(378)	30	14,199
Inspection	6,607	225	(66)	(216)	6,550
Total detention and correction	<u>95,306</u>	<u>523</u>	<u>(472)</u>	<u>34</u>	<u>95,391</u>
Public ways and facilities	1,607,073	20,409	(4,775)	2,264	1,624,971
Public health	38,700	1,038	(227)	182	39,693
Public assistance	7,942	2,243	(140)	(359)	9,686
Education	10,917	100	(6)	-	11,011
Recreation and cultural services	9,595	2,641	(280)	331	12,287
	<u>1,674,227</u>	<u>26,431</u>	<u>(5,428)</u>	<u>2,418</u>	<u>1,697,648</u>
Construction projects in progress	2,360	1,287	(1,409)	(49)	2,189
Infrastructure projects in progress	50,462	28,391	-	(3,083)	75,770
Total governmental funds capital assets	<u>\$ 1,911,968</u>	<u>\$ 65,587</u>	<u>\$ (15,617)</u>	<u>\$ (1,070)</u>	<u>\$ 1,960,853</u>

**STATISTICAL SECTION
(UNAUDITED)**

The statistical section of the Comprehensive Annual Financial Report is the chief source of information regarding a government's economic condition. All of the information presented is organized around five specific objectives:

Provide Information on Financial Trends - Information needed to understand and assess how the County's financial position has changed over time.

Provide Information on Revenue Capacity - Information needed to understand and assess the County's ability to generate own-source revenues.

Provide Information on Debt Capacity - Information needed to understand and assess the County's debt burden and its ability to issue new debt.

Provide Demographic and Economic Information - Information needed to understand the County's socio-economic environment and to facilitate comparisons of financial statement information over time and among governments.

Provide Operating Information - Information needed to understand the County's operations and resources as well as to assess its economic condition.

COUNTY OF TULARE
NET ASSETS BY COMPONENT
LAST NINE FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Governmental activities										
Invested in capital assets, net of related debt	\$ 77,558 *	\$ 83,862	\$ 1,461,647 *	\$ 1,450,065 **	\$ 1,425,580	\$ 1,417,765	\$ 1,491,566	\$ 1,524,380	\$ 1,541,360	\$ 1,576,213
Restricted	75,598 *	45,532	41,803	40,051	44,553	45,403	54,086	57,079	61,880	57,762
Unrestricted	(21,431)	16,373	31,685	35,459	43,721	57,303	55,866	56,992	63,537	74,420
Total governmental activities net assets	\$ 131,725	\$ 145,767	\$ 1,535,135	\$ 1,525,575	\$ 1,513,854	\$ 1,520,471	\$ 1,601,518	\$ 1,638,451	\$ 1,666,777	\$ 1,708,395
Business-type activities										
Invested in capital assets, net of related debt	\$ 16,998	\$ 16,386	\$ 19,396	\$ 20,010	\$ 20,322	\$ 19,860	\$ 19,090	\$ 28,811	\$ 28,172	\$ 27,463
Restricted	5,005	5,005	5,005	5,005	5,005	5,005	5,005	5,005	5,005	5,005
Unrestricted	32,851	33,580	25,613	24,886	22,914	22,200	22,794	9,363	6,792	7,002
Total business-type activities net assets	\$ 54,854	\$ 54,971	\$ 50,014	\$ 49,901	\$ 48,241	\$ 47,065	\$ 46,889	\$ 43,179	\$ 39,969	\$ 39,470
Primary government										
Invested in capital assets, net of related debt	\$ 94,556 *	\$ 100,248	\$ 1,481,043 *	\$ 1,470,075 **	\$ 1,445,902	\$ 1,437,625	\$ 1,510,656	\$ 1,553,191	\$ 1,569,532	\$ 1,603,676
Restricted	80,603 *	50,537	468,080	45,056	49,558	50,408	59,091	62,084	66,885	62,767
Unrestricted	11,420	49,953	57,298	60,345	66,635	79,503	78,660	66,355	70,329	81,422
Total primary government net assets	\$ 186,579	\$ 200,738	\$ 1,585,149	\$ 1,575,476	\$ 1,562,095	\$ 1,567,536	\$ 1,648,407	\$ 1,681,630	\$ 1,706,746	\$ 1,747,865

* Prior periods are restated for subsequent Prior Period Adjustments.
Discretely presented Component Unit is not included.

** Beginning balances of capital assets restated to include infrastructure assets.

COUNTY OF TULARE
CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Expenses										
Governmental activities:										
General government	25,529	\$ 37,912	\$ 32,816	\$ 25,312	\$ 44,550	\$ 93,680	\$ 71,430	\$ 28,459	\$ 26,587	\$ 39,515
Public protection	132,758	130,282	145,513	148,459	155,626	162,837	187,299	197,905	192,533	182,316
Public ways and facilities	18,321	18,699	19,411	35,404	26,701	15,100	28,346	32,342	29,120	25,485
Health and sanitation	82,382	87,856	86,955	99,669	104,035	120,520	120,195	122,853	120,796	117,572
Public assistance	201,975	202,308	202,481	215,275	225,735	220,019	227,086	234,329	236,861	235,547
Education	3,380	3,481	3,356	3,384	3,241	3,722	4,287	5,033	5,027	5,412
Culture and recreation	1,661	1,839	1,949	1,631	1,468	1,842	3,552	2,136	2,095	310
Unallocated depreciation	571	627	589	589	589	588	510	791	953	520
Unallocated interest expense	9,933	9,023	8,220	8,642	9,713	11,038	11,244	5,993	5,806	3,137
Total governmental activities expenses	476,510	492,027	501,290	538,365	571,658	629,346	653,949	629,841	619,778	609,814
Business-type activities:										
Solid Waste	8,980	10,361	12,967	10,249	12,004	13,981	14,426	14,138	13,144	10,847
Other business-type activities	1,543	1,873	1,839	1,708	1,872	2,120	2,259	2,452	2,710	2,856
Total business-type activities expenses	10,523	12,234	14,806	11,957	13,876	16,101	16,685	16,590	15,854	13,703
Total primary government expenses	487,033	\$ 504,261	\$ 516,096	\$ 550,322	\$ 585,534	\$ 645,447	\$ 670,634	\$ 646,431	\$ 635,632	\$ 623,517
Program Revenues										
Governmental activities:										
Charges for services:										
General government	23,524	\$ 28,653	\$ 31,895	\$ 28,181	\$ 21,838	\$ 50,015	\$ 62,391	\$ 28,860	\$ 26,601	\$ 26,649
Public protection	17,812	24,314	19,635	22,015	22,179	25,846	28,291	29,368	23,883	26,349
Public ways and facilities	1,335	1,636	1,109	1,468	2,783	2,209	2,028	1,782	1,971	3,406
Health and sanitation	25,943	9,998	11,365	12,430	11,653	16,103	45,659	46,523	47,938	52,666
Public assistance	2,835	21,147	25,499	29,244	26,348	30,161	7,496	5,823	3,324	4,299
Education	143	227	112	245	289	334	188	162	161	222
Culture and recreation	347	710	1,012	1,101	848	1,004	332	287	293	283
Operating grants and contributions	358,518	353,679	355,940	349,248	371,869	389,177	389,524	403,891	418,780	407,917
Total governmental activities program revenues	430,457	440,364	446,567	443,932	457,807	514,849	535,909	516,696	522,951	521,791
Business-type activities:										
Charges for services:										
Solid Waste	8,462	8,886	8,878	9,053	9,705	10,247	9,244	8,284	8,206	8,130
Other business-type activities	682	642	631	670	696	738	792	925	955	1,064
Operating grants and contributions	-	135	40	373	42	276	1,475	813	844	1,270
Total business-type activities program revenues	9,144	9,663	9,549	10,096	10,443	11,261	11,511	10,022	10,005	10,464
Total primary government program revenues	439,601	\$ 450,027	\$ 456,116	\$ 454,028	\$ 468,250	\$ 526,110	\$ 547,420	\$ 526,718	\$ 532,956	\$ 532,255

COUNTY OF TULARE
CHANGES IN NET ASSETS (Continued)
LAST NINE FISCAL YEARS
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Net (expense)/revenue										
Governmental activities	\$ (46,053)	\$ (51,663)	\$ (54,723)	\$ (94,433)	\$ (113,851)	\$ (114,497)	\$ (118,040)	\$ (113,145)	\$ (96,827)	\$ (88,023)
Business-type activities	(1,379)	(2,571)	(5,257)	(1,861)	(3,433)	(4,840)	(5,174)	(6,568)	(5,849)	(3,239)
Total primary government net expense	\$ (47,432)	\$ (54,234)	\$ (59,980)	\$ (96,294)	\$ (117,284)	\$ (119,337)	\$ (123,214)	\$ (119,713)	\$ (102,676)	\$ (91,262)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes										
Property taxes	\$ 34,981	\$ 37,394	\$ 40,342	\$ 66,738	\$ 78,583	\$ 91,367	\$ 102,198	\$ 105,400	\$ 99,991	\$ 101,519
Sales and other taxes	7,231	6,694	7,632	8,032	12,311	13,262	19,188	21,299	17,783	31,937
Earnings on investments	7,462	6,710	2,880	5,402	7,034	11,950	11,439	13,003	7,236	3,251
Miscellaneous	1,256	-	5,321	-	-	-	-	-	-	-
Tobacco settlement revenues	4,447	4,636	5,929	4,010	3,651	3,822	4,068	4,471	3,728	2,536
Gain on sale of fixed assets	-	-	63	29	-	-	-	-	(6,180)	(2,640)
Transfers	642	677	892	662	551	713	556	583	531	515
Total governmental activities	56,019	56,111	63,059	84,873	102,130	121,114	137,449	144,756	123,089	137,118
Business-type activities:										
Sales and other taxes	294	815	658	855	512	1,033	1,628	379	943	2,486
Earnings on investments	3,948	2,550	503	1,555	1,651	3,342	3,864	3,062	2,104	863
Gain on sale of fixed assets	5	-	31	-	161	2	62	-	123	1
Transfers	(642)	(677)	(892)	(662)	(551)	(713)	(556)	(583)	(531)	(515)
Total business-type activities	3,605	2,688	300	1,748	1,773	3,664	4,998	2,858	2,639	2,835
Total primary government	\$ 59,624	\$ 58,799	\$ 63,359	\$ 86,621	\$ 103,903	\$ 124,778	\$ 142,447	\$ 147,614	\$ 125,728	\$ 139,953
Change in Net Assets										
Governmental activities	\$ 9,966	\$ 4,448	\$ 8,336	\$ (9,560)	\$ (11,721)	\$ 6,617	\$ 19,409	\$ 31,611	\$ 26,262	\$ 49,095
Business-type activities	2,226	117	(4,957)	(113)	(1,660)	(1,176)	(176)	(3,710)	(3,210)	(404)
Total primary government	\$ 12,192	\$ 4,565	\$ 3,379	\$ (9,673)	\$ (13,381)	\$ 5,441	\$ 19,233	\$ 27,901	\$ 23,052	\$ 48,691

COUNTY OF TULARE
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
General Fund										
Non spendable	\$ 150	\$ 749	\$ 551	\$ 81	\$ 70	\$ 839	\$ 839	\$ 839	\$ 1,173	\$ 439
Restricted	2,094	2,775	5,916	14,263	13,751	13,890	14,288	19,596	30	844
Committed	13,476	16,270	15,821	18,575	21,246	25,091	25,163	25,414	25,612	22,101
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	15,075	11,918	13,866	9,528	13,485	17,518	17,213	12,228	31,713	27,146
	<u>\$ 30,795</u>	<u>\$ 31,712</u>	<u>\$ 36,154</u>	<u>\$ 42,447</u>	<u>\$ 48,552</u>	<u>\$ 57,338</u>	<u>\$ 57,503</u>	<u>\$ 58,077</u>	<u>\$ 58,528</u>	<u>\$ 50,530</u>
PFC and PFA Major Funds										
Non spendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	52,302	54,159	56,197	57,080	54,391	53,963	56,670	55,355	56,400	57,249
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500
Unassigned	-	-	-	-	-	-	-	-	-	-
	<u>\$ 55,802</u>	<u>\$ 57,659</u>	<u>\$ 59,697</u>	<u>\$ 60,580</u>	<u>\$ 57,891</u>	<u>\$ 57,463</u>	<u>\$ 60,170</u>	<u>\$ 58,855</u>	<u>\$ 59,900</u>	<u>\$ 60,749</u>
All Other Governmental Funds										
Non spendable	\$ 890	\$ 553	\$ 1,010	\$ 1,089	\$ 1,149	\$ 1,154	\$ 1,236	\$ 2,206	\$ 2,044	\$ 1,123
Restricted	21,317	17,814	18,158	15,294	20,119	22,189	26,079	28,880	46,742	56,822
Committed	700	1,045	4,989	5,576	5,559	5,572	4,118	3,858	210	3,232
Assigned	654	1,622	450	334	1,306	1,623	4,044	3,197	10,534	11,727
Unassigned	2,336	3,811	(1,685)	(1,566)	(748)	(767)	(750)	(752)	(12,733)	(19,429)
	<u>\$ 25,897</u>	<u>\$ 24,845</u>	<u>\$ 22,922</u>	<u>\$ 20,727</u>	<u>\$ 27,385</u>	<u>\$ 29,771</u>	<u>\$ 34,727</u>	<u>\$ 37,389</u>	<u>\$ 46,797</u>	<u>\$ 53,475</u>
Total Governmental Funds										
Non spendable	\$ 1,040	\$ 1,302	\$ 1,561	\$ 1,170	\$ 1,219	\$ 1,993	\$ 2,075	\$ 3,045	\$ 3,217	\$ 1,562
Restricted	75,713	74,748	80,271	86,637	88,261	90,042	97,037	103,831	103,172	114,915
Committed	14,176	17,315	20,810	24,151	26,805	30,663	29,281	29,272	25,822	25,333
Assigned	4,154	5,122	3,950	3,834	4,806	5,123	7,544	6,697	14,034	15,227
Unassigned	17,411	15,729	12,181	7,962	12,737	16,751	16,463	11,476	18,980	7,717
	<u>\$ 112,494</u>	<u>\$ 114,216</u>	<u>\$ 118,773</u>	<u>\$ 123,754</u>	<u>\$ 133,828</u>	<u>\$ 144,572</u>	<u>\$ 152,400</u>	<u>\$ 154,321</u>	<u>\$ 165,225</u>	<u>\$ 164,754</u>

COUNTY OF TULARE
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Revenues										
Taxes and special assessments	\$ 45,113	\$ 46,500	\$ 50,450	\$ 78,982	\$ 94,401	\$ 108,216	\$ 121,397	\$ 126,699	\$ 117,774	\$ 133,456
Licenses and permits	6,843	6,920	7,214	8,550	8,480	9,060	9,010	9,939	8,355	8,764
Fines, forfeitures, and penalties	6,528	14,029	7,968	8,124	8,764	4,219	10,218	13,031	12,429	13,020
Interest, rents, and concessions	7,109	6,163	2,979	5,294	7,146	11,389	12,093	12,177	8,474	3,587
Intergovernmental revenues	355,617	349,650	350,762	346,736	368,768	385,590	389,524	404,262	414,234	398,425
Charges for services	52,025	53,662	57,450	64,196	61,772	71,922	80,188	77,496	70,321	81,196
Other revenues	9,890	10,970	10,484	12,034	11,492	10,965	11,442	14,685	15,205	13,035
Total revenues	483,125	487,894	487,307	523,916	560,823	601,361	633,872	658,289	646,792	651,483
Expenditures										
General government	22,224	23,609	23,164	17,575	17,549	24,318	25,621	29,713	25,525	31,482
Public protection	127,337	123,937	139,512	144,136	153,259	162,811	184,009	189,989	184,477	174,320
Public ways and facilities	20,229	17,958	18,764	14,086	9,890	7,920	12,498	15,489	12,986	8,714
Health and sanitation	80,812	86,567	86,165	98,477	103,075	120,723	119,569	121,340	118,919	114,136
Public assistance	200,765	201,211	201,839	213,979	224,438	219,376	226,227	232,527	234,642	233,388
Education	3,129	3,200	3,370	3,462	3,289	3,831	4,329	4,855	4,722	5,109
Culture and recreation	1,578	1,759	1,831	1,524	1,323	1,740	3,361	1,968	1,920	38
Capital outlay	4,604	6,419	4,018	7,630	14,611	29,581	28,979	36,704	37,634	56,075
Debt service										
Principal	11,427	11,101	11,259	11,443	11,936	51,711	9,737	10,103	11,624	11,726
Interest and fiscal charges	10,040	8,413	7,926	8,388	9,421	10,763	10,778	8,954	5,566	2,961
Total expenditures	482,145	484,174	497,848	520,700	548,791	632,774	625,108	651,642	638,015	637,949
Excess (deficiency) of revenues over (under) expenditures	980	3,720	(10,541)	3,216	12,032	(31,413)	8,764	6,647	8,777	13,534
Other financing sources (uses)										
Sale of general capital assets	367	251	177	148	497	1,468	297	169	107	158
Sale of note receivable	-	-	5,321	-	-	-	-	-	-	-
Bond proceeds	-	-	-	-	-	43,987	-	231	1,669	-
Capital lease proceeds	-	394	30	-	44	-	-	-	-	-
Direct financing lease	-	-	101	105	114	121	128	-	-	-
Loan proceeds	1,053	2,147	2,906	1,775	-	-	-	-	-	-
Transfers in	98,306	97,791	101,557	102,141	116,185	114,577	100,925	102,189	96,795	76,575
Transfers (out)	(97,664)	(97,114)	(100,461)	(102,404)	(118,798)	(117,996)	(102,286)	(103,720)	(97,392)	(77,105)
Total other financing sources (uses)	2,062	3,469	9,631	1,765	(1,958)	42,157	(936)	(1,131)	1,179	(372)
Net change in fund balances	\$ 3,042	\$ 7,189	\$ (910)	\$ 4,981	\$ 10,074	\$ 10,744	\$ 7,828	\$ 5,516	\$ 9,956	\$ 13,162
Debt service as a percentage of noncapital expenditures	4.50%	4.08%	3.88%	3.87%	4.00%	10.36%	3.44%	3.10%	2.86%	2.52%

COUNTY OF TULARE
 GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE – TABLE
 LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)
 (amounts expressed in thousands)

Fiscal Year	Property	Sales and Use	Transient Occupancy	Property Transfer	Timber	Aircraft	Other	Total
2001 - 02	\$ 34,162	\$ 9,179	\$ 819	\$ 777	\$ 15	\$ 161	\$ -	\$ 45,113
2002 - 03	35,380	8,973	877	1,075	29	166	-	46,500
2003 - 04	37,802	10,108	986	1,349	39	166	-	50,450
2004 - 05	64,879	10,804	986	2,113	49	131	-	78,962
2005 - 06	78,579	12,122	1,069	2,407	42	182	-	94,401
2006 - 07	91,361	13,518	1,125	1,933	86	193	-	108,216
2007 - 08	102,205	16,718	899	1,270	90	215	-	121,397
2008 - 09	100,889	12,077	1,185	1,026	-	179	-	115,356
2009 - 10	96,218	7,742	1,138	778	2	177	-	106,055
2010 - 11	87,479	6,431	1,200	837	1	135	-	96,083
Percentage Growth Earliest to Current	156.1%	-29.9%	46.5%	7.7%	-93.3%	-16.1%	0.0%	113.0%

COUNTY OF TULARE
EQUALIZED ROLL ASSESSED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Total Assessed Value	Total Direct Tax Rate (%)
2001-02	15,232,365	1,064,889	16,297,254	1.00000
2002-03	16,004,259	1,150,562	17,154,821	1.00000
2003-04	16,984,360	1,051,432	18,035,792	1.00000
2004-05	17,971,651	1,087,362	19,059,013	1.00000
2005-06	19,714,530	1,174,747	20,889,277	1.00000
2006-07	22,463,149	1,142,461	23,605,610	1.00000
2007-08	25,190,040	1,522,742	26,712,782	1.00000
2008-09	26,632,559	1,616,099	28,248,658	1.00000
2009-10	26,317,008	1,692,118	28,009,126	1.00000
2010-11	26,525,428	1,516,586	28,042,014	1.00000

Due to the 1978 passage of the property tax initiative Proposition 13 (Prop 13), the County does not track the estimated actual value of all County properties. Under Prop 13, property is assessed at the 1978 market value with an annual increase limited to the lesser of 2% or the CPI on properties not involved in a change of ownership or properties that did not undergo new construction. Newly acquired property is assessed at its new market value (usually the purchase price) and the value of any new construction is added to the existing base value of a parcel. As a result, similar properties can have substantially different assessed values based on the date of purchase. Additionally, Prop 13 limits the property tax rate to 1% of assessed value plus the rate necessary to fund local voter-approved bonds and special assessments.

**COUNTY OF TULARE
DIRECT OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS (PER \$100 OF ASSESSED VALUES)**

	<u>2001-02</u>	<u>2002-03</u>	<u>2003-04</u>	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>
County-Wide Rates										
General	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
School District Rates										
Allensworth Elementary	0.050	0.043	0.041	0.044	0.044	0.044	0.018	-	-	-
Alta Vista Elementary	0.072	0.075	0.066	0.048	-	-	-	-	-	-
Buena Vista Elementary	0.048	0.033	0.035	0.031	0.026	0.031	0.027	0.027	0.025	0.016
Burton Elementary *	-	-	0.030	0.022	0.023	0.021	0.018	0.019	0.023	0.023
COS - Hanford SFID	-	-	-	-	-	-	0.025	0.020	0.012	0.025
COS - Tulare SFID	-	-	-	-	-	-	-	-	0.012	0.025
COS - Visalia SFID	-	-	-	-	-	-	-	-	0.005	0.013
Cutler-Orosi Unified *	-	-	-	0.060	0.060	0.060	0.050	0.040	0.011	0.035
Delano Joint High	0.053	0.159	0.090	0.097	0.097	0.163	0.117	0.100	0.119	0.155
Dinuba Unified	-	-	0.051	0.055	0.074	0.057	0.060	0.151	0.107	0.151
Earlimart Elementary	0.041	0.045	0.050	0.048	0.039	0.035	0.031	0.032	0.034	0.030
Exeter Elementary	-	-	-	-	-	-	-	0.029	0.028	0.032
Exeter High	0.028	0.031	0.037	0.038	0.034	0.030	0.049	0.040	0.037	0.040
Farmersville Elementary	-	-	-	-	-	-	-	-	-	-
Farmersville Unified *	0.160	0.162	0.170	0.148	0.133	0.095	0.074	0.072	0.098	0.090
Hanford Joint High *	0.027	0.032	0.030	0.033	0.039	0.058	0.049	0.054	0.053	0.055
Kern Community College SFID *	-	-	0.012	0.009	0.010	0.005	0.008	0.009	0.009	0.010
Kings Canyon Joint Unified *	-	0.043	0.051	0.058	0.035	0.045	0.082	0.064	0.091	0.109
Kings River Elementary	-	-	-	-	-	-	0.030	0.052	0.053	0.060
Kingsburg Joint Elementary	0.012	0.014	0.018	0.065	0.013	0.054	0.072	-	0.022	0.056
Kingsburg Joint High	0.065	0.054	0.050	0.050	0.059	0.089	0.625	0.009	0.074	0.068
Liberty Elementary	0.083	0.074	0.090	0.084	0.057	0.054	0.044	0.041	0.054	0.050
Lindsay Unified	-	0.044	0.052	0.060	0.060	0.060	0.055	0.055	0.092	0.122
Linns Valley Poso-Flat Joint Elementary	-	-	0.019	0.026	0.025	0.016	0.015	-	0.015	0.017
Porterville Elementary	-	-	-	-	-	-	-	-	-	-
Porterville SFID *	-	-	0.055	0.056	0.060	0.052	0.055	0.050	0.005	0.052
Richgrove Elementary	0.046	0.045	0.036	0.051	0.043	0.038	0.004	0.038	0.041	0.038
State Center Comm College SFID *	-	-	0.016	0.014	0.006	0.005	0.016	-	0.010	0.010
Stone Corral	-	-	-	-	-	-	-	0.030	0.022	0.025
Strathmore High	-	0.085	0.078	0.086	0.070	0.062	0.052	0.053	0.055	0.050
Sundale Elementary	0.041	0.046	0.043	0.040	0.039	0.034	0.027	0.031	0.026	0.024
Terra Bella	-	-	-	-	-	-	-	-	0.034	0.030
Three Rivers Elementary	-	-	-	-	-	-	-	-	-	-
Traver Elementary *	-	-	-	0.028	0.057	0.053	0.060	0.051	0.049	0.052
Tulare High *	-	-	-	0.053	0.060	0.047	0.043	0.020	0.039	0.039
Visalia Unified *	0.062	0.070	0.063	0.050	0.042	0.034	0.028	0.030	0.036	0.030
Woodlake Elementary	0.053	0.054	0.051	0.049	0.046	0.040	0.036	0.035	0.043	0.035
Woodlake High	0.044	0.038	0.037	0.037	0.034	0.030	0.027	0.056	0.066	0.060

COUNTY OF TULARE
DIRECT OVERLAPPING PROPERTY TAX RATES (Continued)
LAST TEN YEARS (PER \$100 OF ASSESSED VALUES)

	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Special District Rates										
Kaweah Delta Healthcare District	-	-	-	0.040	0.040	0.035	0.031	-	0.028	0.029
Kaweah Delta Water Conservation	0.001	0.000	0.001	0.001	0.001	0.001	0.000	-	-	0.001
Lindsay Hospital	-	-	-	-	-	-	-	-	-	-
Kings Joint Mosquito Abatement	-	-	-	-	-	-	-	(0.005)	-	-
Patterson Tract CSD	0.024	-	-	-	-	-	-	-	-	-
Tulare County Pest Control	-	-	-	1.250	1.250	1.250	1.250	5.000	5.000	5.000 **
Tulare Healthcare District	-	-	-	-	-	-	0.019	0.039	0.083	0.113
South Tulare County Citrus Pest	12.680	12.320	11.423	11.423	11.423	11.423	11.423	11.423	11.423	11.423 **
Woodville Public Utility	0.036	0.038	0.036	0.029	0.025	0.025	-	-	-	-

* School rates have been combined with educational facilities.

** Trees Per Acre

Note 1: All tax rates are levied and collected upon each \$100.00 valuation of net assessed valuation of taxable property, as assessed by the County Assessor, except for Kaweah Delta Water Conservation District (KDWC) and Citrus Pest Control District tax rates. KDWC tax rates are levied and collected upon each \$100.00 valuation of land and improvement assessed valuation of taxable property. Citrus Pest Control District tax rates are levied and collected upon each 100 trees per acre valuation as assigned by the County Assessor.

Note 2: The County-Wide tax rate is distributed to tax revenue districts according to California State law, specifically AB8. This includes the County of Tulare, Library Fund, Fire Fund, all cities, all schools, and special districts that set tax rates prior to Proposition 13.

**COUNTY OF TULARE
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND NINE FISCAL YEARS AGO
(amounts expressed in thousands)**

Fiscal Year 2010-11			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Southern California Edison Company	\$ 396,563	1	1.42%
Saputo Cheese USA Inc	278,296	2	0.99%
California Dairies/Milk Producers	216,523	3	0.77%
Land O' Lakes	169,640	4	0.61%
Wal-Mart Stores	134,558	5	0.48%
Pixley Ethanol	106,432	6	0.38%
Imperial Bondware	92,898	7	0.33%
Southern California Gas Company	89,529	8	0.32%
VF Outdoor	87,732	9	0.31%
Oscar Mayer Food Corp	83,480	10	0.30%
Totals	\$ 1,655,651		5.91%

Fiscal Year 2002-03			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Land O' Lakes, Inc/Cheese & Protein Intl, LLC	\$ 230,953	1	1.35%
So. Calif. Edison Company	164,853	2	0.96%
Pacific Bell	102,065	3	0.59%
Kraft Foods, Inc / Oscar Mayer	100,442	4	0.59%
Wal-Mart Stores, Inc	93,879	5	0.55%
California Milk Producers	65,908	6	0.38%
So. Calif. Gas Company	65,312	7	0.38%
Recot, Inc / Frito Lay, Inc	62,150	8	0.36%
Best Buy Stores, LP	39,035	9	0.23%
Haagen-Dazs/ Ice Cream Partners USA, LLC	38,532	10	0.22%
Totals	\$ 963,129		5.61%

COUNTY OF TULARE
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Taxes Levied	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years*	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001-02	\$ 154,682	\$ 149,897	96.91%	\$ -	\$ 149,897	96.91%
2002-03	162,726	157,372	96.71%	-	157,372	96.71%
2003-04	173,386	168,089	96.94%	5,221	173,310	99.96%
2004-05	183,896	178,233	96.92%	4,905	183,138	99.59%
2005-06	202,601	195,336	96.41%	5,666	201,002	99.21%
2006-07	231,424	221,428	95.68%	5,616	227,044	98.11%
2007-08	261,193	245,387	93.95%	7,022	252,409	96.64%
2008-09	279,176	260,262	93.23%	11,208	271,470	97.24%
2009-10	276,919	259,724	93.79%	12,440	272,164	98.28%
2010-11	275,625	258,384	93.74%	9,766	268,150	97.29%

COUNTY OF TULARE
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(amounts expressed in thousands, except per capita amount)

Fiscal Year	Governmental Activities							Business-type Activities		Total Primary Government	Percentage of Personal Income *	Per Capita *
	Certificates of Participation	Variable Rate Demand Bonds	Pension Obligation Bonds	Health Insurance Revenue Bond	Tax Allocation Bonds	Loans and Notes	Leases	Certificates of Participation	Bonds			
2001-02	\$ 74,880	\$ 44,600	\$ 37,600	\$ -	\$ -	\$ 7,664	\$ -	\$ 1,656	\$ 9	\$ 166,409	2.15%	434
2002-03	63,131	44,200	35,870	-	-	17,555	359	1,637	9	162,761	2.03%	414
2003-04	63,133	43,800	33,800	-	-	17,281	287	1,610	8	159,919	1.91%	400
2004-05	56,870	43,300	31,355	-	-	16,352	133	1,584	8	149,602	1.72%	365
2005-06	50,300	42,800	28,495	-	-	20,954	68	1,558	8	144,183	1.59%	343
2006-07	46,165	42,360	25,175	-	1,627	18,927	38	1,531	8	135,831	1.44%	317
2007-08	41,790	41,665	21,345	-	1,586	17,219	6	1,503	8	125,122	1.28%	286
2008-09	37,210	41,050	16,955	-	1,778	15,730	-	1,476	8	114,207	1.05%	272
2009-10	32,290	40,435	11,955	-	1,689	14,351	-	1,474	7	102,201	0.86%	228
2010-11	26,315	49,260	6,313	-	-	13,199	-	1,416	7	96,510	1.38%	235

* Personal income and populations used for these calculations appear in Table 13.

COUNTY OF TULARE
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
(amounts expressed in thousands)
As of June 30, 2011

<u>Overlapping Tax and Assessment Debt</u>	<u>Debt Outstanding</u>	<u>Estimated % Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Cutler-Orosi Unified	\$ 4,187	93.34%	\$ 3,908
Dinuba 2002A	8,113	99.31%	8,057
Dinuba 2002B	1,797	99.31%	1,785
Dinuba 2002C	3,888	99.31%	3,861
Dinuba 2006A	8,177	99.31%	8,121
Dinuba 2006B	4,171	99.31%	4,142
Traver 2004M	516	95.52%	493
Traver 2004N	568	95.52%	543
Tulare Joint Union High 2004A	33,553	99.82%	33,493
Tulare Joint Union High 2004B	8,839	99.82%	8,823
COS Hanford 2006A	157	1.07%	2
COS Hanford 2006B	75	1.07%	1
COS Tulare 2008A	17,455	90.14%	15,734
COS Tulare 2008B	-	90.14%	-
<u>Total Overlapping Tax and Assessment Debt</u>	<u>\$ 91,496</u>		<u>\$ 88,963</u>
<u>Direct General Fund Obligation Debt</u>			
Tulare County Certificates of Participation	\$ 26,315	100.00%	\$ 26,315
<u>Total Direct General Fund Obligation Debt</u>	<u>\$ 26,315</u>		<u>\$ 26,315</u>

Note 1: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Tulare County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident - and therefore responsible for repaying the debt - of each overlapping government.

Note 2: For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value which is within the County's boundaries and dividing it by each unit's total taxable assessed value.

**COUNTY OF TULARE
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(amounts expressed in thousands)**

Legal Debt Margin Calculation for Fiscal Year 2010-11	
Net Assessed Value	\$ 27,306,780
Debt Limit - 1.25 Percent of Taxable Property (1)	341,335
Amount of Debt Applicable to Debt Limit (2)	<u>-</u>
Legal Debt Margin (3)	<u><u>\$ 341,335</u></u>

	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Debt limit	\$ 203,716	\$ 214,435	\$ 237,711	\$ 260,486	\$ 296,389	\$ 333,044	\$ 352,369	\$ 340,733	\$ 337,442	\$ 341,335
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 203,716</u>	<u>\$ 214,435</u>	<u>\$ 237,711</u>	<u>\$ 260,486</u>	<u>\$ 296,389</u>	<u>\$ 333,044</u>	<u>\$ 352,369</u>	<u>\$ 340,733</u>	<u>\$ 337,442</u>	<u>\$ 341,335</u>
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

- (1) Constitutional Amendment XIII A, passed by a vote of the people and effective July 1, 1978, prohibits the County from raising ad valorem property taxes above 1% of full cash value. Thus, the legal debt is 1.25% of assessed valuation.
- (2) As of 6/30/11, the County had no tax supported general obligation bonded debt outstanding.
- (3) Legal debt margin is computed by subtracting the County legal general obligation bonded debt from the legal debt limit.

**COUNTY OF TULARE
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Per Capita Personal Income (Calculated)	Personal Income (amounts expressed in millions) (1)(5)	Median Age (1)(3)	School Enrollment (4)	Unemployment Rate (2)
2000-01	375,200	\$ 19,712.15	\$ 7,396	29	85,664	14.0%
2001-02	383,100	20,159.23	\$ 7,723	29	86,952	14.0%
2002-03	392,900	20,386.87	\$ 8,010	29	88,341	13.6%
2003-04	400,123	20,906.07	\$ 8,365	29	90,230	14.5%
2004-05	409,871	21,274.99 (5)	\$ 8,720 (5)	29	92,126	9.0%
2005-06	420,131	21,595.65 (5)	\$ 9,073 (5)	29	93,424	7.9%
2006-07	429,006	21,995.03 (5)	\$ 9,436 (5)	29	94,407	8.6%
2007-08	436,839	22,463.66 (5)	\$ 9,813 (5)	29	95,344	9.8%
2008-09	441,481	25,920.00 (5)	\$ 10,865 (5)	29	96,811 (5)	14.7%
2009-10	447,814	26,545.00 (5)	\$ 11,887 (5)	29	97,321 (5)	14.7%
2010-11	436,946	16,999.00 (1)	\$ 6,973 (5)	29	97,889 (4)	15.9%

(1) Source: California Department of Finance, Demographic Research Unit; Census every 10 years.

(2) Source: State Department of Employment Development

(3) Median age is the age at which there are as many residents older as there are younger.

(4) California Department of Education, Educational Demographics Unit

(5) Amounts are estimated based on historical percentages.

COUNTY OF TULARE
PRINCIPAL EMPLOYERS
CURRENT YEAR AND ELEVEN YEARS AGO

2010-2011				1999-2000**			
Employer	Employees	Rank	Percentage of Total County Employment	Employer	Employees	Rank	Percentage of Total County Employment
County of Tulare	4,320	1	2.26%	County of Tulare	1,064	1	0.67%
Porterville Development Center	2,000	2	1.05%	Wal-Mart Distribution Center	1,350	2	0.84%
Kaweah Delta Healthcare District	2,000	3	1.05%	Ruiz Food Products	1,100	3	0.69%
Ruiz Food Products	1,800	4	0.94%	Jostens	980	4	0.61%
Wal-Mart Distribution Center	1,692	5	0.89%	Nash De Camp	800	5	0.50%
College of the Sequoias	1,160	6	0.61%	Land O'lakes	650	6	0.41%
Sierra View District Hospital	725	7	0.38%	CIGNA HealthCare	600	7	0.38%
Jostens	720	8	0.38%	Monrovia Nursery	500	8	0.31%
CIGNA HealthCare	700	9	0.37%	Kraft Foods	400	9	0.25%
Land O'lakes	600	10	0.31%	Waterman Industries	366	10	0.23%

Source: Tulare County Economic Development Corporation

** The data for Fiscal Year 2000-2001 was not available, so the data for Fiscal Year 1999-2000 was used.

**COUNTY OF TULARE
EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
General Government										
Administration	42	40	42	45	48	50	53	52	49	51
Retirement	-	-	-	-	-	-	-	-	-	11
County Counsel	40	37	37	38	39	41	45	48	48	50
Risk Management	4	4	5	8	8	9	9	6	4	6
Elections	7	7	7	7	7	8	7	7	7	5
Finance	127	122	123	126	130	133	144	144	143	157
Purchasing	7	6	5	5	5	6	6	6	7	5
Planning and Development	50	50	58	61	64	61	78	77	67	54
Other General	170	166	160	163	165	204	322	297	257	254
Public Protection										
Child Support Services	311	316	316	269	269	269	269	269	226	194
District Attorney	175	188	169	178	165	175	196	201	215	233
Fire Protection	23	23	23	24	20	27	111	114	114	122
Probation	304	313	300	302	309	315	327	335	348	345
Public Defender	66	66	66	69	71	75	83	83	83	78
Sheriff / Coroner	839	654	650	662	710	748	772	751	733	743
Trial Courts	-	-	-	-	-	-	-	-	-	1
Other Protection	57	53	57	57	57	57	58	58	60	102
Public Ways and Facilities	133	133	132	133	133	133	134	134	149	200
Health and Sanitation	624	618	544	581	625	650	575	475	443	439
Public Assistance	1,621	1,454	1,538	1,618	1,623	1,687	1,721	1,366	1,404	1,392
Education	52	37	38	38	38	41	45	45	47	59
Culture and Recreation	19	19	15	15	15	15	16	15	18	19
Solid Waste Management	72	72	72	72	72	75	76	75	64	66
Total Number of Employees by Function	4,743	4,378	4,357	4,471	4,573	4,779	5,047	4,558	4,486	4,586
Total Gross Salaries*	\$138,547	\$142,713	\$150,544	\$152,349	\$156,554	\$162,093	\$172,488	\$192,779	\$205,703	\$ 192,090

*Gross Salaries Rounded to Thousands

**COUNTY OF TULARE
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
PUBLIC PROTECTION										
Child Support Services										
Number of Caseloads	-	38,800	37,298	36,712	35,687	35,678	34,960	37,498	36,109	31,621
Number of Orders Established	-	2,516	1,951	2,009	2,085	1,810	2,211	2,347	3,972	1,638
Distributed Collections	\$ 37,608,967	\$ 39,459,603	\$ 40,480,568	\$ 39,825,831	\$ 40,639,624	\$ 39,001,365	\$ 40,832,921	38,876,640	38,084,538	37,622,198
District Attorney										
Number of Adult Felony Cases Processed (Reviewed and Evaluated)	5,795	4,770	6,195	6,444	7,131	9,160	8,419	7,835	7,477	7,165
Number of Adult Felony Cases Filed	3,772	4,341	4,282	4,474	4,960	5,702	5,547	4,742	4,074	4,085
Number of Adult Misdemeanors Cases Processed (Reviewed and Evaluated)	13,357	11,388	13,815	15,309	15,571	15,727	18,058	16,765	14,982	13,742
Number of Adult Misdemeanors Cases Filed	10,438	10,768	12,828	12,437	12,747	12,943	14,192	14,028	11,606	10,228
Total Juvenile Felony & Misdemeanors Cases Processed	2,715	2,766	3,079	3,556	14,893	2,954	2,771	2,729	2,701	2,608
Number of Juvenile Misdemeanors Cases Filed	1,303	1,823	1,355	1,390	1,196	886	877	640	526	364
Number of Juvenile Felony Cases Filed	752	943	866	1,268	754	829	733	719	674	607
Total Cases Tried (Excluded Juvenile Trials)	222	170	216	186	196	207	173	217	175	137
Total Number of Estates Opened	27	31	9	28	28	24	15	52	49	26
Total Number of Estates Closed	29	15	22	7	7	21	18	30	53	21
Total Amount of Fees Collected	\$ 45,533	\$ 12,021	\$ 36,307	\$ 89,447	\$ 89,447	\$ 111,449	\$ 117,659	93,591	74,881	32,552
Total Amount of Bond Fees	\$ 2,957	\$ 708	\$ 1,635	\$ 2,040	\$ 2,041	\$ 10,238	\$ 11,647	6,678	4,584	1,844
Fire Protection										
Number of Fires	2,138	2,227	2,285	2,492	2,383	3,156	3,227	1,890	4,429	1,735
Medical Aids	6,965	7,353	7,673	8,298	8,330	8,997	7,408	7,395	6,949	7,529
Assist Other Agencies	802	1,025	1,413	1,534	1,622	1,204	1,383	597	861	512
Public Defender										
Felony New Cases Opened	4,204	4,763	4,957	5,066	6,074	6,274	5,526	5,549	4,767	4,663
Misdemeanor New Cases Opened	6,113	6,276	6,340	6,055	6,457	9,251	8,620	7,638	6,911	7,374
Juvenile Delinquency New Cases Opened	2,425	2,526	2,304	2,629	2,451	2,170	1,879	1,904	1,443	1,214
Other New Cases	-	-	-	-	-	-	-	585	990	827
Sheriff/Coroner										
Homicide	12	12	11	9	-	20	13	28	12	21
Rape	29	36	33	28	30	38	29	31	26	32
Robbery	68	75	68	68	86	92	78	92	90	91
Aggravated Assault	308	450	518	470	-	854	388	369	415	398
Burglary	999	1,141	1,045	1,219	1,328	1,017	906	1,076	1,186	1,132
Larceny Theft	1,686	1,668	2,066	2,071	2,117	2,173	2,247	2,106	2,041	2,164
Warrants Processed	14,761	18,054	19,336	19,916	22,743	19,813	21,195	22,761	19,079	22,548
Jail Population-Admissions	19,561	20,689	20,394	20,943	22,675	29,241	26,183	25,376	24,348	23,444
Other Protection - Auto Theft										
Number of Vehicles Recovered	76	81	32	92	73	68	96	116	133	72
Total Value of Recovered Vehicles	\$ -	\$ 1,014,915	\$ 1,003,500	\$ 300,000	\$ 960,500	\$ 508,000	\$ 609,885	\$ 1,216,500	\$ 1,350,500	\$ 612,000

(Continued)

COUNTY OF TULARE
OPERATING INDICATORS BY FUNCTION (Continued)
LAST TEN FISCAL YEARS

Function	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Other Protection - Environmental Health										
Small Water System Inspections	237	336	221	280	240	59	18	50	94	98
Food Facility Inspections	1,822	1,175	1,402	1,647	1,620	2,337	1,403	2,415	2,916	3,156
Swimming Pool Inspections	321	61	108	113	134	114	126	345	485	462
Dairy Inspections	906	971	996	999	1,014	952	952	1,043	1,027	1,065
Hazardous Materials Inspections	203	94	272	247	308	379	414	427	386	387
Hazardous Waste Inspections	102	53	133	139	156	225	214	201	212	221
Underground Tank Inspections	273	249	270	255	277	316	269	274	263	256
Animal Control Field Calls	3,356	4,919	5,258	5,246	4,899	4,239	4,022	4,199	3,876	3,843
Rabies Investigations	134	124	123	143	105	148	112	156	238	205
Animal Control Intake	6,967	8,245	8,031	8,453	8,829	9,172	9,151	9,221	8,787	9,316
Solid Waste Inspections	262	296	282	275	277	293	237	263	282	251
Liquid Waste Inspections	37	68	44	51	54	47	60	63	74	84
Tire Facility Inspections	123	128	172	265	181	222	-	-	-	-
Illegal Tire Pile Inspections	31	76	48	29	23	24	-	-	-	-
Medical Waste Inspections	24	24	24	25	25	25	25	25	44	39
PUBLIC WAYS AND FACILITIES										
Roads										
Total Maintained Mileage	3,078	3,072	3,065	3,057	3,048	3,008	3,006	3,046	3,046	3,041
Miles of Road Re-oiled	55	55	55	55	45	52	68	74	91	53
Miles of Chip Seals	100	125	100	94	75	113	105	105	94	69
Miles of Surface Seals	70	70	70	70	70	62	57	-	-	3,540
Miles of Shoulders	200	200	200	200	200	120	250	250	250	250
Bridges over 20 feet	-	-	366	362	360	360	360	360	360	358
Bridges less than 20 feet	32	32	32	32	32	34	34	34	34	50
Numbers of Installed Traffic Signs	-	-	-	-	17,282	17,300	17,475	17,817	17,938	17,653
Miles of Road Striped	-	-	-	-	1,276	1,758	1,758	1,650	500	750
Number of Traffic Signal Locations	-	-	-	-	8	8	8	9	11	11
Number of Streetlights	-	-	-	-	1,384	1,459	1,468	1,468	1,473	1,537
Number of Traffic Collisions	1,734	1,884	1,846	1,915	1,879	1,720	1,468	1,731	1,504	1,590
HEALTH AND SANITATION										
Childhood Dental Disease Prevention Program										
Number of Children Receiving Oral Health Education	-	7,561	7,487	7,564	7,789	11,752	6,899	6,209	-	-
Number of Children Receiving Dental Screening	-	2,615	2,370	2,761	3,571	1,500	1,712	3,045	-	-
Number of Children Receiving Sealants	-	5,615	2,370	1,851	3,571	305	218	371	-	-
TeenSMART										
Number of Presentations	-	-	33	75	105	150	84	-	-	-
Number of Participants Reached	-	-	1,895	1,126	1,415	1,910	9,831	-	-	-
Teen Pregnancy Prevention Program Clients Served										
Adolescence Family Life Program (AFLP)	567	607	633	613	652	641	659	715	588	340
Adolescence Siblings Preventive Parenting Program	657	633	597	611	507	-	-	-	4	-
Cal-Learn Program	110	164	151	153	127	550	544	552	409	859

(Continued)

COUNTY OF TULARE
OPERATING INDICATORS BY FUNCTION (Continued)
LAST TEN FISCAL YEARS

Function	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Unduplicated Number of Mental Health Clients Served										
Outpatient	7,798	7,455	8,021	8,511	8,870	9,343	9,530	9,568	9,757	9,652
Inpatient	706	566	540	675	613	558	579	365	671	772
Conserved	311	322	266	277	278	264	229	180	186	178
Day Treatment	267	135	13	4	5	8	8	2	1	5
Tulare County Clinic Encounters	108,719	101,233	102,930	104,080	115,285	105,667	-	-	-	-
HIV Annual Statistics										
Monthly Caseloads	132	182	215	318	352	62	66	62	65	64
Number of New Clients	28	25	32	11	15	13	34	24	15	16
PUBLIC ASSISTANCE										
Indigent Patient Count										
Total Inpatient Services Unduplicated Count	6,447	5,369	3,904	-	-	370	-	-	-	-
Total Outpatient Services Unduplicated Count	5,805	4,253	4,052	-	-	2,864	-	-	-	-
Total Emergency Services Patients Unduplicated Count	3,782	3,101	2,994	-	-	1,855	-	-	-	-
Welfare Fraud										
Major Fraud Cases Completed	2,015	2,464	2,095	1,363	1,072	752	1,968	2,325	3,132	1,557
Persons Convicted	218	158	136	87	104	76	99	131	105	56
Court Ordered Restitution	\$ -	\$ 499,987	\$ 424,443	\$ 424,443	\$ 300,422	\$397,627	\$446,587	539,344	519,590	246,995
Community Based Programs										
Congregate Meals Served	113,419	138,486	127,347	121,932	125,007	125,167	107,509	82,240	69,851	71,261
Home Delivered Meals	62,998	90,798	83,333	94,026	108,794	121,672	99,140	47,953	51,692	65,260
Information & Assistance Contacts	23,850	56,152	64,983	49,692	52,346	49,607	72,148	61,389	9,182	10,802
Health Insurance Counseling and Advocacy Program (HICAP)	1,280	607	410	359	297	363	259	318	348	351
Number of People Served through Area Agency on Aging Funds	201,547	286,043	276,073	266,009	286,444	296,809	217,876	182,252	184,815	133,068
Number of Adult Protective Services Cases Opened	811	843	828	930	976	784	942	916	893	768
Number of Enrolled Participants in Cal Works	7,996	7,511	7,341	7,198	-	5,243	6,274	6,452	6,519	7,335
CULTURE AND RECREATION										
Parks and Recreation										
Total Number of Cars Entered Parks	-	-	32,680	29,066	22,266	20,393	20,351	19,511	17,639	25,702
Total Amount of Park Reservations	-	-	2,070	1,529	1,697	1,902	1,735	1,636	1,036	837
SOLID WASTE MANAGEMENT										
Sanitation-Landfills										
Landfill Tonnage Gross Total	245,877	252,039	269,401	250,254	281,830	310,099	271,245	235,162	225,337	246,965
Landfill Tonnage Recycled Total	17,461	20,653	19,457	20,680	26,408	36,181	48,892	50,117	49,207	56,128
OTHER ENTERPRISES										
Transit										
Total Route Miles	363,067	382,787	409,323	410,767	444,855	441,358	517,947	631,960	676,359	794,963
Number of Passengers	75,334	74,615	90,128	86,828	89,952	105,715	130,266	155,151	188,999	244,500

(Concluded)

**COUNTY OF TULARE
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Public Protection										
Sheriff/Coroner										
Stations	4	4	4	4	4	4	4	4	4	4
Sworn Deputies & Officers	578	578	448	467	448	504	523	513	527	524
Non-sworn Personnel	223	223	184	191	181	195	198	199	203	201
Fire Protection										
Stations	36	29	27	28	29	28	28	29	26	27
Firefighters & Officers	71	70	71	57	69	58	70	83	83	83
Volunteer Firefighters	440	440	425	440	440	440	440	440	440	440
Building Permits Issued	3,194	3,790	2,163	3,643	6,428	5,847	5,118	3,925	3,353	3,494
Public Ways and Facilities										
Roads (miles)	3,077	3,072	3,072	3,072	3,048	3,008	3,006	3,046	3,540	3,041
Streetlights	1,384	1,295	1,295	1,454	1,384	1,459	1,468	1,384	1,472	1,537
Culture and Recreation										
Libraries	15	15	15	15	15	15	15	15	15	15
DVD Books	-	-	-	-	-	-	1,502	-	1,100	2,100
Bookmobiles	2	2	2	2	2	2	2	2	2	2
Volumes	388,909	364,325	366,018	352,184	372,000	317,532	288,035	-	341,774	343,928
Available Computers	-	-	-	-	-	-	123	-	123	123
Park acreage	592	685	685	604	688	688	688	688	688	628
Parks	10	10	10	10	11	11	11	11	11	10
Museum (square feet)	25,919	25,919	25,919	25,919	25,919	25,919	25,919	25,919	42,919	42,919
Lake Success Capacity (acre feet)	82,000	82,000	82,000	82,300	29,000*	29,000*	29,000	29,000	2,900	29,000
Lake Kaweah Capacity (acre feet)	143,000	143,000	143,000	185,600	185,600	185,600	185,600	165,600	185,600	185,600
Solid Waste Management										
Landfill Sites	7	7	7	7	7	7	7	7	7	7
Transfer Stations	7	7	7	7	7	7	7	7	7	7

*Reflects a new lower maximum capacity due to dam deficiencies.

COUNTY OF TULARE
SUMMARY OF FINANCING REQUIREMENTS
BY FUND AND FUNCTION
(amounts expressed in thousands)

Summary by fund	Actual Expenditures and Transfers 2009-2010 (1)	Actual Expenditures and Transfers 2010-2011 (1)	Budgeted Expenditures and Transfers 2011-2012 (2)	Summary by function	Actual Expenditures and Transfers 2009-2010 (1)	Actual Expenditures and Transfers 2010-2011 (1)	Budgeted Expenditures and Transfers 2011-2012 (2)
General	\$ 558,597	\$ 544,407	\$ 598,091	General government	\$ 19,354	\$ 25,319	\$ 46,627
Indigent Health	1,256	1,123	1,165	Public protection	182,939	172,807	178,383
Children & Health	-	-	-	Public ways and facilities	12,986	8,714	7,211
Library	3,909	4,300	6,545	Health and sanitation	118,919	114,136	1,845
Fish and Game	10	13	16,804	Public assistance	234,642	233,388	274,574
Aviation	1,418	196	575	Education	4,722	5,109	-
Structural Fire	13,733	12,417	12,840	Culture and recreation	1,920	38	-
Roads	38,700	57,070	79,166	Debt service	8,712	6,816	1,987
Workforce Investment Act	16,200	14,889	10,574	Capital outlay	35,382	55,599	-
Child Support Services	14,692	13,584	17,001	Transfers out	93,858	74,068	17,835
Realignment	43,117	26,041	17,225				
Tobacco Settlement Revenue	3,728	3,854	3,962				
Debt Service	12,701	13,042	16,828				
Capital Projects	5,373	5,058	15,878				
Total by fund	<u>\$ 713,434</u>	<u>\$ 695,994</u>	<u>\$ 796,654</u>	Total by function	<u>\$ 713,434</u>	<u>\$ 695,994</u>	<u>\$ 528,462</u>

(1) Actual amounts from CAFR basic financial statements for governmental fund types not including component units.

(2) Adopted budget amounts from the Board of Supervisors Adopted Budget for governmental fund types not including component units.

COUNTY OF TULARE
INSURANCE POLICIES IN FORCE DURING FISCAL YEAR ENDED JUNE 30, 2011
(amounts in whole dollars)

Company	Policy #	Policy Period From	Policy Period To	Self Insured Retention/ Deductible (SIR)	Limits	Premium Costs	Coverage	Fund
CSAC-EIA Excess Workers' Compensation	EIA 10 EWC-48	7/1/2010	6/30/2011	\$125,000	Statutory, including defense for Serious and Willful Actions	\$1,696,428	Workers' Compensation	061
CSAC-EIA GL I General Liability I	EIA 10 EL-50	7/1/2010	6/30/2011	\$250,000 per occurrence	\$1,000,000 per occurrence	\$1,138,716	1st Layer Liability Excess liability coverage - applies above SIR for liability claims by third parties	062
CSAC-EIA GL-II General Liability II	EIA 10 GL2-12	7/1/2010	6/30/2011	\$1,000,000	\$15,000,000 excess of first layer above	\$987,103	2nd Layer Liability Excess liability coverage - applies above first layer	062
CSAC/EIA Optional Excess Liability	EIA 10 OEL	7/1/2010	6/30/2011	Underlying Coverage in GL I and GL II	\$10,000 excess \$25,000,000	\$97,824	Optional Excess Liability Excess Limits of Liability	062
CSAC-EIA Old Republic Insurance Co. Aviation	PR 000230907	6/30/2010	6/30/2011	NIL Owned	\$10,000,000 per occurrence \$10,000,000 for hanger keeper liability	\$5,260	Aviation Liability Aviation Commercial Liability for County owned airports	062
CSAC-EIA Old Republic Insurance Co. Aviation Hull	HL00070807	6/30/2010	6/30/2011	NIL - Owned-Not In-motion \$5,000 Owned-In-motion/moored	\$5,000,000 \$485,000 Hull damage	\$11,028	Aircraft Property Hull	063
CSAC-EIA Property	EIA PPR10-13	3/31/2010	3/31/2013	\$10,000	Replacement costs Includes Vehicles	\$299,753	Property Real and Personal Property Includes vehicles	063
CSAC-EIA Crime Bond	6299364	6/30/2008	7/1/2011	\$25,000	\$10,000,000	\$37,328	Crime Bond Covers losses as a result of employee dishonesty, theft, robbery, and burglary.	063
CSAC-EIA Water Craft Liability Navigators Insurance Co.	SF10CFT338141	6/30/2010	6/30/2011	\$1,000	\$2,000,000 CLS	\$4,500	Water Craft Primary and Excess Liability	063
CSAC-EIA Water Craft Hull Navigators Insurance Co.	SF10CFT338141	6/30/2010	6/30/2011	\$1,000	\$428,000	\$1,498	Hull Coverage per boat Values	063
CSAC-EIA Medical Malpractice	Pool layer: EIA 10 M2 CM 12 Reinsurance layer: EIA 10 M2 OCC 12	10/1/2010	10/1/2011	\$10,000 per Claim	\$10,000,000 per Claim	\$264,828	Medical Malpractice Claims Made	064