



Comprehensive Annual Financial Report

County of Tulare
State of California

**For the Fiscal Year
Ended June 30, 2009**

COUNTY OF TULARE STATE OF CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Prepared for the Board of Supervisors By

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

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

**COUNTY OF TULARE
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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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

REBECCA K. CARR, CPA
Assistant Auditor-Controller
(559) 636-5200

January 22, 2010

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, 2009, 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 are accurate in all material respects and are 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. 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 441,481 and its County seat, the City of Visalia, has a population of approximately 123,670.

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. 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 in acreage 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, walnuts, plums, peaches, nectarines, and blueberries which account for hundreds of millions of dollars in farm income each year. California produces 95% of the nation's olives, 40% 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:

Provided the LOOP bus service for youth in the unincorporated areas of the County to receive rides free of charge into cities where they can participate in youth programs and events.

Sponsored, through collaboration with the Tulare County Gang Task Force, six Step Up community events and the South Valley Gang Awareness Forum.

Formed the Tulare County Youth Commission for the purpose of administering the Step Up Youth Activities grant program, awarding \$70,000 in grants to youth groups during the year.

Started construction on the History of Farm Labor and Agriculture Museum.

Initiated the "Strengthening the Bottom Line" countywide budget analysis to identify potential cost savings, potential revenue sources, and efficiency improvements.

Implemented a pilot program to install automatic external defibrillators (AEDs) in County facilities and CPR/AED certify County employees as volunteer responders.

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:

Continue to support the Step Up Program and the Sheriff's Department to expand anti-gang operations throughout the County.

Continue to support local water agencies and municipalities to enhance water supplies and water quality.

Continue to conservatively manage the County's budget so as to size county government to fit available resources.

Finalize master plan for Mooney Grove Park to complete construction of the History of Farm Labor and Agriculture Museum.

Develop a five year financial forecast to assist in long term financial planning for the County.

Work to ensure that zoning laws are enforced for code compliance and zoning enforcement.

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, 2009, 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. 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.

EMPLOYEES' RETIREMENT PLAN

County employees' retirement is provided by the Tulare County Employees' Retirement Association (TCERA) which was established July 1, 1945, pursuant to the provisions of the County Employee Retirement Law of 1937. Substantially all employees are covered by this contributory plan. The Board of Retirement consists of nine people, four elected by employee members, both working and retired, four appointed by the Board of Supervisors and the County Treasurer. The Retirement Association is not considered a component unit of the County of Tulare because membership includes entities that are not part of the County.

Contributions are made to the Employees' Retirement Association by both the County and members in amounts recommended by the TCERA's actuary. Five years of service is needed for a partial vested interest and ten years of membership and a minimum age of 50 is required for full vesting.

The Board of Supervisors adopted a second tier to the retirement plan in 1980 and added a third tier in January 1990 pursuant to Internal Revenue Code Section 415. Effective July 1, 2005, a benefit formula improvement was approved by the Board of Supervisors for all service earned on and after that date by General Members of the plan. A complete financial report is available from the Retirement Association.

TREASURY POOL CASH MANAGEMENT

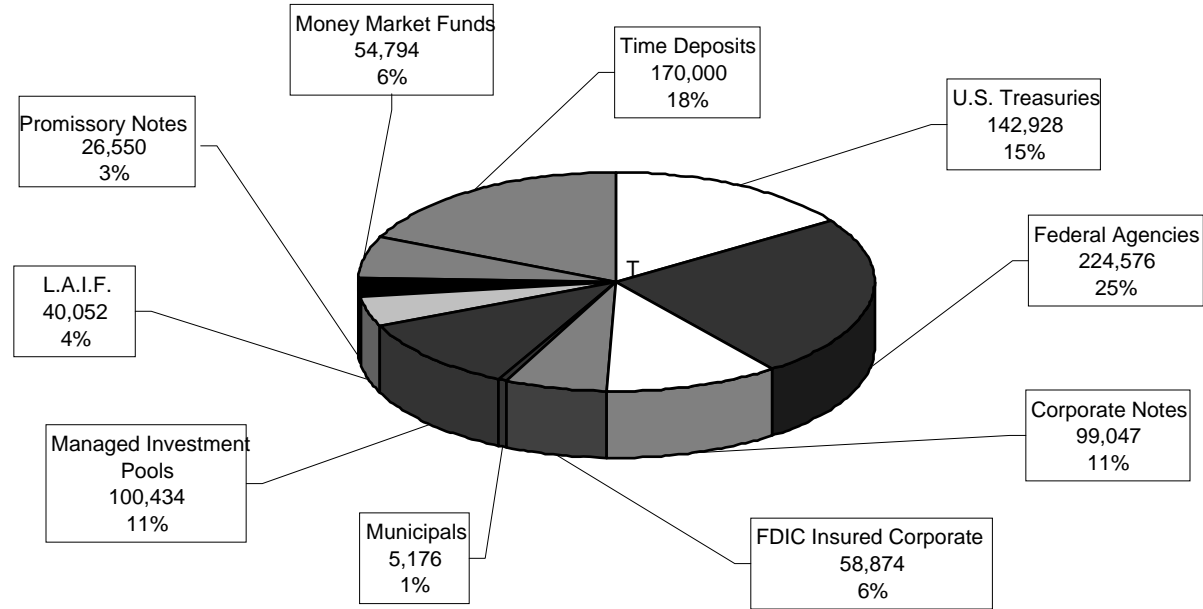
The Treasury Pool investment policy's primary goal is the Safety and preservation of capital. The second goal is the continual maintenance of Liquidity (or always having the ability to convert sufficient securities to cash to cover the cash flow needs of the County and all its investing agencies and to meet any contingency needs). The third goal is Yield (or to earn a reasonable rate of return representative of current market conditions and the present phase of the market cycle, while remaining in compliance with all State laws and the Treasurer's formal investment policy).

All of the investments, held by the County during the fiscal year ended June 30, 2009, are classified in the category of lowest custodial credit risk as defined by the Governmental Accounting Standards Board. Remaining investments were held in the County's name either by the counterparty financial institution's trust department or by a Securities and Exchange Commission-registered brokerage firm. The annualized yield (net of treasurer's fees) earned by the Treasury Pool for fiscal year ended June 30, 2009 was 3.85%.

The County's investments as of June 30, 2009 are as follows:

Treasury Pool Investment Portfolio Composition as of June 30, 2009

(Amounts expressed in thousands)



RISK MANAGEMENT

The County is self-insured for Workers' Compensation. The SIR Program includes Excess Insurance at \$1 million. Rates have been established based on claim cost needs and IBNR (Incurred But Not Reported) estimates with credit for anticipated loss cost benefits of SB 899 and more aggressive claim management practices. The County maintains full statutory coverage for Workers' Compensation under the Excess Insurance policy. As of June 30, 2009, the County's workers' compensation fund has set aside \$19,636.

The County remained self-insured for general liability in the fiscal year ended June 30, 2009 at the \$250 SIR effective on July 1, 2003. Excess limits were, again, renewed at \$25,000. As of June 30, 2009, the County's general liability fund has set aside \$4,769.

Aviation liability, including airport operations, and hull coverage (\$1 and \$10 deductible, respectively) is provided on a fully insured basis.

Other coverage for property and employee dishonesty is provided under pooled insurance programs. A deductible of \$10 is applicable for Property and \$25 for Crime Bond.

Medical Malpractice is an insured program with a deductible of \$10, and limits of liability of \$10,000 per claim, and limits of liability of \$50,000 aggregate over two years.

INDEPENDENT AUDIT

The financial records and transactions of the County and its blended component units for the fiscal year ended June 30, 2009, have been audited by Brown Armstrong Accountancy Corporation, 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, 2008. This was the thirteenth 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 Accountancy Corporation 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, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized, handwritten signature in black ink, likely belonging to the President mentioned in the text below.

President

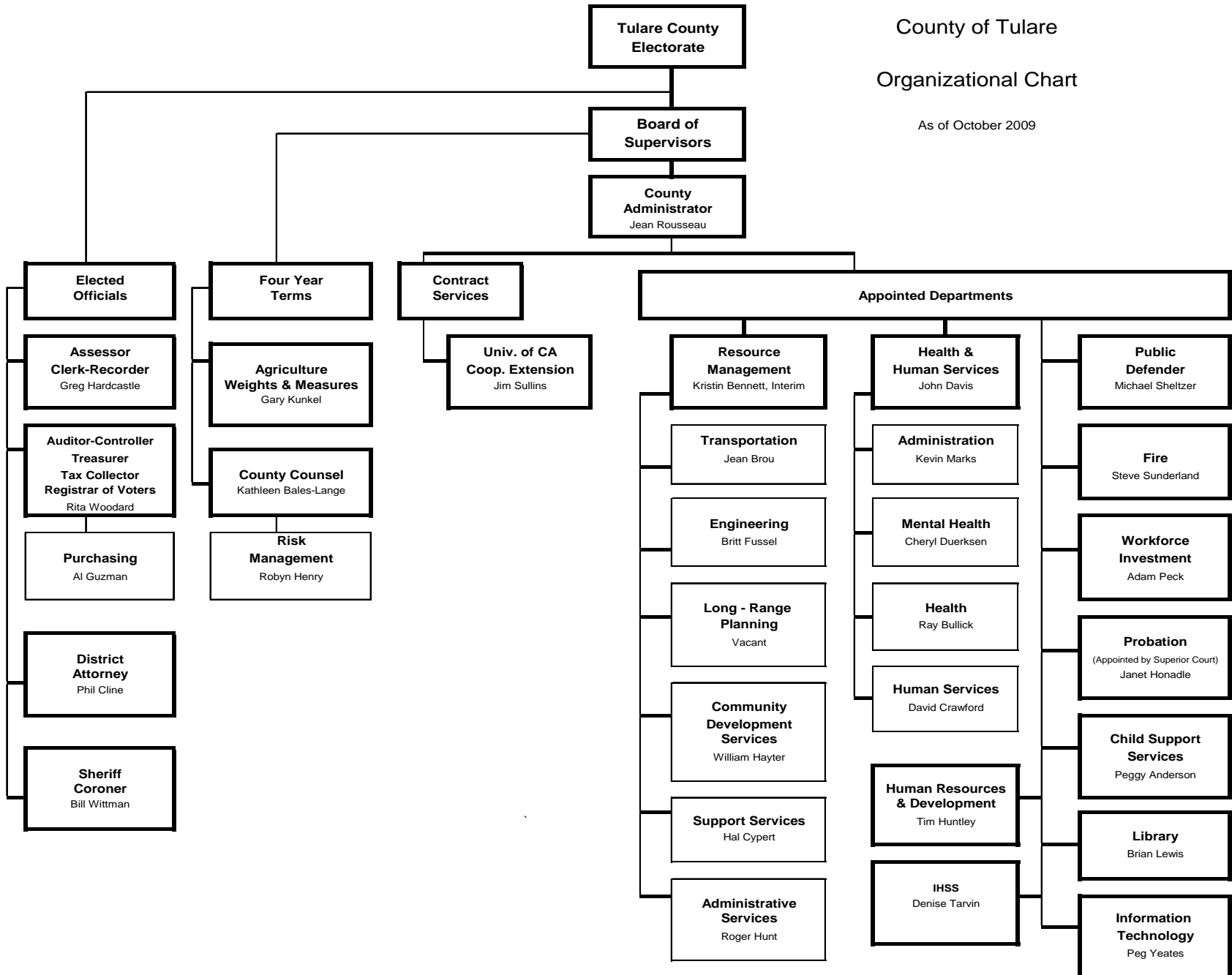
A handwritten signature in black ink that reads "Jeffrey R. Enner".

Executive Director



County of Tulare
Organizational Chart

As of October 2009



**COUNTY OF TULARE
LIST OF ELECTED AND APPOINTED OFFICIALS
JUNE 30, 2009**

<u>DEPARTMENT</u>	<u>OFFICIALS</u>	<u>POSITIONS</u>
Agricultural Commissioner	Gary Kunkel	58
* Assessor/Clerk-Recorder	Gregory B. Hardcastle	92
* Auditor-Controller/Treasurer-Tax Collector Elections Purchasing	Rita A. Woodard	65
Board of Supervisors		7
** District No. 1 – Three Rivers, Exeter, Lindsay, Farmersville	Allen Ishida	
** District No. 2 – Tulare, Alpaugh, Pixley	Pete Vander Poel	
** District No. 3 – Visalia	Phil Cox, Chairman	
** District No. 4 – Dinuba, Goshen, Woodlake	J. Steven Worthley, Vice Chairman	
** District No. 5 – Porterville, Tule Reservation	Mike Ennis	
Child Support Services	Peggy Anderson	269
Cooperative Extension	Jim Sullins	8.5
County Administrative Office Miscellaneous Administration (County Librarian)	Jean Rousseau	18
County Counsel Risk Management	Kathleen Bales-Lange	54
* District Attorney Public Administrator	Phillip J. Cline	210
Fire Protection Services	Steve Sunderland	111

Footnote:

- Unmarked – Appointed
- * Elective – County at Large
- ** Elective – By District

**COUNTY OF TULARE
LIST OF ELECTED AND APPOINTED OFFICIALS
JUNE 30, 2009**

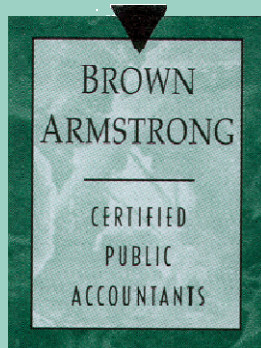
<u>DEPARTMENT</u>	<u>OFFICIALS</u>	<u>POSITIONS</u>
Health & Human Services Agency Administrative Services Human Services Primary Care Services Community Services	John Davis	2,252
Human Resources & Development	Tim Huntley	28
Information Services	Peg Yeates	125
Library	Brian G. Lewis	37
Probation Juvenile Detention Facility Probation Youth Facility Delinquency Prevention & Court Services Supervision Services Program Planning and Development Administrative Services	Janet M. Honadle	340
Law Library	Anne Bernardo	2.5
Public Defender	Michael Sheltzer	83
Resource Management Agency Engineering Services Transportation Services Long Range Planning Support Services Administration Community Development Services	Kristin Bennett	499
* Sheriff-Coroner	Bill Wittman	746
Workforce Investment	Adam Peck	42
TOTAL ALLOCATIONS		5,047

Footnote:

- Unmarked – Appointed
- * Elective – County at Large
- ** Elective – By District

FINANCIAL SECTION

Peter C. Brown, CPA
Burton H. Armstrong, CPA, MST
Andrew J. Paulden, CPA
Steven R. Starbuck, CPA
Chris M. Thornburgh, CPA
Eric H. Xin, CPA, MBA
Richard L. Halle, CPA, MST
Aileen K. Keeter, CPA



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■ 8365 N. Fresno Street, Suite 440
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Tel 559.476.3592 Fax 559.476.3593

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, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of First 5 Tulare County, which represent 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, 2009, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

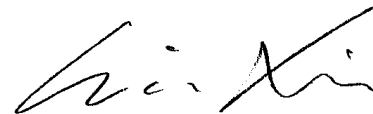
As discussed in Note 1 to the financial statements, the County of Tulare has adopted the provisions of Governmental Accounting Standards Board Statements No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, No. 52, *Land and Other Real Estate Held as Investments by Endowments*, No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, and No. 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements of Auditing Standards*, in 2009.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 22, 2010, 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 the 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.

The management's discussion and analysis and schedules of funding progress in the Required Supplementary Information Section as listed in the accompanying table of contents are not a required part of the County's basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The 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 basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

BROWN ARMSTRONG
ACCOUNTANCY CORPORATION



Bakersfield, California
January 22, 2010

**COUNTY OF TULARE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

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, 2009. 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 \$1,681,630 (*net assets*). Of this amount, \$66,355 (*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 \$27,901.

As of the close of the current fiscal year, the County governmental funds reported combined ending fund balances of \$154,321, an increase of \$1,921 in comparison with the prior year. Approximately \$28,048 is available for spending at the government's discretion (*unreserved fund balance*).

At the end of the current fiscal year, unreserved fund balance for the general fund was \$3,551 or 0.7% of total general fund expenditures.

The County's total debt decreased by \$10,917 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 82% 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, 2009, 55.5% 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 31 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 referred to earlier 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.

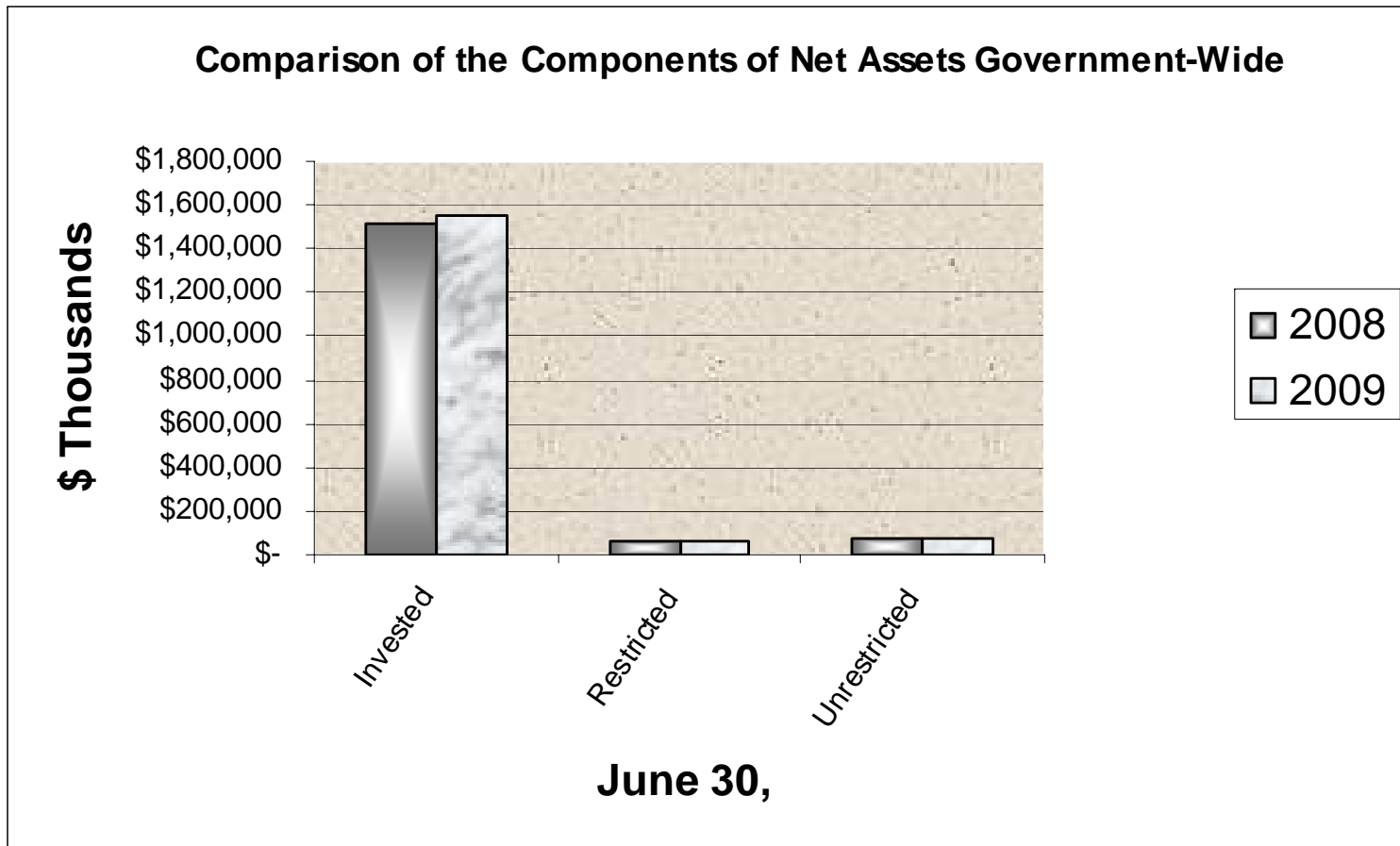
Government-wide Financial Analysis

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 \$1,681,630 at the close of the most recent fiscal year.

A portion (\$1,553,191) of the County's net assets (92.4%) 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 (\$62,084) represents resources that are subject to external restrictions on how they may be used (*restricted net assets*). The remaining balance of *unrestricted net assets* (\$66,355) 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, 2009 and 2008 are as follows:

County of Tulare's Net Assets (amounts expressed in thousands)						
As of June 30,	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 408,564	\$ 382,383	\$ 63,655	\$ 74,167	\$ 472,219	\$ 456,550
Capital assets	<u>1,577,320</u>	<u>1,550,581</u>	<u>30,295</u>	<u>20,601</u>	<u>1,607,615</u>	<u>1,571,182</u>
Total assets	<u>1,985,884</u>	<u>1,932,964</u>	<u>93,950</u>	<u>94,768</u>	<u>2,079,834</u>	<u>2,027,732</u>
Long-term liabilities outstanding	165,921	169,783	49,085	46,409	215,006	216,192
Other liabilities	<u>181,512</u>	<u>161,663</u>	<u>1,686</u>	<u>1,470</u>	<u>183,198</u>	<u>163,133</u>
Total liabilities	<u>347,433</u>	<u>331,446</u>	<u>50,771</u>	<u>47,879</u>	<u>398,204</u>	<u>379,325</u>
Invested in capital assets, net of related debt	1,524,380	1,491,566	28,811	19,090	1,553,191	1,510,656
Restricted	57,079	54,086	5,005	5,005	62,084	59,091
Unrestricted	<u>56,992</u>	<u>55,866</u>	<u>9,363</u>	<u>22,794</u>	<u>66,355</u>	<u>78,660</u>
Total net assets	<u>\$ 1,638,451</u>	<u>\$ 1,601,518</u>	<u>\$ 43,179</u>	<u>\$ 46,889</u>	<u>\$ 1,681,630</u>	<u>\$ 1,648,407</u>

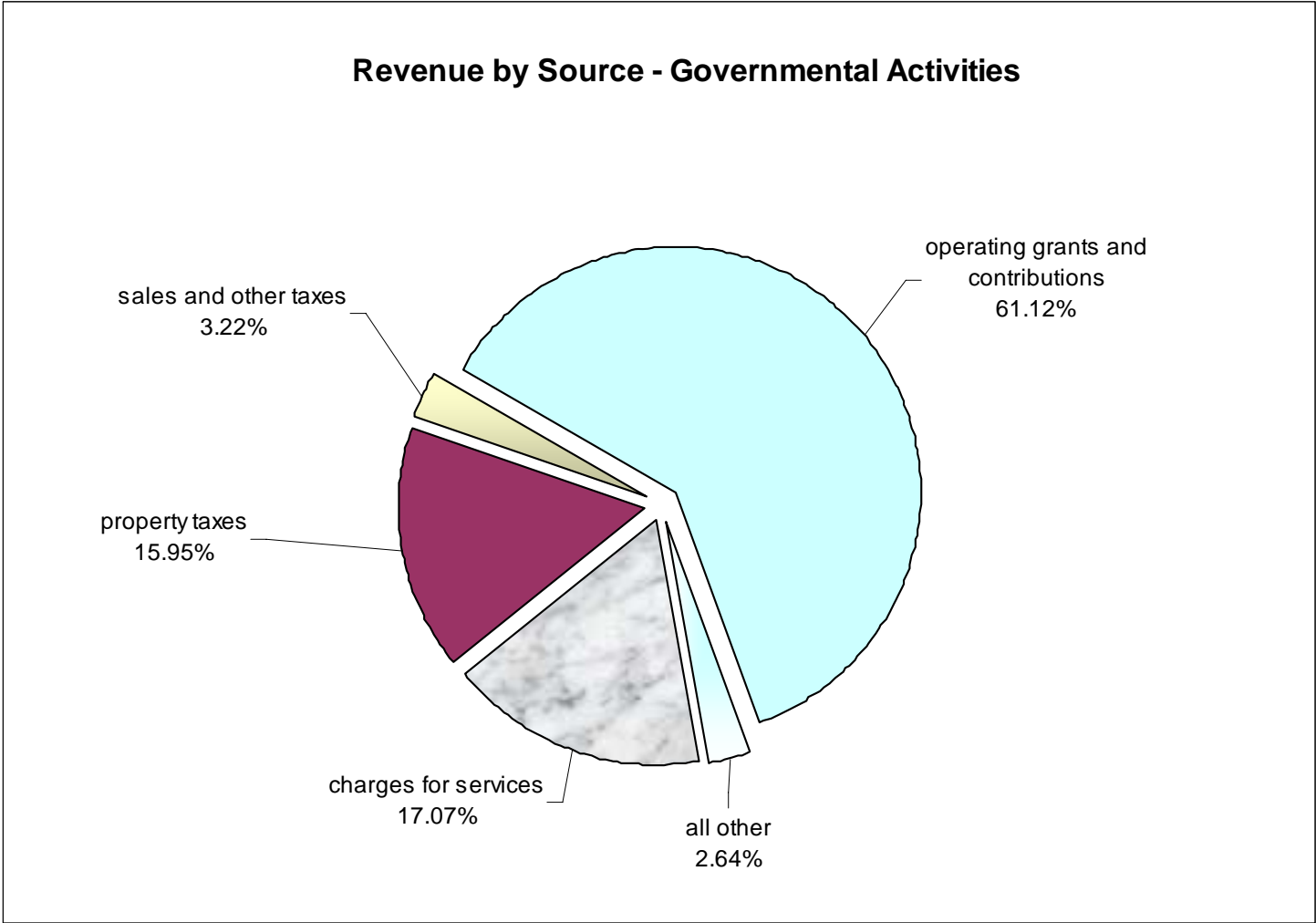
County of Tulare's Changes in Net Assets
(amounts expressed in thousands)

For the fiscal year ended June 30,	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program Revenues:						
Charges for services	\$ 112,805	\$ 146,385	\$ 9,209	\$ 10,036	\$ 122,014	\$ 156,421
Operating grants and contributions	403,891	389,524	813	1,475	404,704	390,999
General Revenues:						
Property taxes	105,400	102,198	-	-	105,400	102,198
Other taxes	21,299	19,188	379	1,628	21,678	20,816
Other	17,474	15,507	3,062	3,926	20,536	19,433
Total revenues	660,869	672,802	13,463	17,065	674,332	689,867
Expenses:						
General government	28,459	71,430	-	-	28,459	71,430
Public protection	197,905	187,299	-	-	197,905	187,299
Public ways and facilities	32,342	28,346	-	-	32,342	28,346
Health and sanitation	122,853	120,195	-	-	122,853	120,195
Public assistance	234,329	227,086	-	-	234,329	227,086
Education	5,033	4,287	-	-	5,033	4,287
Culture and recreation	2,136	3,552	-	-	2,136	3,552
Unallocated depreciation	791	510	-	-	791	510
Interest expense	5,993	11,244	-	-	5,993	11,244
Solid waste	-	-	14,138	14,426	14,138	14,426
Water/Sewer services	-	-	978	956	978	956
Transit	-	-	1,462	1,285	1,462	1,285
Other business-type activities	-	-	12	18	12	18
Total expenses	629,841	653,949	16,590	16,685	646,431	670,634
Change in net assets before transfers	31,028	18,853	(3,127)	380	27,901	19,233
Transfers	583	556	(583)	(556)	-	-
Change in net assets	31,611	19,409	(3,710)	(176)	27,901	19,233
Net assets - July 1	1,601,518	1,582,109	46,889	47,065	1,648,407	1,629,174
Prior period adjustment	5,322	-	-	-	5,322	-
Net assets - June 30	\$ 1,638,451	\$ 1,601,518	\$ 43,179	\$ 46,889	\$ 1,681,630	\$ 1,648,407

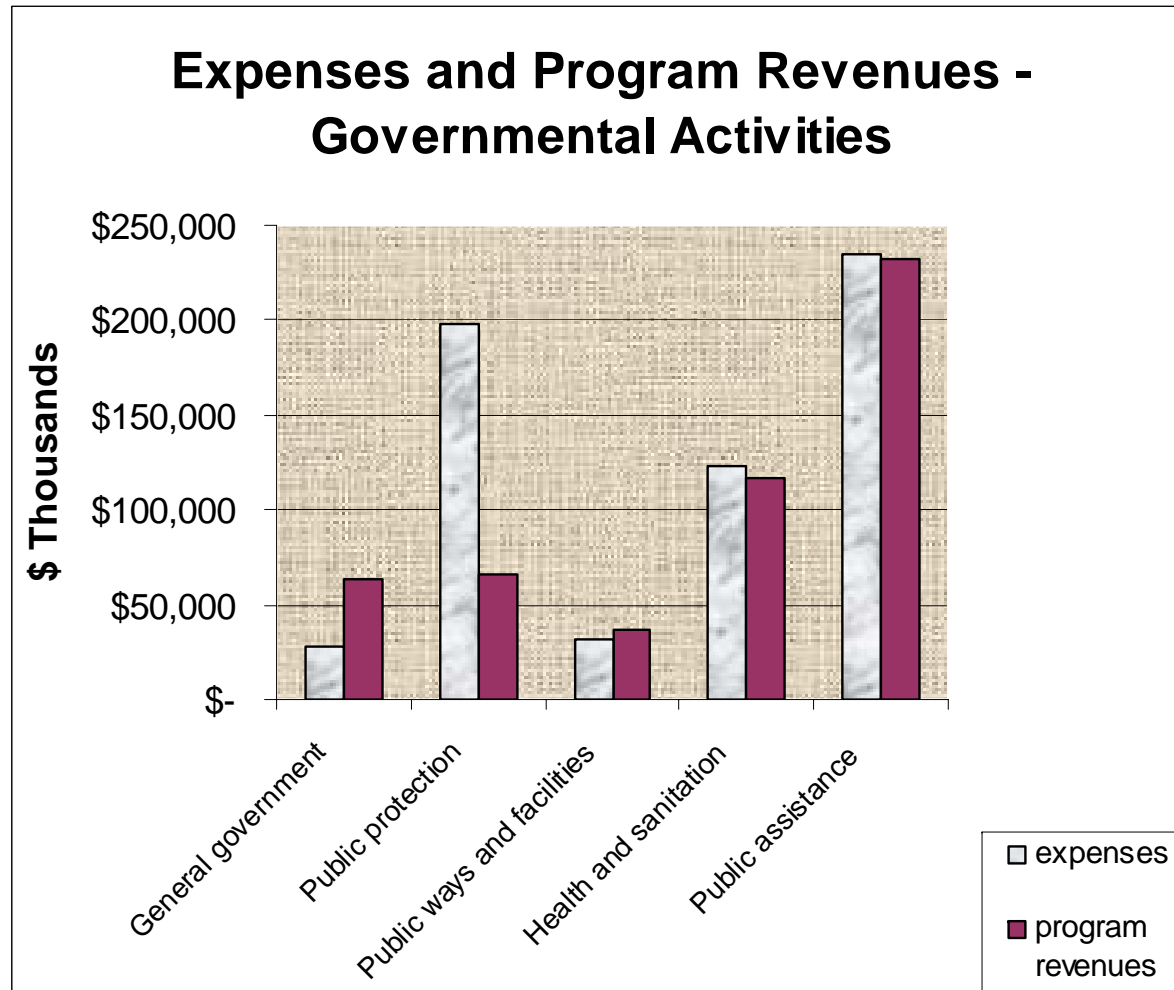
1 Net assets - July 1 has been restated to reflect a change in accounting principle as described in Note 5 J.

The County's overall net assets increased \$27,901 during the year ended June 30, 2009. The dominant factor was an approximate \$43,000 (60%) decrease in general government expenses.

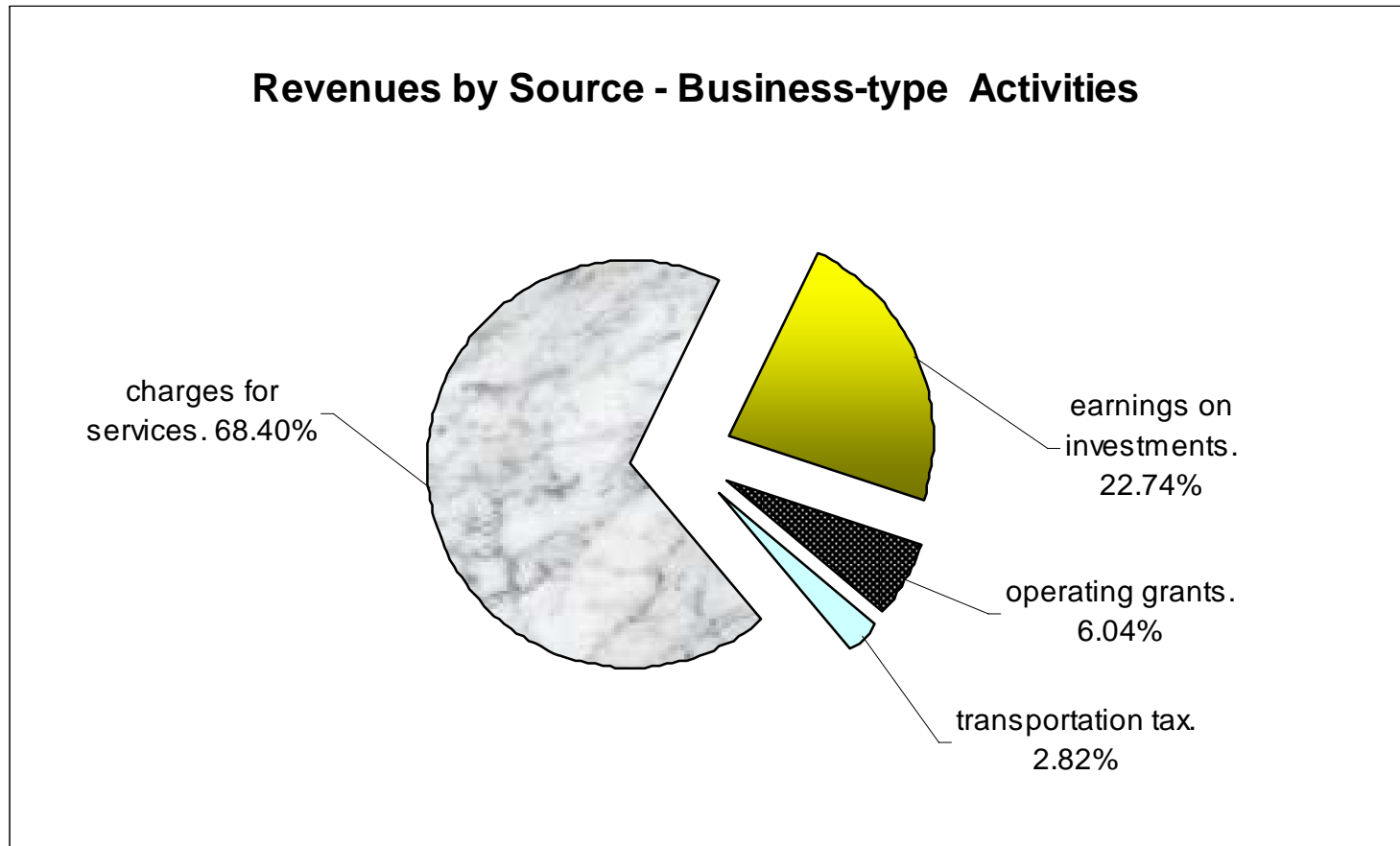
Governmental activities. Governmental activities increased the County's current year net assets by (\$36,933) While the charges for services revenue went down by \$33,580, operating grants and contributions went up by \$14,367. Also, due to contractions in the economy the County has responded by cutting back on general expenses, which as stated earlier is why the reverse effect is realized on total net assets. Key elements of revenues in governmental activities for the year ended June 30, 2009 are as follows:



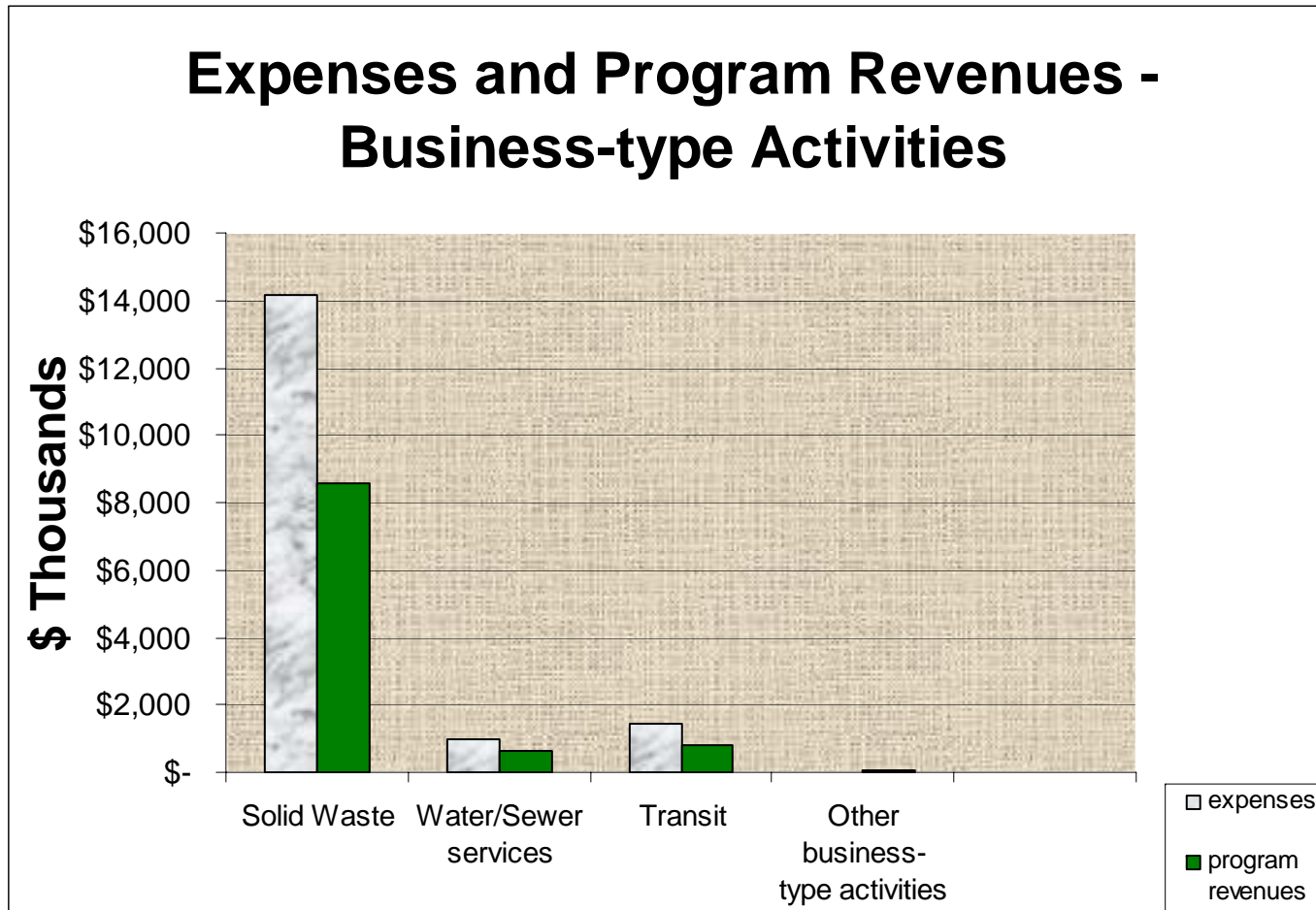
Whereas most governmental activities require some general revenues to cover costs in excess of program revenues, the largest segment of uncovered costs are in the area of public protection. The largest percentage increase in costs (over 50%) are in the Sheriff's and District Attorney's Offices. While the number of misdemeanor cases and juvenile felony cases have changed little over the past 5 year period, the number of adult felony cases has steadily risen. A comparison of expenses and program revenues for governmental activities for the fiscal year ended June 30, 2009 is as follows:



Business-type activities. Business-type activities decreased the County's overall net assets by \$3,710. Contributing factors are decreases in Charges for Services, Other Taxes, and Other General Revenues of \$827, \$1,249, and \$864, respectively. The largest source of business-type revenue continues to be Charges for Services, which represents 68.4% of all business-type activities revenue.



Total fee revenues for Solid Waste, which represents 89.9% 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 \$14,138 and fee revenue of \$8,284, 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, 2009 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* are 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, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$154,321, an increase of \$1,921 over the prior year. Approximately 18.2% of the total fund balances, or \$28,048, constitutes *unreserved fund balance*, which is available for spending at the County's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed 1) for future debt service payments (\$63,871); 2) for toxic cleanup at Harmon Field airstrip per contract with the California Environmental Protection Agency (\$5,000); 3) for future collections on long-term notes receivable (\$20,224); 4) for taxes receivable (\$26,372); or 5) for a variety of other restricted purposes (\$10,118).

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$3,551, while total fund balance reached \$58,077. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 0.7% of total General Fund expenditures, while total fund balance represents 10.7% of that same amount.

For a fourth consecutive year, the fund balance of the County's General Fund has increased. The current year increased by \$574 over the prior year and by \$739 over two years ago. Key factors of this trend are as follows:

Total revenues of the General Fund increased by \$9,417 or 1.8%. Property tax revenues increased by \$3,202, but this is down more than 30% when compared to the increase experienced in the prior year. This slow-down is due to the decline in local building and in the real estate market. Intergovernmental support, mostly of Health and Human Service programs, increased a meager 1.3% over the prior year by \$3,916. This trend is, however, expected to turn around in the next few years due to budget cuts at the State level. Revenues from fees collected for services stayed almost the same with an increase of \$179 over they prior year county-wide. This is a result of very few changes in the fees charged by the County.

Spending from the General Fund increased by \$14,485 or 2.7%. Contributing factors include a 2.5% (\$3,957) increase in spending for public protection spread fairly evenly among the Sheriff's, District Attorney's, Public Defender's and Probation Offices. Public assistance spending increased by \$8,455 or 4.0% as local retail store closings and home mortgage foreclosures have left local residents in need of increased County support. General government one-time costs increased as the County transitioned from a contract with a third party for Information Technology services to a County IT Department.

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 *total fund balances* of both TCPFC (\$6,114) and TCPFA (\$52,741) are restricted for future servicing of debt.

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 \$66,374, with \$43,179 of that in enterprise funds and 83.4% (\$36,008) of the enterprise funds net assets in Solid Waste. *Unrestricted net assets* of Solid Waste at the end of the fiscal year amounted to \$7,670, which is a reduction in net assets for Solid Waste of \$12,422 or 31.6% 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.

General Fund Budgetary Highlights

The Board of Supervisors of the County made several supplemental budgetary expenditure appropriations totaling \$7,034 (1.2%) in the General Fund appropriations throughout the fiscal year, predominantly in the area of Public Protection, (particularly the Sheriff and Agriculture Commissioner) as a result of unanticipated increased intergovernmental support in those areas.

For the current fiscal year, nothing was budgeted from beginning available fund balance, due to the fact that it was expected that there would be a negative fund balance at the end of the fiscal year. While actual revenues realized fell \$17,879 short of budgetary estimates, the paramount idiosyncrasy was that the ending fund balance for June 30, 2009 was \$80,934 higher than expected.

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 \$1,607,615 (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,	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 911,641	\$ 911,641	\$ 6,728	\$ 6,728	\$ 918,369	\$ 918,369
Infrastructure	476,931	470,684	-	-	476,931	470,684
Buildings and improvements	128,480	123,550	9,263	10,051	137,743	133,601
Equipment and vehicles	21,783	21,079	5,645	3,091	27,428	24,170
Construction in progress	8,820	9,582	8,659	731	17,479	10,313
Infrastructure in progress	29,665	14,045	-	-	29,665	14,045
Total	<u>\$ 1,577,320</u>	<u>\$ 1,550,581</u>	<u>\$ 30,295</u>	<u>\$ 20,601</u>	<u>\$ 1,607,615</u>	<u>\$ 1,571,182</u>

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

1. The remodeling of the Visalia Library and the Farm Labor Museum were completed with total costs of \$8,110 and \$1,838, respectively.
2. Infrastructure Equipment such as Tractors / Catepillars were added for a total of \$4,417.
3. The County purchased buses and vehicles for public safety departments at a cost of \$2,729.
4. Over the last couple of years \$2,025 was expended in upgrading the County Airport security and reinforcing the runways.

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 \$114,207. Of this amount, 33.9% (\$38,686) 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 14.8% of the outstanding debt of the County (\$16,955) represents Pension Obligation Bonds used to pay a previously unfunded actuarial accrued liability. Another 36.0% (\$41,058) 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		
	2009	2008	2009	2008	2009	2008	
Loans	\$ 15,730	\$ 17,219	\$ -	\$ -	\$ 15,730	\$ 17,219	
Capital leases	-	6	-	-	-	6	
Variable rate demand bonds	41,050	41,665	8	8	41,058	41,673	
Pension obligation bonds	16,955	21,345	-	-	16,955	21,345	
Tax allocation bond	1,778	1,586	-	-	1,778	1,586	
Certificates of participation	37,210	41,790	1,474	1,503	38,684	43,293	
Totals	\$ 112,723	\$ 123,611	\$ 1,482	\$ 1,511	\$ 114,205	\$ 125,122	

The overall decrease of current fiscal year outstanding debt of the County over the prior fiscal year is \$10,917 (8.7%). The largest reductions occurred with payments of \$4,580 against the COP's and \$4,390 paid on Pension Obligation Bonds. There is no new debt.

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 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 (\$353,108) is 1.25% of assessed valuation (\$28,248,658). As of June 30, 2009, 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.K. of this report.

Economic Factors and Next Year's Budgets

The County's economy faltered badly 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 reached over 14% due to layoffs in virtually all employment sectors, including local governments. The County's assessed valuation decreased 1%, the first reduction since Proposition 13 took effect in 1979.

The Governor signed a Fiscal Year 2009-2010 State budget in February 2009, a record early signing, that addressed the State's then \$42 billion revenue shortfall and included six measures that were placed before voters at a special election on May 19, 2009. The voters rejected the ballot measures. An ever-worsening economy brought the revenue shortfall up to \$60 billion and necessitated a budget revision that was signed by the Governor in late July 2009. The Governor made significant reductions that negatively impact the "safety net" for the County's most vulnerable citizens and the ability of the County to continue to provide and pay for basic services to all citizens. These reductions include:

- Cuts in funding to various "safety net" 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 deferral of prepayment of Fiscal Year 2009-2010 mandates that force the County to provide additional unfunded services;

- Suspension of 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;

- Cash deferrals of State payments to counties including payments for Proposition 42 (transportation), gas taxes and various health and human services programs; and

- Borrowing property tax payments belonging to local governments to supplement State revenues and shifting local redevelopment tax increment to make payments to schools.

In short, the County faces a "perfect storm" for local programs and services: steeply 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 2009-2010 budget addresses these and other concerns. It has a \$16,753,548 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, 2009 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, 2009
(amounts expressed in thousands)**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	First 5 Tulare County
Assets				
Current assets:				
Cash in banks	\$ -	\$ 228	\$ 228	\$ 264
Investment in treasury pool	217,256	10,753	228,009	15,423
Investments	9,215	-	9,215	-
Cash on hand	1	70	71	-
Imprest cash	325	2	327	-
Accounts receivable, net	4,892	923	5,815	1,124
Taxes receivable	29,257	-	29,257	-
Deposits with others	23	110	133	80
Due from other governments	45,934	-	45,934	-
Inventories	589	-	589	-
Prepaid items	3,010	-	3,010	13
Lease payments receivable, net of interest	191	-	191	-
Notes receivable	1,131	-	1,131	-
Total current assets	311,824	12,086	323,910	16,904
Noncurrent assets:				
Pension assets	18,575	-	18,575	-
Notes receivable	20,224	-	20,224	-
Advances to Agency funds	3,266	-	3,266	-
Restricted assets - noncurrent	54,675	51,569	106,244	-
Capital assets:				
Land and other assets not being depreciated	950,126	15,387	965,513	-
Buildings, equipment, and infrastructure, net	627,194	14,908	642,102	12
Total capital assets, net	1,577,320	30,295	1,607,615	12
Total noncurrent assets	1,674,060	81,864	1,755,924	12
Total assets	1,985,884	93,950	2,079,834	16,916

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

COUNTY OF TULARE
STATEMENT OF NET ASSETS (Continued)
JUNE 30, 2009
(amounts expressed in thousands)

Liabilities				
Current liabilities:				
Accounts payable	31,925	1,490	33,415	1,785
Cash overdraft	47	-	47	-
Due to other governments	36,496	-	36,496	-
Deposits from others	137	61	198	-
Salaries and benefits payable	7,596	121	7,717	6
Interest payable	1,520	14	1,534	-
Unearned revenue	48,791	-	48,791	20
Tax and revenue anticipation note	55,000	-	55,000	-
Total current liabilities	<u>181,512</u>	<u>1,686</u>	<u>183,198</u>	<u>1,811</u>
Noncurrent liabilities - Due within one year:				
Liability claims payable	5,075	-	5,075	-
Compensated absences	2,777	28	2,805	-
Leases payable	-	-	-	-
Loans payable	1,379	-	1,379	-
Bonds payable	5,702	-	5,702	-
COP's payable	4,920	30	4,950	-
Noncurrent liabilities - Due in more than one year:				
Liability claims payable	19,330	-	19,330	-
Net OPEB obligation	3,276	-	3,276	-
Compensated absences	17,727	306	18,033	-
Advances from Agency funds	13	698	711	-
Closure/postclosure costs payable	-	46,569	46,569	-
Accrued remediation costs	5,000	-	5,000	-
Loans payable	14,351	-	14,351	21
Bonds payable	54,081	8	54,089	-
COP's payable	32,290	1,446	33,736	-
Total noncurrent liabilities	<u>165,921</u>	<u>49,085</u>	<u>215,006</u>	<u>21</u>
Total liabilities	<u>347,433</u>	<u>50,771</u>	<u>398,204</u>	<u>1,832</u>
Net assets				
Invested in capital assets, net of related debt	1,524,380	28,811	1,553,191	-
Restricted for:				
Capital projects	10,966	-	10,966	-
Debt service	25,095	-	25,095	-
Roads projects	6,467	-	6,467	-
Redevelopment	6,435	-	6,435	-
Public protection	4,599	-	4,599	-
Education	3,418	-	3,418	-
Landfill ground water contingencies	99	5,000	5,099	-
Other purposes	-	5	5	-
Unrestricted	56,992	9,363	66,355	15,084
Total net assets	<u>\$ 1,638,451</u>	<u>\$ 43,179</u>	<u>\$ 1,681,630</u>	<u>\$ 15,084</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, 2009
(amounts expressed in thousands)**

Functions / Programs:	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			Component Unit
	Expenses	Charges for Services	Grants and Contributions	Governmental Activities	Business-type Activities	Total	First 5 Tulare County
Governmental activities:							
General government	\$ 28,459	\$ 28,860	\$ 34,269	\$ 34,670	\$ -	\$ 34,670	
Public protection	197,905	29,368	36,911	(131,626)	-	(131,626)	
Public ways and facilities	32,342	1,782	34,833	4,273	-	4,273	
Health and sanitation	122,853	46,523	70,522	(5,808)	-	(5,808)	
Public assistance	234,329	5,823	226,398	(2,108)	-	(2,108)	
Education	5,033	162	455	(4,416)	-	(4,416)	
Culture and recreation	2,136	287	503	(1,346)	-	(1,346)	
Capital projects costs	-	-	-	-	-	-	
Unallocated depreciation	791	-	-	(791)	-	(791)	
Interest expense	5,993	-	-	(5,993)	-	(5,993)	
Total governmental activities	<u>629,841</u>	<u>112,805</u>	<u>403,891</u>	<u>(113,145)</u>	<u>-</u>	<u>(113,145)</u>	
Business-type activities:							
Solid waste	14,138	8,284	273	-	(5,581)	(5,581)	
Water/Sewer services	978	645	-	-	(333)	(333)	
Transit	1,462	242	540	-	(680)	(680)	
Other business-type activities	12	38	-	-	26	26	
Total business-type activities	<u>16,590</u>	<u>9,209</u>	<u>813</u>	<u>-</u>	<u>(6,568)</u>	<u>(6,568)</u>	
Total Primary Government	<u>\$ 646,431</u>	<u>\$ 122,014</u>	<u>\$ 404,704</u>	<u>(113,145)</u>	<u>(6,568)</u>	<u>(119,713)</u>	
Component unit:							
First 5 Tulare County	\$ 10,238	\$ -	\$ 7,225				(3,013)
Total component unit	<u>\$ 10,238</u>	<u>\$ -</u>	<u>\$ 7,225</u>				<u>(3,013)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes				90,788	-	90,788	-
Property taxes, levied for flood control				550	-	550	-
Property taxes, levied for redevelopment				3,961	-	3,961	-
Property taxes, levied for fire protection				6,812	-	6,812	-
Property taxes, levied for library				3,289	-	3,289	-
Sales and other taxes				21,299	379	21,678	-
Earnings on investments				13,003	3,062	16,065	731
Tobacco settlement revenues				4,471	-	4,471	-
Gain on sale of capital assets				-	-	-	-
Transfers				583	(583)	-	-
Total general revenues and transfers				<u>144,756</u>	<u>2,858</u>	<u>147,614</u>	<u>731</u>
Change in net assets				31,611	(3,710)	27,901	(2,282)
Net assets - July 1				1,601,518	46,889	1,648,407	17,609
Prior period adjustments				5,322	-	5,322	(243)
Net assets- July 1, as restated				<u>1,606,840</u>	<u>46,889</u>	<u>1,653,729</u>	<u>17,366</u>
Net assets - June 30				<u>\$ 1,638,451</u>	<u>\$ 43,179</u>	<u>\$ 1,681,630</u>	<u>\$ 15,084</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, 2009
(amounts expressed in thousands)**

	General Fund	Public Facilities Corporation	Public Financing Authority	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Investment in treasury pool	\$ 134,199	\$ 85	\$ -	\$ 34,324	\$ 168,608
Investments	76	6,088	3,047	4	9,215
Imprest cash	73	-	-	2	75
Receivables, net					
Accounts	2,380	-	-	2,410	4,790
Taxes	29,257	-	-	-	29,257
Deposits with others	-	-	-	22	22
Due from other County funds	6,522	-	-	182	6,704
Due from other governments	36,844	-	-	9,073	45,917
Inventories	-	-	-	589	589
Prepaid items	1,368	-	-	1,617	2,985
Advances to other County funds	459	-	-	-	459
Advances to other Agency Funds	3,226	-	-	40	3,266
Lease payments receivable, net of interest	-	-	19	1,112	1,131
Notes receivable	18,207	-	-	2,017	20,224
Restricted investments	-	-	49,675	5,000	54,675
Total assets	<u>\$ 232,611</u>	<u>\$ 6,173</u>	<u>\$ 52,741</u>	<u>\$ 56,392</u>	<u>\$ 347,917</u>

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

**COUNTY OF TULARE
BALANCE SHEET (Continued)
GOVERNMENTAL FUNDS
JUNE 30, 2009
(amounts expressed in thousands)**

Liabilities:

Accounts payable	\$ 22,107	\$ -	\$ -	\$ 7,874	\$ 29,981
Cash overdraft	-	-	-	47	47
Due to other County funds	-	-	-	1,474	1,474
Due to other governments	36,494	2	-	-	36,496
Deposits from others	80	57	-	-	137
Salaries and benefits payable	6,295	-	-	914	7,209
Deferred revenue	51,543	-	-	8,235	59,778
Advances from other County funds	3,002	-	-	459	3,461
Advances from Agency funds	13	-	-	-	13
Tax revenue anticipation notes payable	55,000	-	-	-	55,000
Total liabilities	<u>174,534</u>	<u>59</u>	<u>-</u>	<u>19,003</u>	<u>193,596</u>

Fund balances:

Reserved for:

Imprest cash	73	-	-	2	75
Inventories	-	-	-	589	589
Prepaid items	839	-	-	1,617	2,456
Advances to others	3,685	-	-	40	3,725
Taxes receivable	26,372	-	-	-	26,372
Notes receivable	18,207	-	-	2,017	20,224
Harmon Field cleanup	-	-	-	5,000	5,000
Debt service	1,389	6,114	52,741	3,627	63,871
Property tax delinquencies	3,961	-	-	-	3,961
Unreserved	3,551	-	-	-	3,551
Unreserved, reported in nonmajor:					
Special revenue funds	-	-	-	18,531	18,531
Capital projects funds	-	-	-	5,966	5,966
Total fund balances	<u>58,077</u>	<u>6,114</u>	<u>52,741</u>	<u>37,389</u>	<u>154,321</u>

Total liabilities and fund balances

<u>\$ 232,611</u>	<u>\$ 6,173</u>	<u>\$ 52,741</u>	<u>\$ 56,392</u>	<u>\$ 347,917</u>
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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, 2009
(amounts expressed in thousands)

Total fund balances for governmental funds (Exhibit 3)	\$	154,321
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	\$	911,641
Buildings and improvements, net of \$58,287 accumulated depreciation		128,480
Equipment and vehicles, net of \$40,304 accumulated depreciation		21,783
Infrastructure, net of \$205,676 accumulated depreciation		476,931
Construction in progress		8,820
Infrastructure in progress		29,665
Total capital assets		1,577,320
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.		2,065
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.		1,741
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.		7,181
Accounts receivable deemed to be uncollectible		
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		(1,520)
Loans payable		(15,730)
Bonds payable		(59,783)
COP's payable		(37,210)
Claims payable		(24,405)
Accrued interest on debt		(5,000)
Net OPEB obligation		(3,276)
Compensated absences		(20,504)
Total long-term liabilities		(167,428)
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		(22)
		191
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.		18,575
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.		44,485
Total net assets of governmental activities (Exhibit 1)	\$	1,638,451

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, 2009
(amounts expressed in thousands)

	General Fund	Public Facilities Corporation	Public Financing Authority	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Taxes and special assessments	\$ 101,665	\$ -	\$ -	\$ 25,034	\$ 126,699
Licenses and permits	9,922	-	-	17	9,939
Fines, forfeitures, and penalties	9,990	-	-	3,041	13,031
Interest, rents, and concessions	8,078	425	1,636	2,038	12,177
Intergovernmental revenues	314,434	-	-	89,828	404,262
Charges for services	73,732	-	-	3,764	77,496
Other revenues	6,280	-	-	8,405	14,685
Total revenues	<u>524,101</u>	<u>425</u>	<u>1,636</u>	<u>132,127</u>	<u>658,289</u>
Expenditures:					
Current:					
General government	19,408	11	-	10,294	29,713
Public protection	160,513	-	-	29,476	189,989
Public ways and facilities	-	-	-	15,489	15,489
Health and sanitation	119,648	-	-	1,692	121,340
Public assistance	221,647	-	-	10,880	232,527
Education	994	-	-	3,861	4,855
Culture and recreation	1,968	-	-	-	1,968
Debt service:					
Principal retirement	1	4,592	615	4,895	10,103
Interest and fiscal charges	4,381	2,105	870	1,598	8,954
Capital outlay	2,872	-	-	33,832	36,704
Total expenditures	<u>531,432</u>	<u>6,708</u>	<u>1,485</u>	<u>112,017</u>	<u>651,642</u>
Excess (deficiency) of revenues over (under) expenditures	(7,331)	(6,283)	151	20,110	6,647
Other financing sources (uses):					
Sale of general capital assets	169	-	-	-	169
Bond proceeds	-	-	-	231	231
Transfers in	47,111	6,610	4,471	43,997	102,189
Transfers (out)	(37,120)	-	(3,500)	(63,100)	(103,720)
Total other financing sources (uses)	<u>10,160</u>	<u>6,610</u>	<u>971</u>	<u>(18,872)</u>	<u>(1,131)</u>
Net change in fund balances	2,829	327	1,122	1,238	5,516
Fund balances, July 1	57,503	5,787	51,619	37,491	152,400
Prior period adjustment	(2,255)	-	-	(1,340)	(3,595)
Fund balances, July 1, as restated	<u>55,248</u>	<u>5,787</u>	<u>51,619</u>	<u>36,151</u>	<u>148,805</u>
Fund balances, June 30	<u>\$ 58,077</u>	<u>\$ 6,114</u>	<u>\$ 52,741</u>	<u>\$ 37,389</u>	<u>\$ 154,321</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, 2009
(amounts expressed in thousands)

Net change in fund balances - total governmental funds (Exhibit 4)	\$	5,516
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	\$ 36,704	
Depreciation expense	(23,716)	
Combined adjustment		12,988
Governmental funds do not report capital assets acquired through capital lease agreements. However, in the statement of activities, the cost is recognized upon entering into the long-term lease-purchase agreement.		
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.		
		256
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.		
		(136)
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.		
		1,109
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 affect on the statement of activities.		
		13,461
Similarly, loan and capital lease proceeds are reported as other financing sources by governmental funds. However, issuing debt in the statement of net assets increases long-term liabilities and has no affect on the statement of activities.		
		(3,597)
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	(22)	
Portion previously expensed	14	
		(8)
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	(669)	
Amortization of pension assets	(4,348)	
Amortization of net OPEB obligation	(1,626)	
Accrued interest on debt	205	
Combined adjustment		(6,438)
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.		
		8,460
Changes in net assets (Exhibit 2)	\$	31,611

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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments:					
Assessor	\$ 1,000	\$ 1,000	\$ -	\$ 1,026	\$ 26
General County Revenues	96,040	96,040	-	100,639	4,599
Total taxes and special assessments	<u>97,040</u>	<u>97,040</u>	-	<u>101,665</u>	<u>4,625</u>
Licenses and permits:					
Agriculture Commissioner	144	144	-	147	3
Assessor	70	70	-	68	(2)
Auditor - Treasurer - Tax Collector	8	8	-	8	-
General County Revenues	4,250	4,250	-	5,195	945
Health & Human Services	2,685	2,685	-	2,740	55
Miscellaneous Administration	10	10	-	10	-
Resource Management	2,496	2,496	-	1,725	(771)
Sheriff - Coroner	20	20	-	29	9
Total licenses and permits	<u>9,683</u>	<u>9,683</u>	-	<u>9,922</u>	<u>239</u>
Fines, forfeitures, and penalties:					
Agriculture Commissioner	16	41	25	64	23
Auditor - Treasurer - Tax Collector	260	260	-	211	(49)
District Attorney	292	292	-	175	(117)
General County Revenues	1,150	1,150	-	133	(1,017)
Health & Human Services	37	37	-	40	3
Probation	42	42	-	89	47
Resource Management Agency	221	221	-	162	(59)
Sheriff - Coroner	28	18	(10)	126	108
Tran/Teeter	-	-	-	4,500	4,500
Trial Courts	4,258	4,258	-	4,490	232
Total fines, forfeitures, and penalties	<u>6,304</u>	<u>6,319</u>	<u>15</u>	<u>9,990</u>	<u>3,671</u>
Interest, rents, and concessions:					
CPA 2000	54	54	-	49	(5)
General County Revenues	1,500	1,500	-	3,739	2,239
Human Resources & Development	1	1	-	163	162
Miscellaneous Administration	31	31	-	73	42
Resource Management Agency	149	149	-	180	31
TRAN / Teeter	-	-	-	3,874	3,874
Total interest, rents, and concessions	<u>1,735</u>	<u>1,735</u>	<u>-</u>	<u>8,078</u>	<u>6,343</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Intergovernmental revenues:					
Agriculture Commissioner	4,793	4,793	-	3,134	(1,659)
Assessor	491	491	-	75	(416)
Auditor - Treasurer - Tax Collector	369	368	(1)	26	(342)
Cooperative Extension	40	50	10	18	(32)
CPA 2000	1,344	1,201	(143)	1,017	(184)
District Attorney	2,586	2,934	348	2,549	(385)
General County Revenues	33,550	33,550	-	32,284	(1,266)
Health & Human Services	263,234	268,109	4,875	259,887	(8,222)
Local Law Enforcement	627	574	(53)	408	(166)
Miscellaneous Administration	250	250	-	5	(245)
Multi-Agcy. Gang Violence Program	89	89	-	57	(32)
Probation	6,991	7,214	223	6,146	(1,068)
Public Defender	39	39	-	-	(39)
Purchasing	100	100	-	-	(100)
Resource Management Agency	13,758	13,842	84	2,779	(11,063)
Rural Crime	677	609	(68)	555	(54)
Sheriff - Coroner	6,146	6,215	69	5,494	(721)
Total intergovernmental revenues	335,084	340,428	5,344	314,434	(25,994)
Charges for services:					
Agriculture Commissioner	1,338	1,338	-	1,444	106
Assessor	2,372	2,372	-	1,414	(958)
Auditor - Treasurer - Tax Collector	2,161	2,452	291	2,735	283
Capital Acquisitions	285	283	(2)	283	-
Central Telephone	439	439	-	524	85
Cooperative Extension	6	6	-	3	(3)
County Administrative	85	84	(1)	64	(20)
County Counsel	3,057	3,057	-	3,080	23
District Attorney	1,189	1,192	3	958	(234)
General County Revenues	2,137	2,137	-	2,943	806
Health & Human Services	42,451	44,671	2,220	41,890	(2,781)
Human Resources & Development	601	601	-	610	9
Miscellaneous Administration	179	178	(1)	179	1
Probation	1,986	1,984	(2)	1,276	(708)
Public Defender	60	60	-	44	(16)
Purchasing	144	144	-	171	27
Resource Management Agency	11,967	11,790	(177)	7,912	(3,878)
Sheriff - Coroner	7,715	7,644	(71)	7,649	5
Trial Courts	498	498	-	553	55
Total charges for services	78,670	80,930	2,260	73,732	(7,198)

(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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Other revenues:					
Agriculture Commissioner	169	169	-	92	(77)
Assessor	37	37	-	23	(14)
Auditor - Treasurer - Tax Collector	171	179	8	246	67
Board of Supervisors	-	-	-	1	1
Capital Acquisitions	107	107	-	-	(107)
Cooperative Extension	6	6	-	7	1
County Administrative	-	-	-	5	5
County Counsel	3	3	-	-	(3)
District Attorney	433	220	(213)	206	(14)
General County Revenues	700	700	-	680	(20)
Health & Human Services	2,991	2,891	(100)	3,150	259
Human Resources & Development	-	-	-	47	47
Information Technology	-	-	-	3	3
Miscellaneous Administration	3	3	-	23	20
Probation	119	119	-	135	16
Public Defender	-	-	-	7	7
Purchasing	144	144	-	189	45
Resource Management Agency	69	79	10	44	(35)
Sheriff - Coroner	1,191	1,114	(77)	1,120	6
Trial Courts	74	74	-	302	228
Total other revenues	<u>6,217</u>	<u>5,845</u>	<u>(372)</u>	<u>6,280</u>	<u>435</u>
Total revenues	<u>534,733</u>	<u>541,980</u>	<u>7,247</u>	<u>524,101</u>	<u>(17,879)</u>
Expenditures:					
Current:					
General government:					
Assessor	6,059	6,117	(58)	5,823	294
Auditor - Treasurer - Tax Collector	5,904	6,279	(375)	5,363	916
Board of Supervisors	1,065	1,075	(10)	1,032	43
Capital Acquisitions	(4,193)	(4,193)	-	(4,194)	1
Central Telephone	439	439	-	510	(71)
Contingencies	3,500	3,500	-	-	3,500
County Administrative	1,063	1,061	2	550	511
County Counsel	4,386	4,427	(41)	4,194	233
Health & Human Services	244	299	(55)	91	208
Human Resources & Development	510	510	-	244	266
Miscellaneous Administration	10,554	8,161	2,393	2,621	5,540
Purchasing	374	372	2	310	62
Resource Management Agency	3,288	3,303	(15)	2,864	439
Total general government	<u>33,193</u>	<u>31,350</u>	<u>1,843</u>	<u>19,408</u>	<u>11,942</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Public protection:					
Agriculture Commissioner	7,764	7,785	(21)	6,083	1,702
Assessor	2,405	2,404	1	1,325	1,079
CPA 2000	1,375	1,372	3	1,187	185
District Attorney	18,155	18,734	(579)	17,945	789
Health & Human Services	7,154	7,151	3	7,215	(64)
Local Law Enforcement	805	805	-	754	51
Multi-Agcy. Gang Violence Program	1,042	1,040	2	971	69
Probation	24,170	24,745	(575)	22,826	1,919
Public Defender	8,691	8,733	(42)	8,343	390
Purchasing	100	100	-	2	98
Resource Management Agency	13,021	13,016	5	8,839	4,177
Rural Crime	668	666	2	606	60
Sheriff - Coroner	77,143	77,352	(209)	76,299	1,053
Trial Courts	8,282	8,281	1	8,118	163
Total public protection	<u>170,775</u>	<u>172,184</u>	<u>(1,409)</u>	<u>160,513</u>	<u>11,671</u>
Health and sanitation:					
CPA 2000	(2)	(2)	-	(2)	-
Health & Human Services	130,772	136,044	(5,272)	119,223	16,821
Resource Management Agency	734	560	174	427	133
Total health and sanitation	<u>131,504</u>	<u>136,602</u>	<u>(5,098)</u>	<u>119,648</u>	<u>16,954</u>
Public assistance:					
Health & Human Services	215,141	215,439	(298)	219,210	(3,771)
Probation	525	551	(26)	441	110
Resource Management Agency	11,048	11,065	(17)	1,996	9,069
Total public assistance	<u>226,714</u>	<u>227,055</u>	<u>(341)</u>	<u>221,647</u>	<u>5,408</u>
Education:					
Cooperative Extension	944	962	(18)	846	116
Miscellaneous Administration	146	146	-	148	(2)
Total education	<u>1,090</u>	<u>1,108</u>	<u>(18)</u>	<u>994</u>	<u>114</u>
Culture and recreation:					
Resource Management	2,088	2,098	(10)	1,968	130
Total culture and recreation	<u>2,088</u>	<u>2,098</u>	<u>(10)</u>	<u>1,968</u>	<u>130</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Principal retirement:					
Probation	2	2	-	1	1
Resource Management Agency	1	1	-	-	1
Total principal retirement	<u>3</u>	<u>3</u>	<u>-</u>	<u>1</u>	<u>2</u>
Interest and fiscal charges:					
General County Revenues	-	-	-	139	(139)
Miscellaneous Administration	650	1,350	(700)	1,272	78
Probation	4	4	-	4	-
Resource Management Agency	7	7	-	6	1
TRAN/Teeter	-	-	-	2,960	(2,960)
Total interest and fiscal charges	<u>661</u>	<u>1,361</u>	<u>(700)</u>	<u>4,381</u>	<u>(3,020)</u>
Capital outlay:					
Agriculture Commissioner	30	30	-	-	30
Assessor	170	170	-	60	110
Auditor - Treasurer - Tax Collector	57	72	(15)	16	56
Capital Acquisitions	2,188	2,188	-	1,120	1,068
Cooperative Extension	6	6	-	6	-
District Attorney	18	100	(82)	99	1
Health & Human Services	492	1,572	(1,080)	395	1,177
Probation	31	37	(6)	37	-
Resource Management Agency	2,465	2,544	(79)	371	2,173
Sheriff - Coroner	751	790	(39)	768	22
TRAN/Teeter	-	-	-	-	-
Total capital outlay	<u>6,208</u>	<u>7,509</u>	<u>(1,301)</u>	<u>2,872</u>	<u>4,637</u>
Total expenditures	<u>572,236</u>	<u>579,270</u>	<u>(7,034)</u>	<u>531,432</u>	<u>47,838</u>
Excess (deficiency) of revenues over (under) expenditures	(37,503)	(37,290)	213	(7,331)	29,959 (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, 2009
(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	161	161	-	169	8
Total sale of general capital assets	161	161	-	169	8
Capital lease proceeds					
Capital Acquisitions	-	-	-	-	-
Total capital lease proceeds	-	-	-	-	-
Transfers in:					
Assessor	-	59	59	59	-
Auditor - Treasurer - Tax Collector	-	76	76	76	-
Board of Supervisors	-	12	12	12	-
Capital Acquisitions	2,081	2,081	-	984	(1,097)
Cooperative Extension	-	10	10	10	-
County Council	-	43	43	43	-
CPA 2000	-	142	142	142	-
District Attorney	-	308	308	308	-
General County Revenues	-	-	-	2,134	2,134
Health & Human Services	43,681	43,681	-	38,039	(5,642)
Local Law Enforcement	-	53	53	53	-
Public Defender	-	46	46	46	-
Probation	1,374	1,781	407	1,115	(666)
Resource Management Agency	927	972	45	45	(927)
Rural Crime Program	-	68	68	68	-
Sheriff - Coroner	-	357	357	357	-
TRAN/Teeter	-	-	-	3,620	3,620
Total transfers in	48,063	49,689	1,626	47,111	(2,578)

(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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Transfers (out):					
Agriculture Commissioner	(162)	(161)	1	(252)	(91)
Assessor	(209)	(209)	-	(202)	7
Auditor - Treasurer - Tax Collector	(121)	(121)	-	(122)	(1)
Board of Supervisors	(20)	(20)	-	(22)	(2)
Cooperative Extension	(56)	(56)	-	(48)	8
County Administrative	(35)	(35)	-	(29)	6
County Counsel	(102)	(101)	1	(106)	(5)
CPA 2000	(27)	(27)	-	(26)	1
Capital Acquisitions	(5,020)	(5,020)	-	(5,020)	-
District Attorney	(477)	(476)	1	(491)	(15)
General County Revenues	(39)	(39)	-	(1,010)	(971)
Health & Human Services	(15,865)	(15,860)	5	(13,915)	1,945
Human Resources & Development	(42)	(42)	-	(46)	(4)
Local Law Enforcement	(13)	(13)	-	(13)	-
Miscellaneous Administration	(6,981)	(8,657)	(1,676)	(7,733)	924
Multi-Agency Gang Violence	(27)	(26)	1	(26)	-
Probation	(648)	(651)	(3)	(637)	14
Public Defender	(238)	(238)	-	(246)	(8)
Purchasing	(10)	(10)	-	(12)	(2)
Resource Management Agency	(347)	(345)	2	(313)	32
Rural Crime Program	(11)	(11)	-	(10)	1
Sheriff - Coroner	(3,100)	(3,096)	4	(2,990)	106
TRAN/Teeter	-	-	-	(3,620)	(3,620)
Trial Courts	(203)	(203)	-	(231)	(28)
Total transfers (out)	<u>(33,753)</u>	<u>(35,417)</u>	<u>(1,664)</u>	<u>(37,120)</u>	<u>(1,703)</u>
Total other financing sources (uses)	<u>14,471</u>	<u>14,433</u>	<u>(38)</u>	<u>10,160</u>	<u>(4,273)</u>
Change in fund balance	(23,032)	(22,857)	175	2,829	25,686
Fund balance, July 1	-	-	-	57,503	57,503
Prior period adjustments	-	-	-	(2,255)	(2,255)
Fund balance, June 30	<u>\$ (23,032)</u>	<u>\$ (22,857)</u>	<u>\$ 175</u>	<u>\$ 58,077</u>	<u>\$ 80,934</u>

(Concluded)

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, 2009
(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	\$ 219	\$ 9	\$ 228	\$ -
Investment in treasury pool	7,654	3,099	10,753	48,648
Cash on hand	67	3	70	1
Imprest cash	2	-	2	250
Accounts receivable, net	806	117	923	102
Prepaid Items	-	-	-	25
Deposits with TCPFC	-	110	110	1
Due from other County funds	-	-	-	95
Due from other governments	-	-	-	17
Total current assets	8,748	3,338	12,086	49,139
Noncurrent assets:				
Advances to other County Funds	-	-	-	3,002
Restricted assets	51,569	-	51,569	-
Capital assets:				
Land	6,116	612	6,728	-
Buildings and improvements, net	4,101	5,164	9,265	9,828
Equipment and vehicles, net	4,462	1,181	5,643	1,908
Construction in progress	8,659	-	8,659	6,509
Total capital assets	23,338	6,957	30,295	18,245
Total noncurrent assets	74,907	6,957	81,864	21,247
Total assets	83,655	10,295	93,950	70,386

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, 2009
(amounts expressed in thousands)

Liabilities				
Current liabilities:				
Accounts payable	623	867	1,490	1,944
Due to other County funds	-	-	-	5,325
Due to other agency	-	-	-	-
Deposits from others	-	61	61	-
Salaries and benefits payable	121	-	121	387
Interest payable	-	14	14	223
Compensated absences payable	28	-	28	81
Claims payable	-	-	-	5,075
Loans payable	-	-	-	1,068
COP Payable	-	30	30	-
Total current liabilities	<u>772</u>	<u>972</u>	<u>1,744</u>	<u>14,103</u>
Noncurrent liabilities:				
Compensated absences payable	306	-	306	969
Advances from Agency funds	-	698	698	-
Closure/postclosure costs payable	46,569	-	46,569	-
Claims payable	-	-	-	19,330
Loans payable	-	-	-	12,789
Bonds payable	-	8	8	-
COP payable	-	1,446	1,446	-
Total noncurrent liabilities	<u>46,875</u>	<u>2,152</u>	<u>49,027</u>	<u>33,088</u>
Total liabilities	<u>47,647</u>	<u>3,124</u>	<u>50,771</u>	<u>47,191</u>
Net assets				
Invested in capital assets, net of related debt	23,338	5,473	28,811	4,388
Restricted for:				
Landfill ground water contingencies	5,000	5	5,005	-
Other purposes	-	-	-	-
Unrestricted	7,670	1,693	9,363	18,807
Total net assets	<u>\$ 36,008</u>	<u>\$ 7,171</u>	<u>\$ 43,179</u>	<u>\$ 23,195</u>

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, 2009
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Solid Waste	Nonmajor Enterprise	Total	
Operating revenues:				
Charges for services	\$ 8,141	\$ 888	\$ 9,029	\$ 51,116
Rents and concessions	104	3	107	9
Other revenues	39	34	73	629
Total operating revenues	<u>8,284</u>	<u>925</u>	<u>9,209</u>	<u>51,754</u>
Operating expenses:				
Salaries and benefits	4,132	-	4,132	14,720
Services and supplies	6,196	1,949	8,145	25,558
Insurance premiums paid	-	-	-	3,733
Landfill closure and postclosure costs	2,735	-	2,735	-
Depreciation	1,075	350	1,425	716
Claims incurred	-	-	-	2,151
Total operating expenses	<u>14,138</u>	<u>2,299</u>	<u>16,437</u>	<u>46,878</u>
Operating income (loss)	<u>(5,854)</u>	<u>(1,374)</u>	<u>(7,228)</u>	<u>4,876</u>
Nonoperating revenues (expenses):				
Gain (loss) on sale of capital assets	-	-	-	(2)
Intergovernmental revenues	273	540	813	-
Taxes and special assessments	-	379	379	-
Investment earnings	2,860	202	3,062	2,004
Interest expense	-	(153)	(153)	(602)
Total nonoperating revenues (expenses)	<u>3,133</u>	<u>968</u>	<u>4,101</u>	<u>1,400</u>
Income (loss) before contributions and transfers	<u>(2,721)</u>	<u>(406)</u>	<u>(3,127)</u>	<u>6,276</u>
Capital contributions	-	-	-	70
Transfers in	-	3	3	2,479
Transfers (out)	(586)	-	(586)	(365)
Change in net assets	<u>(3,307)</u>	<u>(403)</u>	<u>(3,710)</u>	<u>8,460</u>
Net assets, July 1	39,315	7,574	46,889	14,735
Net assets, June 30	<u>\$ 36,008</u>	<u>\$ 7,171</u>	<u>\$ 43,179</u>	<u>\$ 23,195</u>

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, 2009
(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	\$ 7,080	\$ 855	\$ 7,935	\$ 51,130
Receipts from interfund services provided	1,198	3	1,201	-
Receipts from rents and concessions	104	3	107	9
Other revenues	39	34	73	629
Payments (to) employees	(4,313)	-	(4,313)	(14,414)
Payments (to) suppliers	(4,558)	(315)	(4,873)	(24,968)
Payments (for) interfund services used	(2,090)	(879)	(2,969)	(5,024)
Payments (for) claims	-	-	-	(2,952)
Net cash provided (used) by operating activities	(2,540)	(299)	(2,839)	4,410
Cash flows from noncapital financing activities:				
Subsidy from intergovernmental entities	273	540	813	-
Receipts from taxes and assessments	-	379	379	-
Transfers from other funds	-	3	3	2,497
Transfers (to) other funds	(586)	-	(586)	4,794
Advance from other funds	-	8	8	1,027
Net cash provided (used) by noncapital financing activities	(313)	930	617	8,318
Cash flows from capital and related financing activities:				
Sales (purchases) of capital assets	(10,190)	(929)	(11,119)	(297)
Principal (paid) on capital debt	-	(27)	(27)	(1,025)
Interest (paid) on capital debt	-	(153)	(153)	(621)
Net cash provided (used) by capital and related financing activities	(10,190)	(1,109)	(11,299)	(1,943)
Cash flows from investing activities:				
Interest and dividends received	2,860	202	3,062	2,004
Net cash provided by investing activities	2,860	202	3,062	2,004
Net increase (decrease) in cash and cash equivalents	(10,183)	(276)	(10,459)	12,789
Cash and cash equivalents, July 1	69,694	3,387	73,081	36,110
Cash and cash equivalents, June 30	\$ 59,511	\$ 3,111	\$ 62,622	\$ 48,899

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, 2009
(amounts expressed in thousands)

Displayed as:				
Cash in banks	\$ 219	\$ 9	\$ 228	\$ -
Investment in treasury pool	7,654	3,099	10,753	48,648
Cash on hand	67	3	70	1
Imprest cash	2	-	2	250
Restricted assets which are cash equivalents	51,569	-	51,569	-
Total cash displayed	<u>\$ 59,511</u>	<u>\$ 3,111</u>	<u>\$ 62,622</u>	<u>\$ 48,899</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (5,854)	\$ (1,374)	\$ (7,228)	\$ 4,876
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Landfill closure and postclosure costs	2,733	-	2,733	-
Depreciation	1,075	350	1,425	716
(Increase) decrease in accounts receivable	137	(30)	107	14
(Increase) decrease in intergovernmental	-	-	-	-
(Increase) decrease in due from other funds	-	-	-	-
(Increase) decrease in allowance for	-	-	-	-
(Increase) decrease in inventories	-	-	-	-
(Increase) decrease in prepaid items	-	(1)	(1)	(25)
(Increase) decrease in customers deposits	-	-	-	-
Increase (decrease) in accounts payable	(450)	756	306	(676)
Increase (decrease) in amounts payable for equipment purchases	-	-	-	-
Increase (decrease) in salaries and benefits payable and compensated absences	(181)	-	(181)	306
Increase (decrease) in claims payable	-	-	-	(801)
Total adjustments	<u>3,314</u>	<u>1,075</u>	<u>4,389</u>	<u>(466)</u>
Net cash provided (used) by operating activities	<u>\$ (2,540)</u>	<u>\$ (299)</u>	<u>\$ (2,839)</u>	<u>\$ 4,410</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, 2009
(amounts expressed in thousands)**

	Investment Trust Funds	Agency Funds
Assets		
Cash in banks	\$ -	\$ 5,970
Investment in treasury pool	606,520	24,190
Due from other governments	-	85
Advances to County funds	-	711
Total assets	606,520	\$ 30,956
Liabilities		
Warrants payable	732	\$ 2,021
Advances from County funds	-	3,266
Agency obligations	-	25,669
Total liabilities	732	\$ 30,956
Net assets		
Held in trust for treasury pool participants	\$ 605,788	

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, 2009
(amounts expressed in thousands)**

	<u>Investment Trust Funds</u>
Additions	
Contributions	
To pooled investments	\$ 4,059,957
Total contributions	<u>4,059,957</u>
Investment income	<u>25,848</u>
Total additions	<u>4,085,805</u>
 Deductions	
Distributions from pooled investments	<u>4,010,868</u>
Total deductions	<u>4,010,868</u>
 Change in net assets held in trust	 74,937
 Net assets, July 1	 <u>530,851</u>
Net assets, June 30	<u><u>\$ 605,788</u></u>

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

BASIC FINANCIAL STATEMENTS

Notes to the Financial Statements

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COUNTY OF TULARE
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(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 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.

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.

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)

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.

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.

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.

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. Burrel 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. The Commission 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 the Commission 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, (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 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, 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. 49*

In November of 2006, GASB issued Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*. This Statement is effective for periods beginning after December 15, 2007. This Statement addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. For recognized pollution remediation liabilities and recoveries, this Statement requires governments to disclose the nature and source of pollution remediation obligations, the amount of the estimated liability (if not apparent from the financial statements), the methods and assumptions used for the estimate, the potential for changes in estimates, and estimated recoveries that reduce the measurement of the liability. See Note N.

2. *Governmental Accounting Standards Board Statement No. 52*

In November 2007, GASB issued Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*. This Statement establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments also are required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value, and other information that they currently present for other investments reported at fair value. This Statement more appropriately reports the resources available in endowments and more closely aligns financial reporting with the objectives of endowments. It results in property held for similar purposes by comparable entities being reported in the same manner. Reporting land and other real estate held as investments at fair value enhances users' ability to meaningfully evaluate an entity's investment decisions and performance. This Statement is not applicable at this time.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Implementation of New Accounting Principles (Continued)

3. *Governmental Accounting Standards Board Statement No. 55*

In March of 2009, GASB issued Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. This Statement is to incorporate the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the Governmental Accounting Standards Board's (GASB) authoritative literature. This Statement will make it easier for preparers of state and local government financial statements to identify and apply all relevant guidance. This Statement has been implemented in fiscal year 2009.

4. *Governmental Accounting Standards Board Statement No. 56*

In March of 2009, GASB issued Statement No. 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards*. This Statement addresses three issues not included in the authoritative literature that establishes *accounting principles* – related party transactions, going concern considerations, and subsequent events. The requirements in this Statement will improve financial reporting by contributing to the GASB's efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source. This Statement has been implemented in fiscal year 2009.

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 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, 2009, the special purpose authorities' cash and pooled investments were approximately 67.8% 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*, require 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, 2009. The dollars deposited in the program have been increased by \$139 to reflect the increase in the fair value of the Investment in the Treasury Pool at June 30, 2009.

In addition, investments outside the Investment Pool were adjusted to fair market value as of June 30, 2009 resulting in a decrease of \$180.

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 termination or death, an employee, or the employee's estate, is compensated for 100% of accumulated vacation.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity (Continued)

6. Compensated Absences (Continued)

Employees in Bargaining Units 1, 3, 6 & 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 converted 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 converted hours.

Unrepresented employees in Units 5, 9, 10, 11, 17, 18, 19, 20, 21, 22, 30, 34, 35, 36, 37, 38, 39, 40, 45 & 56 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 converted 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 converted hours.

Bargaining Units 4, 8, 13, 14, 15, 55, 60, 61, 62, 63, 64, 65, 82 & 83 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 176 converted hours. Bargaining Units 2, 12, & 16 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 converted hours. Employees in Bargaining Unit 23 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 converted hours. Employees in this same Unit 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 56 converted hours.

Any compensatory time off (CTO) remaining, in the event of termination or death, is converted to cash at the employees' current payroll rate.

The County has a sick leave buyback 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 year. 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 sick leave used in the year 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.

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.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, and Equity (Continued)

8. Long-term Obligations (Continued)

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 Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

10. Use of Estimates

The preparation of basic financial statements in conformity with 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 36.

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 38.

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.

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

A. Budgetary Information (Continued)

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, 2009, appropriations in the General Fund were increased by \$1,356.

B. Excess of Expenditures over Appropriations

For the fiscal year, ended June 30, 2009, expenditures exceeded appropriations in the following funds at the legal level of control:

Non-major Special Revenue Funds:		
Structural Fire Fund	\$	377
In-Home Supportive Services Fund		2

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 Government Code. “Investments” in the governmental funds balance sheet (Page 34) 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.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

Cash Deposits As of June 30, 2009, the County's bank deposits had a carrying amount of \$232,980 and the balance per the financial institutions totaled \$216,604. All pooled cash deposits and non-negotiable Certificates of Deposit are entirely insured (\$81,315) or collateralized (\$151,665). 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.

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, custodial credit risk 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 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, 2009, 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 investments in these funds are not evidenced by securities that exist in physical or book entry form.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

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 NRSROs 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 US Government were rated AAA by a nationally recognized statistical-rating organization. As of June 30, 2009, the County invested in primarily high quality investments as shown below:

Credit Ratings	
U.S. Treasury	15%
AAA	43%
A-1+ (short-term rating)	10%
A-1 (short-term rating)	5%
AA	6%
A	5%
SP-1+*	3%
CDARS	9%
Not Rated**	4%
	<hr/>
Total	100%
	<hr/> <hr/>

* Municipal short-term rating for the County's TRANS debt by Standard and Poor's as of May 27, 2009.

** The portion of the portfolio that is not rated represent the \$40,000 deposit in LAIF, the State of California Investment Fund.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

The County's investments as of June 30, 2009 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	\$ 139,488	\$ 142,928	1,181	1.38% - 5.13%	3/31/11 - 4/30/13
Federal Agency Obligations	217,351	224,576	966	1.63% - 7.00%	3/15/10 - 12/13/13
Corporate Bonds & MTN's	155,671	157,921	677	1.87% - 8.75%	7/2/09 - 10/27/09
Municipal Obligations	5,079	5,176	509	3.39% - 4.51%	08/15/10 - 04/01/11
Certificates of Deposit	<u>170,000</u>	<u>170,000</u>	42	0.65% - 8.75%	09/10/09 - 2/15/14
	687,589	700,601			
Other Investments:					
Money Market Funds	54,794	54,794			
Promissory Note	26,550	26,550			
LAIF Managed Pool	40,000	40,052			
Other Managed Pool	<u>100,347</u>	<u>100,433</u>			
Total Other Investments	<u>221,691</u>	<u>221,829</u>			
Total Investments	<u>\$ 909,280</u>	<u>\$ 922,430</u>			

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>
Federal Home Loan Bank	\$ 74,823	8.1%
Federal Home Loan Mortgage Corporation	59,461	6.4%
US Treasury Note	142,928	15.5%

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

Investments in the Money Market Funds and LAIF Managed Pool are not categorized, in accordance with GASB 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, 2009, the County's investment in LAIF is \$40,052. The total amount recorded by all public agencies in LAIF at that date is \$50,889,715. Of that amount, 85.29% is invested in non-derivative financial products and 14.71% 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. 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.

Treasury Pool Income and Participant Withdrawals Treasury Pool investments are accounted for in accordance with the provisions of GASB 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.

As of June 30, 2009, the investment income is comprised of the following:

Investment Income	
Interest and Dividends	\$ 23,561
Net Increase in the Fair Value	16,255
Less: Investment Expenses	(1,101)
Total Treasury Pool Income	<u>\$ 38,715</u>

The net increase in the fair market value of investments during fiscal year 2008-2009 was \$16,255. This amount takes into account all changes in fair value (including sales resulting in a net gain of \$8,062) that occurred during the year. The fair value gain on investments held as of June 30, 2009 was \$8,193.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

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, 2009:

	Governmental Funds (Page 4)	Enterprise Funds (Page 46)	Internal Services Funds (Page 46)	Fiduciary Funds (Page 51)	Total	Component Unit - First 5 Tulare County
Cash in Banks	\$ -	\$ 228	\$ -	\$ 5,970	\$ 6,198	\$ 264
Investment in Treasury Pool	168,608	15,753	48,648	630,710	863,719	15,423
Restricted Investments in Pool	5,000	46,569	-	-	51,569	-
Investments	9,215	-	-	-	9,215	-
Restricted Investments	49,675	-	-	-	49,675	-
Imprest Cash	75	2	250	-	327	-
Deposits with Others	22	110	1	-	133	-
Cash on Hand	-	70	1	-	71	-
Cash Over draft	(47)	-	-	-	(47)	-
	<u>\$ 232,548</u>	<u>\$ 62,732</u>	<u>\$ 48,900</u>	<u>\$ 636,680</u>	<u>\$ 980,860</u>	<u>\$ 15,687</u>

Summary of total cash investments is as follows:

	Investment in Treasury Pool	Other	Total
Cash and Bank Deposits	\$ 213,244	\$ 6,993	\$ 220,237
Interest Receivable	4,073	-	4,073
Investments	<u>713,347</u>	<u>58,890</u>	<u>772,237</u>
Total	<u>\$ 930,664</u>	<u>\$ 65,883</u>	<u>\$ 996,547</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash and Investments (Continued)

The following represents a condensed statement of net assets and changes in net assets for the Treasury Pool as of June 30, 2009:

Statement of Net Assets	
Net assets held in trust for all pool participants	<u>\$ 930,664</u>
Equity of internal pool participants	\$ 299,954
Equity of external pool participants	<u>630,710</u>
Total Equity	<u>\$ 930,664</u>

Statement of Changes in Net Assets	
Net assets	\$ 786,329
Net additions/withdrawals by pool participants	104,520
Net increase in the investment fair value	8,193
Realized gains/losses from sales	8,062
Market value loss on investments held at year-end	-
Interest and dividends earned	<u>23,560</u>
Net Assets as of June 30, 2009	<u>\$ 930,664</u>

B. Receivables

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

	<u>General</u>	<u>Solid Waste</u>	<u>Nonmajor Governmental funds</u>	<u>Nonmajor Enterprise</u>	<u>Internal Service Fund</u>	<u>Total</u>	<u>Noncurrent portion</u>
Receivables:							
Accounts, net	\$ 2,380	\$ 806	\$ 2,383	\$ 117	\$ 102	\$ 5,788	\$ 2,173
Property taxes, net	29,257	-	-	-	-	29,257	29,257
Lease payments	-	-	1,112	-	-	1,112	968
Notes	18,207	-	2,017	-	-	20,224	20,224
Due from other governments	<u>36,844</u>	<u>-</u>	<u>9,073</u>	<u>-</u>	<u>17</u>	<u>45,934</u>	<u>-</u>
Total Receivables	<u>\$ 86,688</u>	<u>\$ 806</u>	<u>\$ 14,585</u>	<u>\$ 117</u>	<u>\$ 119</u>	<u>\$ 102,315</u>	<u>\$ 52,622</u>

C. Restricted Assets

Restricted assets in the governmental funds include \$49,675 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 \$51,569 in the Solid Waste fund for future closure/postclosure expenses for disposal sites and landfill groundwater contingencies.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

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	\$ 43,942	\$ 7,601
Nonmajor Governmental Funds	4,849	3,386
Total Unavailable/Unearned Revenue	<u>\$ 48,791</u>	<u>\$ 10,987</u>

E. Capital Assets

Capital asset activity for the year ended June 30, 2009 was as follows:

<u>Capital Assets - Primary Government</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers and Adjustments</u>	<u>Ending Balance</u>
Governmental activities:					
<i>Capital assets, not being depreciated:</i>					
Land	\$ 911,641	\$ -	\$ -	\$ -	\$ 911,641
Construction in Progress	9,582	3,876	(4,638)	-	8,820
Infrastructure in Progress	14,045	16,115	(495)	-	29,665
Total capital assets, not being depreciated	<u>935,268</u>	<u>19,991</u>	<u>(5,133)</u>	<u>-</u>	<u>950,126</u>
<i>Capital assets, being depreciated:</i>					
Infrastructure	660,499	10,658	(62)	11,512	682,607
Buildings and Improvements	178,330	5,960	-	2,477	186,767
Equipment/Vehicles	59,268	5,242	(2,530)	107	62,087
Total capital assets being depreciated	<u>898,097</u>	<u>21,860</u>	<u>(2,592)</u>	<u>14,096</u>	<u>931,461</u>
<i>Less accumulated depreciation for:</i>					
Infrastructure	(189,815)	(15,940)	38	41	(205,676)
Buildings and Improvements	(54,780)	(3,507)	-	-	(58,287)
Equipment/Vehicles	(38,189)	(4,985)	2,508	362	(40,304)
Total accumulated depreciation	<u>(282,784)</u>	<u>(24,432)</u>	<u>2,546</u>	<u>403</u>	<u>(304,267)</u>
Total capital assets, being depreciated, net	<u>615,313</u>	<u>(2,572)</u>	<u>(46)</u>	<u>14,499</u>	<u>627,194</u>
Governmental activities capital assets, net	<u>\$ 1,550,581</u>	<u>\$ 17,419</u>	<u>\$ (5,179)</u>	<u>\$ 14,499</u>	<u>\$ 1,577,320</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

E. Capital Assets (Continued)

Capital Assets - Primary Government	Beginning Balance	Additions	Retirements	Transfers and Adjustments	Ending Balance
Business-type activities:					
<i>Capital assets, not being depreciated:</i>					
Land	\$ 6,728	\$ -	\$ -	\$ -	\$ 6,728
Construction in Progress	731	7,928	-	-	8,659
Total capital assets, not being depreciated	<u>7,459</u>	<u>7,928</u>	<u>-</u>	<u>-</u>	<u>15,387</u>
<i>Capital assets, being depreciated:</i>					
Buildings and Improvements	18,277	-	(2)	-	18,275
Equipment/Vehicles	11,600	3,190	(399)	-	14,391
Total capital assets being depreciated	<u>29,877</u>	<u>3,190</u>	<u>(401)</u>	<u>-</u>	<u>32,666</u>
<i>Less accumulated depreciation for:</i>					
Buildings and Improvements	(8,226)	(788)	2	-	(9,012)
Equipment/Vehicles	(8,509)	(636)	399	-	(8,746)
Total accumulated depreciation	<u>(16,735)</u>	<u>(1,424)</u>	<u>401</u>	<u>-</u>	<u>(17,758)</u>
Total capital assets, being depreciated, net	<u>13,142</u>	<u>1,766</u>	<u>-</u>	<u>-</u>	<u>14,908</u>
Business-type activities capital assets, net	<u>\$ 20,601</u>	<u>\$ 9,694</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,295</u>

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

Depreciation - Governmental activities:		Depreciation - Business-type activities:	
General government	\$ 952	Solid waste	\$ 1,076
Public protection	4,710	Water/sewer services	349
Public ways and facilities	16,654		
Health and sanitation	483		
Public assistance	596		
Education	108		
Culture and recreation	146		
Unallocated depreciation expense	<u>783</u>		
Total depreciation expense - governmental activities	<u>\$ 24,432</u>	Total depreciation expense - business-type activities	<u>\$ 1,425</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, 2009 including the new Orosi Sheriff's Substation, remodeling of the Visalia Library, the Oat Mountain radio tower project, upgrading security and facilities, rehabilitation of the airport, energy conservation projects, 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>
Motorpool Relocation (030)	\$ 243	\$ 999
Woodland Avenue Project (030)	9	250
Fire Station #1 (030)	100	1,750
Farm Labor Museum Project (001)	1,838	3,150
Airport - Taxi Way Reconstruction (012)	121	-
Landfill Site Improvements (045)	8,659	-
Energy Conservation Measures (081)	6,509	723
Roads (014):		
Environmental Review of Existing Roads	24,221	315
Turnouts	205	-
Shoulder Stabilization	660	-
Other Improvements	4,447	-
Bridges (014):		
Repair or Replace Bridge	69	-
Review of Existing Bridge for Possible Replacement	63	-
Total Construction in Progress	<u>\$ 47,144</u>	<u>\$ 7,187</u>

The State Transportation Improvement Program is financing the commitment for road and bridge reconstruction and 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 County funds are representative of non-current lending / borrowing arrangements outstanding at the end of the fiscal year.

The composition of advances to / from other County funds balances as of June 30, 2009 is as follows:

<u>Advances - Receivable Fund</u>	<u>Advances - Payable Fund</u>	<u>Amount</u>
General	Nonmajor governmental	\$ 459
Internal service	General	3,002
	Total	<u>\$ 3,461</u>

2. Advances to / from Agency funds

Advances to / from Agency funds represent non-current lending / borrowing arrangements for cash flow purposes. 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 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 Agency funds balances as of June 30, 2009 is as follows:

<u>Advances - Receivable Fund</u>	<u>Advances - Payable Fund</u>	<u>Amount</u>
General	Employee Health Benefits	\$ 1,777
	CSA#1 Revolving	698
	Youthful Offender Block Grant Fund	652
	Treasurer's Agency	99
	Sub-total	<u>3,226</u>
Nonmajor Governmental	Child Support Federal Agency	40
	Sub-total	<u>3,266</u>
Probation Officers Restitution Agency Youthful Offender Block Grant Fund CSA#1 Revolving	General	13
	Nonmajor Enterprise	698
	Sub-total	<u>711</u>
	Total	<u>\$ 3,977</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

F. Interfund Receivables and Payables (Continued)

3. 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, 2009 is as follows:

Due To / From County Funds		
Receivable Fund	Payable Fund	Amount
General	Nonmajor governmental	\$ 1,292
	Internal service	5,230
	Sub-total	6,522
Nonmajor governmental	General	
	Nonmajor governmental	182
	Sub-total	182
Internal service	Internal service	95
	Sub-total	95
	Total	\$ 6,799

G. Transfers

Transfers to / from other County funds for the fiscal year ended June 30, 2009 consist of transfers for normal operations, including the accumulation of debt service payments and support of other funds resources.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

G. Transfers (Continued)

The schedule of transfers to / from other County funds for the fiscal year ended June 30, 2009 is as follows:

Transfers out:	Transfers In:						
	General	PFC	PFA	Nonmajor Governmental	Nonmajor Enterprise	Internal Service	Total Transfers
General	\$ -	\$ -	\$ -	\$ 34,763	\$ 3	\$ 2,354	\$ 37,120
PFA	-	-	-	3,500	-	-	3,500
Nonmajor governmental	46,612	6,610	4,471	5,354	-	53	63,100
Solid waste	499	-	-	83	-	4	586
Internal service	-	-	-	297	-	68	365
Total transfers out	<u>\$ 47,111</u>	<u>\$ 6,610</u>	<u>\$ 4,471</u>	<u>\$ 43,997</u>	<u>\$ 3</u>	<u>\$ 2,479</u>	<u>\$ 104,671</u>

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, 2009 were \$892. The minimum future rentals for noncancellable operating leases are as follows:

Future Rentals	
Fiscal Year Ending June 30,	Amount
2010	\$ 848
2011	536
2012	344
2013	288
2014	223
2015-2019	179
Total	<u>\$ 2,418</u>

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, 2009 were \$7,030. The future minimum lease payments for these leases are as follows:

Operating Leases	
Fiscal Year Ending June 30,	Amount
2010	\$ 5,838
2011	5,126
2012	4,963
2013	4,444
2014	4,313
2015-2019	7,088
2020-2024	1,891
2025-2029	244
Total	<u>\$ 33,907</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, 2009, was approximately \$176.

Capital Leases The County has entered into lease agreements as lessee for financing the acquisition of police communications equipment and other non-capitalized items; and printing equipment. 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 Acquired Through Capital Leases	
Fiscal Year Ending June 30, 2009	Governmental Activities
Equipment	\$ 378
Less: Accumulated depreciation	<u>(322)</u>
Total	<u>\$ 56</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, 2009 is \$1,112. 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,	Principal	Interest
2010	\$ 144	\$ 65
2011	153	56
2012	163	47
2013	173	37
2014	183	26
2015-2016	296	18
Total	<u>\$ 1,112</u>	<u>\$ 249</u>

J. Short-term Debt

Tax and Revenue Anticipation Notes Payable In accordance with the Resolution of Issuance, the 2008-2009 Tax and Revenue Anticipation Note (TRAN) of \$55,000 was issued July 31, 2008 at 3.0% with a re-offering yield of 2.0%. This \$55,000 Tran will mature on July 31, 2009. The purpose of the temporary borrowing is to increase available cash balances which provide operating funds to cover shortfalls. Cash shortfalls arise due to the timing differential of monthly cash receipts and disbursements for the fiscal year ended June 30, 2009. Cash flow deficits are primarily caused by timing of property tax receipts in December and April.

Short-term Debt Activity				
	Beginning Balance	Issued	Redeemed	Ending Balance
Tax and Revenue Anticipation Notes	<u>\$ 55,000</u>	<u>\$ 55,000</u>	<u>\$ (55,000)</u>	<u>\$ 55,000</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

K. 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.

Certificates of Participation currently outstanding are as follows:

Outstanding Certificates of Participation			
<u>Date Issued</u>	<u>Purpose of Debt</u>	<u>Interest Rates</u>	<u>Amount</u>
July 23, 1996	Governmental activities	4.30% - 6.00%	\$ -
October 8, 1998	Governmental activities - Refunding	3.35% - 5.00%	37,210
	Sub-total		37,210
September 2, 1993	Business-type activities	5.00%	478
February 23, 1994	Business-type activities	5.00%	71
August 16, 1994	Business-type activities	4.50%	49
September 14, 1994	Business-type activities	4.50%	41
May 28, 1996	Business-type activities	4.50%	837
	Sub-total		1,476
	Total		\$ 38,686

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

K. Long-term Debt (Continued)

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
2010	\$ 4,920	\$ 1,734	\$ 29	\$ 69
2011	5,235	1,480	30	68
2012	5,495	1,212	35	66
2013	4,470	963	36	65
2014	4,825	730	36	63
2015-2019	12,265	729	208	286
2020-2024	-	-	260	248
2025-2029	-	-	325	165
2030-2034	-	-	411	79
2035	-	-	106	7
Total	<u>\$ 37,210</u>	<u>\$ 6,848</u>	<u>\$ 1,476</u>	<u>\$ 1,116</u>

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 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.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

K. Long-term Debt (Continued)

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
2010	\$ 615	\$ 2,432
2011	715	2,390
2012	715	2,347
2013	815	2,300
2014	815	2,251
2015-2019	5,060	10,387
2020-2024	6,925	8,763
2025-2029	9,465	6,066
2030-2034	12,870	2,682
2035	3,055	31
Total	<u>\$ 41,050</u>	<u>\$ 39,649</u>

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
2010	\$ 5,000	\$ 1,058
2011	5,685	669
2012	6,270	230
Total	<u>\$ 16,955</u>	<u>\$ 1,957</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

K. Long-term Debt (Continued)

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. The total available agreement for issuance of bonds is \$1,900 for the entire project.

The remaining bonds will be issued once the contractor has finished work and asks for reimbursement. In addition to the principal and interest payments, \$12,636 payments are due to the trustee for 18 years commencing August 1, 2009 that will be kept by the trustee in a reserve account. The first \$12,636 is due and payable on August 1, 2009.

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
2010	\$ 87	\$ 73
2011	88	69
2012	92	65
2013	95	62
2014	92	58
2015-2019	275	252
2020-2024	338	190
2025-2029	417	114
2030-2032	294	26
Total	<u>\$ 1,778</u>	<u>\$ 909</u>

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.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

K. Long-term Debt (Continued)

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

Loans Payable		
Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2010	\$ 1,379	\$ 633
2011	1,163	579
2012	1,213	529
2013	1,264	478
2014	1,316	425
2015-2019	6,450	1,235
2020-2024	2,237	267
2025-2029	387	85
2030-2033	321	22
Total	<u>\$ 15,730</u>	<u>\$ 4,253</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, 2009, 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 \$8 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)

K. Long-term Debt (Continued)

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

El Rancho Sewer Bond		
Fiscal Year Ending June 30,	Business-type Activities	
	Principal	Interest
2010	\$ -	\$ -
2011	1	1
2012	-	-
2013	1	1
2014	-	-
2015-2019	2	1
2020-2024	2	1
2025-2027	2	-
Total	<u>\$ 8</u>	<u>\$ 4</u>

Changes in Long-term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2009 was as follows:

Long-term Liabilities	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
COP's payable	\$ 41,790	\$ -	\$ (4,580)	\$ 37,210	\$ 4,920
Variable rate demand bonds	41,665	-	(615)	41,050	615
Pension obligation bonds	21,345	-	(4,390)	16,955	5,000
Tax allocation bonds	1,586	231	(39)	1,778	87
Loans payable	17,219	-	(1,489)	15,730	1,379
Leases payable	6	-	(6)	-	-
Net OPEB obligation	1,650	2,144	(518)	3,276	-
Compensated absences	19,312	3,839	(2,647)	20,504	2,777
Liability claims payable	25,206	999	(1,800)	24,405	5,075
Accrued Remediation Cost	-	5,000	-	5,000	-
Governmental activities Long-term liabilities	<u>\$ 169,779</u>	<u>\$ 12,213</u>	<u>\$ (16,084)</u>	<u>\$ 165,908</u>	<u>\$ 19,853</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

K. Long-term Debt (Continued)

Changes in Long-term Liabilities (Continued)

<u>Long-term Liabilities</u>	<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	\$ 1,503	\$ -	\$ (27)	\$ 1,476	\$ 30
Bonds payable	8	-	-	8	-
Closure/postclosure costs payable	43,836	2,733	-	46,569	-
Compensated absences	372	19	(57)	334	28
Business-type activities Long-term liabilities	<u>\$ 45,719</u>	<u>\$ 2,752</u>	<u>\$ (84)</u>	<u>\$ 48,387</u>	<u>\$ 58</u>

The liability for compensated absences has typically been liquidated using the primary government's governmental funds and the Solid Waste Fund. The value of accumulated vacation at June 30, 2009 was \$16,525. Of this amount, \$252 is recorded in business-type funds. The value of accumulated sick leave at June 30, 2009 was calculated using a termination payment method and is accrued at \$2,805. Of this amount, \$82 is recorded in business-type funds. The value of accumulated CTO at June 30, 2009 was \$1,508. The value of sick leave buy backs for future years cannot be accurately estimated, but for the fiscal year ended June 30, 2009, the County paid \$1,093 to employees through this program.

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.

L. 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, 2009. 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 GO Bonds totaling \$135,410 are for Kaweah Delta Hospital Bond and Woodville Public Utility District Sewer.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

M. 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 \$46,569 as of June 30, 2009, 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 \$46,990 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 1.6 years for Teapot Dome to 181.8 years for the Visalia site. The estimated total current cost of the landfill closure and postclosure care (\$93,559) 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, 2009. 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, 2009, investments of \$41,635 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, 2009, investments of \$4,934 are part of the pooled funds held by the Tulare County Treasurer.

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

N. 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, 2009, 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 \$62 for the year ended June 30, 2009 and plans to spend approximately \$100 in each subsequent year during the interim remediation phase. In accordance with GASB 49, beginning net assets have been reduced by \$5,000 that represents the estimated accrued remediation liability as of July 1, 2008 (Note 5J).

O. 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	\$ 1,577,320	\$ 30,295	\$ 1,607,615
Less related debt:			
COP's	(37,210)	(1,476)	(38,686)
Loans	(15,730)	-	(15,730)
Bonds	-	(8)	(8)
Total	<u>\$ 1,524,380</u>	<u>\$ 28,811</u>	<u>\$ 1,553,191</u>

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

O. Restricted Net Assets (Continued)

Net assets of capital projects funds (\$10,966) are restricted by the State for the future cleanup of toxic ground at the Harmon Field airstrip (\$5,000), and by the Joint Powers Agreement governing the disbursement and use of proceeds of the variable rate demand bonds (\$5,966). Net assets of special revenue funds (\$21,018) are restricted by the funding source, usually State and Federal, for specific functions such as Education (\$3,418), Public Protection (\$4,599), Roads (\$6,467), Redevelopment (\$6,435), and others (\$99).

Net assets of debt service funds (\$25,095) are restricted by lenders COP's (\$6,114), or by contractual agreements with trustees and bond holders (\$15,354), or others (\$3,627).

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

P. 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 Maintenance		
		CSA #1	CSA #2
Assets:			
Current assets	\$ 880	\$ 382	\$ 117
Capital assets	1,287	4,107	392
Total assets	2,167	4,489	509
Liabilities:			
Current liabilities	87	27	2
Noncurrent liabilities	820	1,291	41
Total liabilities	907	1,318	43
Net Assets:			
Invested in capital assets, net of related debt	1,287	3,500	350
Unrestricted (deficit)	(27)	(329)	116
Total net assets	\$ 1,260	\$ 3,171	\$ 466

NOTE 4 – DETAILED NOTES ON ALL FUNDS (Continued)

O. Condensed Financial Statements (Continued)

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS	Terra Bella Sewer Maintenance	CSA #1	CSA #2
Water and sewer charges	\$ 154	\$ 432	\$ 56
Other operating revenues	-	3	-
Depreciation expense	(69)	(201)	(15)
Other operating expenses	(116)	(370)	(54)
Operating income (loss)	(31)	(136)	(13)
Nonoperating revenues (expenses):			
Investment earnings	91	17	3
Special assessments	32	-	-
Interest expense	(91)	(60)	(2)
Change in net assets	1	(179)	(12)
Beginning net assets	1,259	3,350	478
Ending net assets	\$ 1,260	\$ 3,171	\$ 466

CONDENSED STATEMENT OF CASH FLOWS	Terra Bella Sewer Maintenance	CSA #1	CSA #2
Net cash provided (used) by:			
Operating activities	\$ 33	\$ 44	\$ 1
Noncapital financing activities	32	7	-
Capital and related financing activities	(105)	(74)	(2)
Investing activities	91	17	3
Net increase (decrease)	51	(6)	2
Beginning cash and cash equivalents	756	254	102
Ending cash and cash equivalents	\$ 807	\$ 248	\$ 104

The County maintains three non-major 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 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 \$25,000 for the fiscal year 2008/09. 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, 2009 no payments were made that exceeded the self insured retention.

Type of Event	For the fiscal year ended June 30,		
	2009 Total	2008 Total	2007 Total
Harassment Litigation	\$ -	\$ -	\$ -
Total Reimbursements	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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,		
	2009 Total	2008 Total	2007 Total
Unpaid claims	\$ 4,436	\$ 4,400	\$ 6,506
Claims incurred	646	955	(1,341)
Claims paid	(313)	(919)	(765)
Total unpaid claims	\$ 4,769	\$ 4,436	\$ 4,400

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, 456 claims were reported to Intercare Insurance Services. As of June 30, 2009, 113 claims remained open and benefit payments totaled \$1,487. Outstanding reserves for recorded claims are valued at \$8.3 million, while incurred but not recorded (IBNR) is reserved at \$11.86 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,		
	2009 Total	2008 Total	2007 Total
Unpaid claims	\$ 20,770	\$ 17,030	\$ 13,930
Claims incurred	353	4,655	4,103
Claims paid	(1,487)	(915)	(1,003)
Total unpaid claims	\$ 19,636	\$ 20,770	\$ 17,030

NOTE 5 – OTHER INFORMATION (Continued)

A. Risk Management (Continued)

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

General Liability and Workers' Compensation Unpaid Claims Liability	For the fiscal year ended June 30,		
	2009 Total	2008 Total	2007 Total
Claims payable - current	\$ 5,075	\$ 5,299	\$ 5,991
Claims payable - noncurrent	19,330	19,907	15,439
Total unpaid claims liability	<u>\$ 24,405</u>	<u>\$ 25,206</u>	<u>\$ 21,430</u>

B. Risk Pool

The County is a member of the California State Association of Counties Excess Insurance Authority (CSAC EIA), a California Joint Powers Authority. The purpose of the Authority 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.

The Authority operates public entity risk pools for Workers' Compensation, Comprehensive Liability, Property, and Medical Malpractice. The Authority 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-Insurance Retention</u>	<u>Coverage Limits</u>
General Liability Program I	\$ 125	\$ 1,000
General Liability Program II	250	15,000
Optional Excess General Liability	1,000	20,000
Property	10	600,000
Medical Malpractice	10	11,505

NOTE 5 – OTHER INFORMATION (Continued)

B. Risk Pool (Continued)

The County's claims did not exceed the self insurance retention in Fiscal Year 2008-2009. 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.

Condensed financial information for CSAC Excess Insurance Authority as of and for the fiscal year ended June 30, 2009, is as follows:

CSAC Excess Insurance Authority Condensed Statement of Net Assets June 30, 2009 (amounts expressed in thousands)		CSAC Excess Insurance Authority Condensed Statement of Revenues, Expenses, and Changes in Net Assets For Fiscal Year Ended June 30, 2009 (amounts expressed in thousands)	
Total Assets	\$ 589,483	Total Revenue	\$ 403,524
Total Liabilities		Total Expenses	<u>395,441</u>
Claims Liabilities	414,392	Change in Net Assets	8,083
All Other Liabilities	<u>29,297</u>	Beginning Net Assets	<u>137,711</u>
Net Assets	<u><u>\$ 145,794</u></u>	Ending Net Assets	<u><u>\$ 145,794</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, 2009 is 1.8073% of \$1,856 for a total of \$34.

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 over 460 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. This Agency 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.

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 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.

Lake Kaweah Enlargement Project The 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.

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.

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 Authority. 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 Authority 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.

NOTE 5 – OTHER INFORMATION (Continued)

C. Joint Ventures (Continued)

Tulare County Association of Governments 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.

Tulare County Service Authority for the Abatement of Abandoned Vehicles The Authority 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, Sacramento, California.

Tule River Improvement Project The 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.

D. Subsequent Events

In July 2009, \$65,000 Tax Revenue Anticipation Notes (TRAN) 2009-2010 were issued at 2.00%, with a re-offering yield of 0.53%, maturing on June 30, 2010.

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.

NOTE 5 – OTHER INFORMATION (Continued)

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 was established July 1, 1945; under the provisions of the County Employees Retirement Act of 1937, (Government Code sections 31450 et seq.). The Association 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, First 5 Tulare County, and the Strathmore Public Utility District. The Association was integrated with Social Security in 1956. The Association is administered by a nine-member Board of Retirement. The Association issues a separate Comprehensive Annual Financial Report. Copies of the annual financial report may be obtained from the Tulare County Employees' Retirement Association.

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 3.9% and 7.91% of salary. General members of Tiers II and III contribute between 5.59% and 11.79% of covered salary. Safety Tier I members contribute between 5.69% and 8.18% of salary. Safety Tier II and III members contribute 8.38% and 12.56% 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 2008-09 was 8.97% for General employees and 14.75% for Safety employees of total payroll.

Annual Pension Cost (APC) For fiscal year 2008-09, the County's annual pension cost for the Association was projected to be \$20,195, and the County actually contributed \$21,515. The projected contribution for fiscal year 2008-09 was determined as part of the June 30, 2006 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 4%, and (c) 3% cost-of-living adjustment. Both (a) and (b) include an inflation component of 4%. The actuarial value of the Association's assets was determined using a technique that smooths the effect of short-term volatility in the market value of investments over a five-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.

NOTE 5 – OTHER INFORMATION (Continued)

G. Employee Retirement System (Continued)

The County's annual pension cost and pension assets for the fiscal year ended June 30, 2009 were as follows:

Annual Pension Costs and Pension Assets	
Annual required contribution	\$ 21,515
Interest on pension assets	10,530
Adjustment to the annual required contribution	<u>(6,182)</u>
Annual pension costs	25,863
Contributions made	<u>21,515</u>
Decrease in pension assets	(4,348)
Pension assets, July 1	<u>22,923</u>
Pension assets, June 30	<u><u>\$ 18,575</u></u>

Schedule of Funding Progress (amounts expressed in thousands)						
Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued 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
6/30/05	\$ 681,618	\$ 714,656	\$ 33,038	95.38%	\$ 164,777	20.05%
6/30/06	729,898	792,843	62,945	92.06%	186,949	33.67%
6/30/07	800,967	846,030	45,063	94.67%	204,803	22.00%
6/30/08	879,051	946,414	67,363	92.88%	226,836	29.70%
6/30/09*	*Current information for the fiscal year ended June 30, 2009 is unavailable.					

NOTE 5 – OTHER INFORMATION (Continued)

G. Employee Retirement System (Continued)

Three Year Trend Information				
Year Ended June 30,	Annual Pension Cost	Required Annual Contribution	Percentage Contributed	Pension Assets
2007	\$ 20,396	\$ 17,265	84.65%	\$ 26,624
2008	25,509	21,808	85.49%	22,923
2009	25,863	21,515	83.19%	18,575

H. Other Post Employment Benefits (OPEB)

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 November 30, 2009 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 9% 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.

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 Post Employment 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.

NOTE 5 – OTHER INFORMATION (Continued)

H. Other Post Employment Benefits (OPEB) (Continued)

Using a 4.75% discount rate, the actuarial values are as follows:

<u>As of June 30, 2008</u>	
Present Value of Projected Benefits (PVPB)	\$ 27,099
Actuarial Accrued Liability (AAL)	\$ 12,411
Plan Assets	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 12,411</u>

Plan cost for the year ended June 30, 2009 is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>	<u>Fiscal Year Estimated Cost</u>
6/30/2008	\$ 2,385	30.82%	\$ 1,650	\$ 735
6/30/2009	2,144	24.16%	3,276	518

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.

NOTE 5 – OTHER INFORMATION (Continued)

I. Trial Court Funding (Continued)

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, 2008, agreements have been signed for the Tulare Courthouse (in which the County is a 40% occupant) and the Porterville Courthouse (in which the County is a 70% occupant). Negotiations are under way for the Visalia Courthouse and the Courtroom in the Juvenile Hall.

On January 15, 2009, Visalia Courthouse negotiations were settled (in which the County is a 68% occupant). Negotiations for the Courtroom in Juvenile Hall were settled on February 1, 2009 (in which the County is a 94% occupant).

J. Prior Period Adjustments

A prior period adjustment of \$2,255 was made to decrease the beginning balance of the General Fund, and to decrease the beginning net assets of governmental activities on the Statement of Net Assets. This adjustment was made to adjust the prior year loans payable to actual amount.

A prior period adjustment of \$1,340 was made to decrease the beginning balance of the Special Revenue Fund, and to decrease the beginning net assets of governmental activities on the Statement of Net Assets. This adjustment was made due to notes receivable for the Special Revenue fund being included in the fund balances when these notes receivables should have been included in deferred revenue.

A prior period adjustment of \$8,917 was made to increase the governmental activities beginning net assets. The adjustment was made due to prior year street infrastructure capital assets (\$11,437), airport infrastructure (\$186), and Visalia Library capital assets (\$2,294) not being included in the Statement of Net Assets offset with remediation liability of \$5,000 as a result of GASB 49 implementation this year.

The restatement of these fund balances and net assets of the governmental activities is summarized as follows:

	<u>General Fund</u>
Fund balance at July 1, 2008, as previously stated	\$ 57,503
General Fund prior period adjustment	<u>(2,255)</u>
Fund balance at July 1, 2008, as restated	<u><u>\$ 55,248</u></u>
	<u>Special Revenue</u>
Fund balance at July 1, 2008, as previously stated	\$ 20,500
Special Revenue prior period adjustment	<u>(1,340)</u>
Fund balance at July 1, 2008, as restated	<u><u>\$ 19,160</u></u>

NOTE 5 – OTHER INFORMATION (Continued)

J. Prior Period Adjustments (Continued)

	Governmental Activities
Net assets at July 1, 2008, as previously stated	\$ 1,601,518
General fund prior period adjustment	(2,255)
Special Revenue prior period adjustment	(1,340)
Land capital assets prior period adjustment	13,917
Effects of GASB 49 implementation	<u>(5,000)</u>
Net assets at July 1, 2008, as restated	<u><u>\$ 1,606,840</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

**COUNTY OF TULARE
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2009**

**TULARE COUNTY EMPLOYEES' RETIREMENT ASSOCIATION (TCERA)
SCHEDULE OF FUNDING PROGRESS
FOR THE FOUR YEARS ENDING JUNE 30, 2008**

Schedule of Funding Progress (amounts expressed in thousands)						
Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued 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
6/30/05	\$ 681,618	\$ 714,656	\$ 33,038	95.38%	\$ 164,777	20.05%
6/30/06	729,898	792,843	62,945	92.06%	186,949	33.67%
6/30/07	800,967	846,030	45,063	94.67%	204,803	22.00%
6/30/08	879,051	946,414	67,363	92.88%	226,836	29.70%
6/30/09*	*Current information for the fiscal year ended June 30, 2009 is unavailable.					

Data provided by last actuarial valuation as of June 30, 2008.

**TULARE COUNTY EMPLOYEES OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN
SCHEDULE OF FUNDING PROGRESS**

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation	Fiscal Year Estimated Cost
6/30/2008	\$ 2,385	30.82%	\$ 1,650	\$ 735
6/30/2009	2,144	24.16%	3,276	518

Notes to the Required Supplementary Information

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.

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, 2009
(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	23,869	3,527	6,928	34,324
Investments	1	3	-	4
Imprest cash	2	-	-	2
Receivables (net, where applicable, of allowances for uncollectibles):	2,410	-	-	2,410
Deposits with others	22	-	-	22
Due from other County funds	182	-	-	182
Due from other governments	7,510	1,563	-	9,073
Inventories	589	-	-	589
Prepaid items	1,617	-	-	1,617
Advances to Agency funds	40	-	-	40
Lease payments receivable, net of interest	-	1,112	-	1,112
Notes receivable	2,017	-	-	2,017
Restricted assets	-	-	5,000	5,000
Total assets	<u>\$ 38,259</u>	<u>\$ 6,205</u>	<u>\$ 11,928</u>	<u>\$ 56,392</u>
Liabilities and fund balances				
Liabilities:				
Accounts payable	\$ 6,898	\$ 20	\$ 956	\$ 7,874
Cash Overdraft	47	-	-	47
Due to other County funds	400	1,074	-	1,474
Salaries and benefits payable	908	-	6	914
Deferred revenue	6,751	1,484	-	8,235
Advances from other County funds	459	-	-	459
Total liabilities	<u>15,463</u>	<u>2,578</u>	<u>962</u>	<u>19,003</u>
Fund balances:				
Reserved for:				
Imprest cash	2	-	-	2
Inventories	589	-	-	589
Prepaid items	1,617	-	-	1,617
Advances to Agency funds	40	-	-	40
Notes receivable	2,017	-	-	2,017
Harmon Field cleanup	-	-	5,000	5,000
Debt service	-	3,627	-	3,627
Unreserved, reported in nonmajor:				
Special revenue funds	18,531	-	-	18,531
Capital projects funds	-	-	5,966	5,966
Total fund balances	<u>22,796</u>	<u>3,627</u>	<u>10,966</u>	<u>37,389</u>
Total liabilities and fund balances	<u>\$ 38,259</u>	<u>\$ 6,205</u>	<u>\$ 11,928</u>	<u>\$ 56,392</u>

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2009
(amounts expressed in thousands)

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Nonmajor Funds
Revenues:				
Taxes and special assessments	\$ 25,034	\$ -	\$ -	\$ 25,034
Licenses and permits	17	-	-	17
Fines, forfeitures and penalties	881	2,160	-	3,041
Interest, rents, and concessions	1,560	214	264	2,038
Intergovernmental revenues	89,028	335	465	89,828
Charges for services	3,764	-	-	3,764
Other revenues	8,163	222	20	8,405
Total revenues	<u>128,447</u>	<u>2,931</u>	<u>749</u>	<u>132,127</u>
Expenditures:				
Current:				
General government	6,814	-	3,480	10,294
Public protection	29,476	-	-	29,476
Public ways and facilities	15,489	-	-	15,489
Health and sanitation	1,692	-	-	1,692
Public assistance	10,880	-	-	10,880
Education	3,861	-	-	3,861
Debt service:				
Principal retirement	84	4,811	-	4,895
Interest and fiscal charges	175	1,423	-	1,598
Capital outlay	30,076	-	3,756	33,832
Total expenditures	<u>98,547</u>	<u>6,234</u>	<u>7,236</u>	<u>112,017</u>
Excess (deficiency) of revenues over (under) expenditures	29,900	(3,303)	(6,487)	20,110
Other financing sources (uses):				
Bond Proceeds	231	-	-	231
Transfers in	29,241	11,128	3,628	43,997
Transfers (out)	(55,736)	(6,610)	(754)	(63,100)
Total other financing sources (uses)	<u>(26,264)</u>	<u>4,518</u>	<u>2,874</u>	<u>(18,872)</u>
Net change in fund balances	3,636	1,215	(3,613)	1,238
Fund balances, July 1	20,500	2,412	14,579	37,491
Prior Period Adjustment	(1,340)	-	-	(1,340)
Fund balances, July 1, as restated	<u>19,160</u>	<u>2,412</u>	<u>14,579</u>	<u>36,151</u>
Fund balances, June 30	<u>\$ 22,796</u>	<u>\$ 3,627</u>	<u>\$ 10,966</u>	<u>\$ 37,389</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.

Children and Health Fund - This fund is used to account for health premiums paid to providers on behalf of First 5.

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 Revenue 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.

Redevelopment Funds (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, 2009
(amounts expressed in thousands)**

	Indigent Health	Children and Health	Library	Fish and Game	Aviation	Structural Fire	Roads	Workforce Investment
Assets								
Cash in banks	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment in treasury pool	1,572	-	2,780	22	-	2,515	4,237	-
Investments	-	-	-	-	-	-	-	-
Imprest cash	-	-	1	-	-	-	-	-
Receivables, net								
Accounts	-	-	-	-	17	22	65	-
Deposits with others	-	-	-	-	-	-	-	-
Due from other County funds	-	-	-	-	-	-	-	-
Due from other governments	101	-	-	-	36	2	4,815	1,461
Inventories	-	-	-	-	-	-	589	-
Prepaid items	62	-	739	-	-	-	-	-
Advances to Agency funds	-	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-	-
Total assets	\$ 1,735	\$ -	\$ 3,520	\$ 22	\$ 53	\$ 2,539	\$ 9,706	\$ 1,461
Liabilities and fund balances								
Liabilities:								
Accounts payable	\$ 1,605	\$ -	\$ 33	\$ -	\$ -	\$ 317	\$ 2,992	\$ 1,373
Cash overdraft	-	-	-	-	20	-	-	27
Due to other County funds	-	-	-	-	33	-	24	-
Salaries and benefits payable	3	-	50	-	-	292	201	61
Deferred revenue	28	-	19	-	-	-	22	-
Advances from other County funds	-	-	-	-	-	-	-	-
Total liabilities	1,636	-	102	-	53	609	3,239	1,461
Fund balances:								
Reserved for:								
Imprest cash	-	-	1	-	-	-	-	-
Inventories	-	-	-	-	-	-	589	-
Prepaid items	62	-	739	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-	-
Unreserved, reported in nonmajor:								
Special revenue funds	37	-	2,678	22	-	1,930	5,878	-
Total fund balances	99	-	3,418	22	-	1,930	6,467	-
Total liabilities and fund balances	\$ 1,735	\$ -	\$ 3,520	\$ 22	\$ 53	\$ 2,539	\$ 9,706	\$ 1,461

(Continued)

COUNTY OF TULARE
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009
(amounts expressed in thousands)

	Child Support Services	Mental Health Realignment	Health Realignment	Social Services Realignment	Tobacco Settlement	TCIHSS Public Authority	Flood Control	Redevelopment Earlimart
Assets								
Cash in banks	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment in treasury pool	2,202	-	-	-	-	347	2,673	1,057
Investments	-	-	-	-	-	-	-	-
Imprest cash	1	-	-	-	-	-	-	-
Receivables, net								
Accounts	-	-	-	-	2,274	-	-	-
Deposits with others	-	-	-	-	-	-	-	-
Due from other County funds	-	-	-	-	-	-	-	182
Due from other governments	7	-	-	-	-	350	-	29
Inventories	-	-	-	-	-	-	-	-
Prepaid items	816	-	-	-	-	-	-	-
Advances to Agency funds	40	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-	239
Total assets	\$ 3,066	\$ -	\$ -	\$ -	\$ 2,274	\$ 697	\$ 2,673	\$ 1,507
Liabilities and fund balances								
Liabilities:								
Accounts payable	\$ 361	\$ -	\$ -	\$ -	\$ -	\$ 80	\$ 30	\$ 10
Due to other County funds	-	-	-	-	-	161	-	-
Salaries and benefits payable	295	-	-	-	-	6	-	-
Deferred revenue	2,406	-	-	-	2,274	-	-	270
Advances from other County funds	-	-	-	-	-	450	-	-
Total liabilities	3,062	-	-	-	2,274	697	30	280
Fund balances:								
Reserved for:								
Imprest cash	1	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
Prepaid items	816	-	-	-	-	-	-	-
Advances to other funds	40	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-	239
Unreserved, reported in nonmajor:								
Special revenue funds	(853)	-	-	-	-	-	2,643	988
Total fund balances	4	-	-	-	-	-	2,643	1,227
Total liabilities and fund balances	\$ 3,066	\$ -	\$ -	\$ -	\$ 2,274	\$ 697	\$ 2,673	\$ 1,507

(Continued)

COUNTY OF TULARE
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2009
(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									
Cash in banks	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment in treasury pool	399	29	1,804	836	1,278	1,573	307	238	23,869
Investments	-	-	-	-	-	-	1	-	1
Imprest cash	-	-	-	-	-	-	-	-	2
Receivables, net									
Accounts	-	-	-	-	-	-	32	-	2,410
Deposits with others	-	-	-	1	-	-	21	-	22
Due from other County funds	-	-	-	-	-	-	-	-	182
Due from other governments	-	-	-	407	-	-	302	-	7,510
Inventories	-	-	-	-	-	-	-	-	589
Prepaid items	-	-	-	-	-	-	-	-	1,617
Advances to Agency funds	-	-	-	-	-	-	-	-	40
Notes receivable	7	-	497	976	10	174	104	10	2,017
Total assets	\$ 406	\$ 29	\$ 2,301	\$ 2,220	\$ 1,288	\$ 1,747	\$ 767	\$ 248	\$ 38,259
Liabilities and fund balances									
Liabilities:									
Accounts payable	\$ 2	\$ -	\$ 33	\$ 38	\$ 2	\$ 14	\$ 7	\$ 1	\$ 6,898
	-	-	-	-	-	-	-	-	47
Due to other County funds	-	-	-	-	-	-	182	-	400
Salaries and benefits payable	-	-	-	-	-	-	-	-	908
Deferred revenue	19	-	497	961	32	95	106	22	6,751
Advances from other County funds	-	-	9	-	-	-	-	-	459
Total liabilities	21	-	539	999	34	109	295	23	15,463
Fund balances:									
Reserved for:									
Imprest cash	-	-	-	-	-	-	-	-	2
Inventories	-	-	-	-	-	-	-	-	589
Prepaid items	-	-	-	-	-	-	-	-	1,617
Advances to other funds	-	-	-	-	-	-	-	-	40
Notes receivable	7	-	497	976	10	174	104	10	2,017
Unreserved, reported in nonmajor:									
Special revenue funds	378	29	1,265	245	1,244	1,464	368	215	18,531
Total fund balances	385	29	1,762	1,221	1,254	1,638	472	225	22,796
Total liabilities and fund balances	\$ 406	\$ 29	\$ 2,301	\$ 2,220	\$ 1,288	\$ 1,747	\$ 767	\$ 248	\$ 38,259

(Concluded)

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009
(amounts expressed in thousands)

	Indigent Health	Children and Health	Library	Fish and Game	Aviation	Structural Fire	Roads	Workforce Investment
Revenues:								
Taxes and special assessments	\$ -	\$ -	\$ 3,289	\$ -	\$ -	\$ 6,812	\$ 10,422	\$ -
Licenses and permits	-	-	-	-	-	8	5	-
Fines, forfeitures and penalties	868	-	-	13	-	-	-	-
Interest, rents, and concessions	65	4	111	-	39	147	54	466
Intergovernmental revenues	505	239	437	-	1,809	962	33,024	8,468
Charges for services	-	-	124	-	-	363	1,599	1,678
Other revenues	-	-	28	-	-	287	135	209
Total revenues	<u>1,438</u>	<u>243</u>	<u>3,989</u>	<u>13</u>	<u>1,848</u>	<u>8,579</u>	<u>45,239</u>	<u>10,821</u>
Expenditures:								
Current:								
General government	-	-	-	-	-	-	-	-
Public protection	-	-	-	22	-	12,528	-	-
Public ways and facilities	-	-	-	-	66	-	15,423	-
Health and sanitation	1,449	243	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	-	10,880
Education	-	-	3,861	-	-	-	-	-
Debt service:								
Principal retirement	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	59	-
Capital outlay	-	-	-	-	1,815	581	27,579	-
Total expenditures	<u>1,449</u>	<u>243</u>	<u>3,861</u>	<u>22</u>	<u>1,881</u>	<u>13,109</u>	<u>43,061</u>	<u>10,880</u>
Excess (deficiency) of revenues over (under) expenditures	(11)	-	128	(9)	(33)	(4,530)	2,178	(59)
Other financing sources (uses):								
Bond proceeds	-	-	-	-	-	-	-	-
Transfers in	-	-	750	-	40	5,039	52	100
Transfers (out)	(3)	-	(186)	-	-	(603)	(153)	(43)
Total other financing sources (uses)	<u>(3)</u>	<u>-</u>	<u>564</u>	<u>-</u>	<u>40</u>	<u>4,436</u>	<u>(101)</u>	<u>57</u>
Net change in fund balances	(14)	-	692	(9)	7	(94)	2,077	(2)
Fund balances, July 1	113	-	2,726	31	(7)	2,024	4,390	2
Prior period adjustment	-	-	-	-	-	-	-	-
Fund balances, July 1, as restated	<u>113</u>	<u>-</u>	<u>2,726</u>	<u>31</u>	<u>(7)</u>	<u>2,024</u>	<u>4,390</u>	<u>2</u>
Fund balances, June 30	<u>\$ 99</u>	<u>\$ -</u>	<u>\$ 3,418</u>	<u>\$ 22</u>	<u>\$ -</u>	<u>\$ 1,930</u>	<u>\$ 6,467</u>	<u>\$ -</u>

(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, 2009
(amounts expressed in thousands)

	Child Support Services	Mental Health Realignment	Health Realignment	Social Services Realignment	Tobacco Settlement	TCIHSS Public Authority	Flood Control	Redevelopment Earlimart
Revenues:								
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 550	\$ 448
Licenses and permits	-	-	-	-	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-	-	-	-	-
Interest, rents, and concessions	164	-	-	-	-	1	116	53
Intergovernmental revenues	15,271	8,770	3,887	14,137	-	1,426	27	7
Charges for services	-	-	-	-	-	-	-	-
Other revenues	24	-	(16)	-	4,471	-	-	29
Total revenues	15,459	8,770	3,871	14,137	4,471	1,427	693	537
Expenditures:								
Current:								
General government	-	-	-	-	-	-	-	353
Public protection	15,198	-	-	-	-	1,422	306	-
Public ways and facilities	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Debt service:								
Principal retirement	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-
Capital outlay	32	-	-	-	-	-	-	-
Total expenditures	15,230	-	-	-	-	1,422	306	353
Excess (deficiency) of revenues over (under) expenditures	229	8,770	3,871	14,137	4,471	5	387	184
Other financing sources (uses):								
Bond proceeds	-	-	-	-	-	-	-	-
Transfers in	-	6,226	13,292	964	-	-	4	345
Transfers (out)	(238)	(14,996)	(17,163)	(15,101)	(4,471)	(5)	-	(345)
Total other financing sources (uses)	(238)	(8,770)	(3,871)	(14,137)	(4,471)	(5)	4	-
Net change in fund balances	(9)	-	-	-	-	-	391	184
Fund balances, July 1	13	-	-	-	-	-	2,252	1,221
Prior period adjustment	-	-	-	-	-	-	-	(178)
Fund balances, July 1, as restated	13	-	-	-	-	-	2,252	1,043
Fund balances, June 30	\$ 4	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,643	\$ 1,227

(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, 2009
(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	\$ 282	\$ 12	\$ 1,042	\$ 959	\$ 481	\$ 321	\$ 230	\$ 186	\$ 25,034
Licenses and permits	4	-	-	-	-	-	-	-	17
Fines, forfeitures and penalties	-	-	-	-	-	-	-	-	881
Interest, rents, and concessions	18	-	86	54	55	68	50	9	1,560
Intergovernmental revenues	-	-	27	14	7	4	4	3	89,028
Charges for services	-	-	-	-	-	-	-	-	3,764
Other revenues	55	-	1	613	-	-	2,194	133	8,163
Total revenues	359	12	1,156	1,640	543	393	2,478	331	128,447
Expenditures:									
Current:									
General government	340	-	1,069	1,989	219	149	2,426	269	6,814
Public protection	-	-	-	-	-	-	-	-	29,476
Public ways and facilities	-	-	-	-	-	-	-	-	15,489
Health and sanitation	-	-	-	-	-	-	-	-	1,692
Public assistance	-	-	-	-	-	-	-	-	10,880
Education	-	-	-	-	-	-	-	-	3,861
Debt service:									
Principal retirement	-	-	45	-	-	-	39	-	84
Interest and fiscal charges	-	-	50	-	-	-	66	-	175
Capital outlay	-	-	-	69	-	-	-	-	30,076
Total expenditures	340	-	1,164	2,058	219	149	2,531	269	98,547
Excess (deficiency) of revenues over (under) expenditures	19	12	(8)	(418)	324	244	(53)	62	29,900
Other financing sources (uses):									
Bond proceeds	-	-	-	231	-	-	-	-	231
Transfers in	216	-	651	740	373	255	49	145	29,241
Transfers (out)	(216)	-	(651)	(740)	(373)	(255)	(49)	(145)	(55,736)
Total other financing sources (uses)	-	-	-	231	-	-	-	-	(26,264)
Net change in fund balances	19	12	(8)	(187)	324	244	(53)	62	3,636
Fund balances, July 1	385	17	2,158	1,998	962	1,394	636	185	20,500
Prior period adjustment	(19)	-	(388)	(590)	(32)	-	(111)	(22)	(1,340)
Fund balances, July 1, as restated	366	17	1,770	1,408	930	1,394	525	163	19,160
Fund balances, June 30	\$ 385	\$ 29	\$ 1,762	\$ 1,221	\$ 1,254	\$ 1,638	\$ 472	\$ 225	\$ 22,796

(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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Fines, forfeitures and penalties	529	917	388	868	(49)
Interest, rents, and concessions	28	27	(1)	65	38
Intergovernmental revenues	458	508	50	505	(3)
Other revenues	-	-	-	-	-
Total revenues	<u>1,015</u>	<u>1,452</u>	<u>437</u>	<u>1,438</u>	<u>(14)</u>
Expenditures:					
Current:					
Health and sanitation	1,019	1,455	(436)	1,449	6
Debt service:					
Principal retirement	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,019</u>	<u>1,455</u>	<u>(436)</u>	<u>1,449</u>	<u>6</u>
Excess (deficiency) of revenues over (under) expenditures	(4)	(3)	1	(11)	(8)
Other financing sources (uses):					
Transfers in	5	5	-	-	(5)
Transfers (out)	(2)	(2)	-	(3)	(1)
Total other financing sources (uses)	<u>3</u>	<u>3</u>	<u>-</u>	<u>(3)</u>	<u>(6)</u>
Net change in fund balances	(1)	-	1	(14)	(14)
Fund balances, July 1	-	-	-	113	113
Fund balances, June 30	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 99</u>	<u>\$ 99</u>

COUNTY OF TULARE
NONMAJOR SPECIAL REVENUE FUND – CHILDREN AND HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Interest, rents, and concessions	-	-	-	4	4
Intergovernmental revenues	-	434	434	239	(195)
Other revenues	399	-	(399)	-	-
Total revenues	<u>399</u>	<u>434</u>	<u>35</u>	<u>243</u>	<u>(191)</u>
Expenditures:					
Current:					
Health and sanitation	399	435	(36)	243	192
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>399</u>	<u>435</u>	<u>(36)</u>	<u>243</u>	<u>192</u>
Excess (deficiency) of revenues over (under) expenditures	-	(1)	(1)	-	1
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	-	(1)	(1)	-	1
Fund balances, July 1	-	-	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ 1</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 3,165	\$ 3,165	\$ -	\$ 3,289	\$ 124
Interest, rents, and concessions	40	40	-	111	71
Intergovernmental revenues	451	451	-	437	(14)
Charges for services	62	62	-	124	62
Other revenues	51	51	-	28	(23)
Total revenues	<u>3,769</u>	<u>3,769</u>	<u>-</u>	<u>3,989</u>	<u>220</u>
Expenditures:					
Current:					
Education	4,592	4,592	-	3,861	731
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>4,592</u>	<u>4,592</u>	<u>-</u>	<u>3,861</u>	<u>731</u>
Excess (deficiency) of revenues over (under) expenditures	(823)	(823)	-	128	951
Other financing sources (uses):					
Transfers in	-	-	-	750	750
Transfers (out)	(186)	(186)	-	(186)	-
Total other financing sources (uses)	<u>(186)</u>	<u>(186)</u>	<u>-</u>	<u>564</u>	<u>750</u>
Net change in fund balances	(1,009)	(1,009)	-	692	1,701
Fund balances, July 1	-	-	-	2,726	2,726
Fund balances, June 30	<u>\$ (1,009)</u>	<u>\$ (1,009)</u>	<u>\$ -</u>	<u>\$ 3,418</u>	<u>\$ 4,427</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines, forfeitures and penalties	18	18	-	13	(5)
Interest, rents, and concessions	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total revenues	<u>18</u>	<u>18</u>	<u>-</u>	<u>13</u>	<u>(5)</u>
Expenditures:					
Current:					
Public protection	28	28	-	22	6
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>28</u>	<u>28</u>	<u>-</u>	<u>22</u>	<u>6</u>
Excess (deficiency) of revenues over (under) expenditures	(10)	(10)	-	(9)	1
Other financing sources (uses):					
Bond proceeds	-	-	-	-	-
Loan proceeds	-	-	-	-	-
Sale of general capital assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(10)	(10)	-	(9)	1
Fund balances, July 1	-	-	-	31	31
Fund balances, June 30	<u>\$ (10)</u>	<u>\$ (10)</u>	<u>\$ -</u>	<u>\$ 22</u>	<u>\$ 32</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-	-
Interest, rents, and concessions	52	52	-	39	(13)
Intergovernmental revenues	1,714	1,900	186	1,809	(91)
Charges for services	30	30	-	-	(30)
Other revenues	-	-	-	-	-
Total revenues	<u>1,796</u>	<u>1,982</u>	<u>186</u>	<u>1,848</u>	<u>(134)</u>
Expenditures:					
Current:					
Public ways and facilities	318	420	(102)	66	354
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	1,512	1,595	(83)	1,815	(220)
Total expenditures	<u>1,830</u>	<u>2,015</u>	<u>(185)</u>	<u>1,881</u>	<u>134</u>
Excess (deficiency) of revenues over (under) expenditures	(34)	(33)	1	(33)	-
Other financing sources (uses):					
Transfers in	40	40	-	40	-
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	<u>40</u>	<u>40</u>	<u>-</u>	<u>40</u>	<u>-</u>
Net change in fund balances	6	7	1	7	-
Fund balances, July 1	-	-	-	(7)	(7)
Fund balances, June 30	<u>\$ 6</u>	<u>\$ 7</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (7)</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 6,535	\$ 6,535	\$ -	\$ 6,812	\$ 277
Licenses and permits	16	16	-	8	(8)
Interest, rents, and concessions	105	105	-	147	42
Intergovernmental revenues	494	554	60	962	408
Charges for services	351	351	-	363	12
Other revenues	4	238	234	287	49
Total revenues	<u>7,505</u>	<u>7,799</u>	<u>294</u>	<u>8,579</u>	<u>780</u>
Expenditures:					
Current:					
Public protection	11,938	12,148	(210)	12,528	(380)
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	543	584	(41)	581	3
Total expenditures	<u>12,481</u>	<u>12,732</u>	<u>(251)</u>	<u>13,109</u>	<u>(377)</u>
Excess (deficiency) of revenues over (under) expenditures	(4,976)	(4,933)	43	(4,530)	403
Other financing sources (uses):					
Transfers in	5,039	5,039	-	5,039	-
Transfers (out)	(561)	(604)	(43)	(603)	1
Total other financing sources (uses)	<u>4,478</u>	<u>4,435</u>	<u>(43)</u>	<u>4,436</u>	<u>1</u>
Net change in fund balances	(498)	(498)	-	(94)	404
Fund balances, July 1	-	-	-	2,024	2,024
Fund balances, June 30	<u>\$ (498)</u>	<u>\$ (498)</u>	<u>\$ -</u>	<u>\$ 1,930</u>	<u>\$ 2,428</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 9,590	\$ 9,590	\$ -	\$ 10,422	\$ 832
Licenses and permits	7	7	-	5	(2)
Interest, rents, and concessions	3	3	-	54	51
Intergovernmental revenues	51,920	51,920	-	33,024	(18,896)
Charges for services	1,756	1,756	-	1,599	(157)
Other revenues	29	29	-	135	106
Total revenues	<u>63,305</u>	<u>63,305</u>	<u>-</u>	<u>45,239</u>	<u>(18,066)</u>
Expenditures:					
Current:					
Public ways and facilities	65,294	25,501	39,793	15,423	10,078
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	59	(59)
Capital outlay	1,792	41,585	(39,793)	27,579	14,006
Total expenditures	<u>67,086</u>	<u>67,086</u>	<u>-</u>	<u>43,061</u>	<u>24,025</u>
Excess (deficiency) of revenues over (under) expenditures	(3,781)	(3,781)	-	2,178	5,959
Other financing sources (uses):					
Transfers in	52	52	-	52	-
Transfers (out)	(163)	(163)	-	(153)	10
Total other financing sources (uses)	<u>(111)</u>	<u>(111)</u>	<u>-</u>	<u>(101)</u>	<u>10</u>
Net change in fund balances	(3,892)	(3,892)	-	2,077	5,969
Fund balances, July 1	-	-	-	4,390	4,390
Fund balances, June 30	<u>\$ (3,892)</u>	<u>\$ (3,892)</u>	<u>\$ -</u>	<u>\$ 6,467</u>	<u>\$ 10,359</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-	-
Interest, rents, and concessions	345	345	-	466	121
Intergovernmental revenues	10,785	12,539	1,754	8,468	(4,071)
Charges for services	3,700	3,700	-	1,678	(2,022)
Other revenues	10	10	-	209	199
Total revenues	<u>14,840</u>	<u>16,594</u>	<u>1,754</u>	<u>10,821</u>	<u>(5,773)</u>
Expenditures:					
Current:					
Public assistance	14,902	16,650	(1,748)	10,880	5,770
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>14,902</u>	<u>16,650</u>	<u>(1,748)</u>	<u>10,880</u>	<u>5,770</u>
Excess (deficiency) of revenues over (under) expenditures	(62)	(56)	6	(59)	(3)
Other financing sources (uses):					
Transfers in	100	100	-	100	-
Transfers (out)	(49)	(49)	-	(43)	6
Total other financing sources (uses)	<u>51</u>	<u>51</u>	<u>-</u>	<u>57</u>	<u>6</u>
Net change in fund balances	(11)	(5)	6	(2)	3
Fund balances, July 1	-	-	-	2	2
Fund balances, June 30	<u>\$ (11)</u>	<u>\$ (5)</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 5</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Interest, rents, and concessions	-	-	-	164	164
Intergovernmental revenues	16,026	16,026	-	15,271	(755)
Other revenues	160	160	-	24	(136)
Total revenues	<u>16,186</u>	<u>16,186</u>	<u>-</u>	<u>15,459</u>	<u>(727)</u>
Expenditures:					
Current:					
Public protection	15,893	15,858	35	15,198	660
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	33	(33)	32	1
Total expenditures	<u>15,893</u>	<u>15,891</u>	<u>2</u>	<u>15,230</u>	<u>661</u>
Excess (deficiency) of revenues over (under) expenditures	293	295	2	229	(66)
Other financing sources (uses):					
Transfers (out)	(295)	(295)	-	(238)	57
Total other financing sources (uses)	<u>(295)</u>	<u>(295)</u>	<u>-</u>	<u>(238)</u>	<u>57</u>
Net change in fund balances	(2)	-	2	(9)	(9)
Fund balances, July 1	-	-	-	13	13
Fund balances, June 30	<u>\$ (2)</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 4</u>	<u>\$ 4</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	9,879	9,879	-	8,770	(1,109)
Total revenues	<u>9,879</u>	<u>9,879</u>	<u>-</u>	<u>8,770</u>	<u>(1,109)</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	9,879	9,879	-	8,770	(1,109)
Other financing sources (uses):					
Transfers in	6,699	6,699	-	6,226	(473)
Transfers (out)	(16,578)	(16,578)	-	(14,996)	1,582
Total other financing sources (uses)	<u>(9,879)</u>	<u>(9,879)</u>	<u>-</u>	<u>(8,770)</u>	<u>1,109</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Intergovernmental revenues	\$ 4,379	\$ 4,379	\$ -	\$ 3,887	\$ (492)
Other revenues	-	-	-	(16)	(16)
Total revenues	<u>4,379</u>	<u>4,379</u>	<u>-</u>	<u>3,871</u>	<u>(508)</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	4,379	4,379	-	3,871	(508)
Other financing sources (uses):					
Transfers in	14,336	14,336	-	13,292	(1,044)
Transfers (out)	(18,714)	(18,714)	-	(17,163)	1,551
Total other financing sources (uses)	<u>(4,378)</u>	<u>(4,378)</u>	<u>-</u>	<u>(3,871)</u>	<u>507</u>
Net change in fund balances	1	1	-	-	(1)
Fund balances, July 1	-	-	-	-	-
Fund balances, June 30	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	17,292	17,292	-	14,137	(3,155)
Total revenues	<u>17,292</u>	<u>17,292</u>	<u>-</u>	<u>14,137</u>	<u>(3,155)</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	17,292	17,292	-	14,137	(3,155)
Other financing sources (uses):					
Transfers in	1,034	1,034	-	964	(70)
Transfers (out)	(18,326)	(18,326)	-	(15,101)	3,225
Total other financing sources (uses)	<u>(17,292)</u>	<u>(17,292)</u>	<u>-</u>	<u>(14,137)</u>	<u>3,155</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 REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Other revenues	4,373	4,498	125	4,471	(27)
Total revenues	<u>4,373</u>	<u>4,498</u>	<u>125</u>	<u>4,471</u>	<u>(27)</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	4,373	4,498	125	4,471	(27)
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	(4,373)	(4,498)	(125)	(4,471)	27
Total other financing sources (uses)	<u>(4,373)</u>	<u>(4,498)</u>	<u>(125)</u>	<u>(4,471)</u>	<u>27</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, 2009
(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	1,424	1,424	-	1,426	2
Total revenues	<u>1,424</u>	<u>1,424</u>	<u>-</u>	<u>1,427</u>	<u>3</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public protection	1,421	1,420	1	1,422	(2)
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,421</u>	<u>1,420</u>	<u>1</u>	<u>1,422</u>	<u>(2)</u>
Excess (deficiency) of revenues over (under) expenditures	3	4	1	5	1
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers (out)	(5)	(5)	-	(5)	-
Total other financing sources (uses)	<u>(5)</u>	<u>(5)</u>	<u>-</u>	<u>(5)</u>	<u>-</u>
Net change in fund balances	(2)	(1)	1	-	1
Fund balances, July 1	-	-	-	-	-
Fund balances, June 30	<u>\$ (2)</u>	<u>\$ (1)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 1</u>

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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 470	\$ 470	\$ -	\$ 550	\$ 80
Interest, rents, and concessions	63	63	-	116	53
Intergovernmental revenues	31	31	-	27	(4)
Total revenues	<u>564</u>	<u>564</u>	<u>-</u>	<u>693</u>	<u>129</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public protection	557	585	(28)	306	279
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	28	-	28	-	-
Total expenditures	<u>585</u>	<u>585</u>	<u>-</u>	<u>306</u>	<u>279</u>
Excess (deficiency) of revenues over (under) expenditures	(21)	(21)	-	387	408
Other financing sources (uses):					
Transfers in	-	-	-	4	4
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>4</u>	<u>4</u>
Net change in fund balances	(21)	(21)	-	391	412
Fund balances, July 1	-	-	-	2,252	2,252
Fund balances, June 30	<u>\$ (21)</u>	<u>\$ (21)</u>	<u>\$ -</u>	<u>\$ 2,643</u>	<u>\$ 2,664</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 357	\$ 358	\$ 1	\$ 448	\$ 90
Interest, rents, and concessions	24	24	-	53	29
Intergovernmental revenues	2	2	-	7	5
Other revenues	-	-	-	29	29
Total revenues	<u>383</u>	<u>384</u>	<u>1</u>	<u>537</u>	<u>153</u>
Expenditures:					
Current:					
General government	1,454	1,454	-	353	1,101
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,454</u>	<u>1,454</u>	<u>-</u>	<u>353</u>	<u>1,101</u>
Excess (deficiency) of revenues over (under) expenditures	(1,071)	(1,070)	1	184	1,254
Other financing sources (uses):					
Transfers in	266	266	-	345	79
Transfers (out)	(266)	(266)	-	(345)	(79)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,071)	(1,070)	1	184	1,254
Fund balances, July 1	-	-	-	1,043	1,043
Fund balances, June 30	<u>\$ (1,071)</u>	<u>\$ (1,070)</u>	<u>\$ 1</u>	<u>\$ 1,227</u>	<u>\$ 2,297</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 218	\$ 217	\$ (1)	\$ 282	\$ 65
Licenses and permits	1	1	-	4	3
Interest, rents, and concessions	10	10	-	18	8
Other revenues	85	85	-	55	(30)
Total revenues	<u>314</u>	<u>313</u>	<u>(1)</u>	<u>359</u>	<u>46</u>
Expenditures:					
Current:					
General government	688	688	-	340	348
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>688</u>	<u>688</u>	<u>-</u>	<u>340</u>	<u>348</u>
Excess (deficiency) of revenues over (under) expenditures	(374)	(375)	(1)	19	394
Other financing sources (uses):					
Transfers in	163	163	-	216	53
Transfers (out)	(163)	(163)	-	(216)	(53)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(374)	(375)	(1)	19	394
Fund balances, July 1	-	-	-	366	366
Fund balances, June 30	<u>\$ (374)</u>	<u>\$ (375)</u>	<u>\$ (1)</u>	<u>\$ 385</u>	<u>\$ 760</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, 2009
(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
Licenses and permits	-	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-	-
Interest, rents, and concessions	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>12</u>	<u>12</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	12	12
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	-	-	-	12	12
Fund balances, July 1	-	-	-	17	17
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29</u>	<u>\$ 29</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 955	\$ 955	\$ -	\$ 1,042	\$ 87
Interest, rents, and concessions	45	45	-	86	41
Intergovernmental revenues	1,308	1,308	-	27	(1,281)
Other revenues	-	-	-	1	1
Total revenues	<u>2,308</u>	<u>2,308</u>	<u>-</u>	<u>1,156</u>	<u>(1,152)</u>
Expenditures:					
Current:					
General government	3,888	3,887	1	1,069	2,818
Debt service:					
Principal retirement	95	95	-	45	50
Interest and fiscal charges	53	53	-	50	3
Capital outlay	-	-	-	-	-
Total expenditures	<u>4,036</u>	<u>4,035</u>	<u>1</u>	<u>1,164</u>	<u>2,871</u>
Excess (deficiency) of revenues over (under) expenditures	(1,728)	(1,727)	1	(8)	1,719
Other financing sources (uses):					
Transfers in	508	508	-	651	143
Transfers (out)	(508)	(508)	-	(651)	(143)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,728)	(1,727)	1	(8)	1,719
Fund balances, July 1	-	-	-	1,770	1,770
Fund balances, June 30	<u>\$ (1,728)</u>	<u>\$ (1,727)</u>	<u>\$ 1</u>	<u>\$ 1,762</u>	<u>\$ 3,489</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 865	\$ 865	\$ -	\$ 959	\$ 94
Interest, rents, and concessions	44	44	-	54	10
Intergovernmental revenues	4	4	-	14	10
Other revenues	3,900	3,900	-	613	(3,287)
Total revenues	<u>4,813</u>	<u>4,813</u>	<u>-</u>	<u>1,640</u>	<u>(3,173)</u>
Expenditures:					
Current:					
General government	6,101	6,101	-	1,989	4,112
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	102	102	-	69	33
Total expenditures	<u>6,203</u>	<u>6,203</u>	<u>-</u>	<u>2,058</u>	<u>4,145</u>
Excess (deficiency) of revenues over (under) expenditures	(1,390)	(1,390)	-	(418)	972
Other financing sources (uses):					
Bond proceeds	-	-	-	231	231
Transfers in	544	544	-	740	196
Transfers (out)	(544)	(544)	-	(740)	(196)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>231</u>	<u>231</u>
Net change in fund balances	(1,390)	(1,390)	-	(187)	1,203
Fund balances, July 1	-	-	-	1,408	1,408
Fund balances, June 30	<u>\$ (1,390)</u>	<u>\$ (1,390)</u>	<u>\$ -</u>	<u>\$ 1,221</u>	<u>\$ 2,611</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 285	\$ 285	\$ -	\$ 481	\$ 196
Interest, rents, and concessions	16	16	-	55	39
Intergovernmental revenues	1	1	-	7	6
Total revenues	<u>302</u>	<u>302</u>	<u>-</u>	<u>543</u>	<u>241</u>
Expenditures:					
Current:					
General government	1,252	1,250	2	219	1,031
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,252</u>	<u>1,250</u>	<u>2</u>	<u>219</u>	<u>1,031</u>
Excess (deficiency) of revenues over (under) expenditures	(950)	(948)	2	324	1,272
Other financing sources (uses):					
Transfers in	250	250	-	373	123
Transfers (out)	<u>(250)</u>	<u>(250)</u>	<u>-</u>	<u>(373)</u>	<u>(123)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(950)	(948)	2	324	1,272
Fund balances, July 1	-	-	-	930	930
Fund balances, June 30	<u>\$ (950)</u>	<u>\$ (948)</u>	<u>\$ 2</u>	<u>\$ 1,254</u>	<u>\$ 2,202</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 249	\$ 249	\$ -	\$ 321	\$ 72
Interest, rents, and concessions	28	28	-	68	40
Intergovernmental revenues	1	1	-	4	3
Total revenues	<u>278</u>	<u>278</u>	<u>-</u>	<u>393</u>	<u>115</u>
Expenditures:					
Current:					
General government	1,573	1,573	-	149	1,424
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,573</u>	<u>1,573</u>	<u>-</u>	<u>149</u>	<u>1,424</u>
Excess (deficiency) of revenues over (under) expenditures	(1,295)	(1,295)	-	244	1,539
Other financing sources (uses):					
Transfers in	197	197	-	255	58
Transfers (out)	<u>(197)</u>	<u>(197)</u>	<u>-</u>	<u>(255)</u>	<u>(58)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,295)	(1,295)	-	244	1,539
Fund balances, July 1	-	-	-	1,394	1,394
Fund balances, June 30	<u>\$ (1,295)</u>	<u>\$ (1,295)</u>	<u>\$ -</u>	<u>\$ 1,638</u>	<u>\$ 2,933</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 198	\$ 198	\$ -	\$ 230	\$ 32
Interest, rents, and concessions	34	34	-	50	16
Intergovernmental revenues	1	1	-	4	3
Other revenues	1,934	1,934	-	2,194	260
Total revenues	<u>2,167</u>	<u>2,167</u>	<u>-</u>	<u>2,478</u>	<u>311</u>
Expenditures:					
Current:					
General government	2,839	2,839	-	2,426	413
Debt service:					
Principal retirement	39	39	-	39	-
Interest and fiscal charges	67	67	-	66	1
Capital outlay	-	-	-	-	-
Total expenditures	<u>2,945</u>	<u>2,945</u>	<u>-</u>	<u>2,531</u>	<u>414</u>
Excess (deficiency) of revenues over (under) expenditures	(778)	(778)	-	(53)	725
Other financing sources (uses):					
Transfers in	30	30	-	49	19
Transfers (out)	(30)	(30)	-	(49)	(19)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(778)	(778)	-	(53)	725
Fund balances, July 1	-	-	-	525	525
Fund balances, June 30	<u>\$ (778)</u>	<u>\$ (778)</u>	<u>\$ -</u>	<u>\$ 472</u>	<u>\$ 1,250</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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Taxes and special assessments	\$ 154	\$ 156	\$ 2	\$ 186	\$ 30
Interest, rents, and concessions	10	10	-	9	(1)
Intergovernmental revenues	1	1	-	3	2
Other revenues	25	200	175	133	(67)
Total revenues	<u>190</u>	<u>367</u>	<u>177</u>	<u>331</u>	<u>(36)</u>
Expenditures:					
Current:					
General government	364	539	(175)	269	270
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>364</u>	<u>539</u>	<u>(175)</u>	<u>269</u>	<u>270</u>
Excess (deficiency) of revenues over (under) expenditures	(174)	(172)	2	62	234
Other financing sources (uses):					
Transfers in	117	117	-	145	28
Transfers (out)	(117)	(117)	-	(145)	(28)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(174)	(172)	2	62	234
Fund balances, July 1	-	-	-	163	163
Fund balances, June 30	<u>\$ (174)</u>	<u>\$ (172)</u>	<u>\$ 2</u>	<u>\$ 225</u>	<u>\$ 397</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, 2009
(amounts expressed in thousands)**

	Pension Obligation	Equipment Loans	Building Loans	Total Debt Service Funds
Assets				
Investment in treasury pool	\$ 205	\$ 417	\$ 2,905	\$ 3,527
Investments	3	-	-	3
Due from other governments	1,563	-	-	1,563
Lease payments receivable, net of interest	-	-	1,112	1,112
Total assets	<u>\$ 1,771</u>	<u>\$ 417</u>	<u>\$ 4,017</u>	<u>\$ 6,205</u>
Liabilities and fund balances				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 20	\$ 20
Due to other County funds	689	385	-	1,074
Deferred revenue	-	-	1,484	1,484
Total liabilities	<u>689</u>	<u>385</u>	<u>1,504</u>	<u>2,578</u>
Fund balances:				
Reserved, reported in nonmajor				
Debt service funds	<u>1,082</u>	<u>32</u>	<u>2,513</u>	<u>3,627</u>
Total fund balances	<u>1,082</u>	<u>32</u>	<u>2,513</u>	<u>3,627</u>
Total liabilities and fund balances	<u>\$ 1,771</u>	<u>\$ 417</u>	<u>\$ 4,017</u>	<u>\$ 6,205</u>

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009
(amounts expressed in thousands)

	Pension Obligation	Equipment Loans	Building Loans	Total Debt Service Funds
Revenues:				
Fines, forfeitures and penalties	\$ -	\$ -	\$ 2,160	\$ 2,160
Interest, rents, and concessions	5	-	209	214
Intergovernmental revenues	335	-	-	335
Other revenues	222	-	-	222
Total revenues	<u>562</u>	<u>-</u>	<u>2,369</u>	<u>2,931</u>
Expenditures:				
Debt service:				
Principal retirement	4,390	421	-	4,811
Interest and fiscal charges	1,399	18	6	1,423
Total expenditures	<u>5,789</u>	<u>439</u>	<u>6</u>	<u>6,234</u>
Excess (deficiency) of revenues over (under) expenditures	(5,227)	(439)	2,363	(3,303)
Other financing sources (uses):				
Proceeds from long-term lease	-	-	-	-
Transfers in	5,692	416	5,020	11,128
Transfers (out)	-	-	(6,610)	(6,610)
Total other financing sources (uses)	<u>5,692</u>	<u>416</u>	<u>(1,590)</u>	<u>4,518</u>
Net change in fund balance	465	(23)	773	1,215
Fund balance, July 1	617	55	1,740	2,412
Fund balance, June 30	<u>\$ 1,082</u>	<u>\$ 32</u>	<u>\$ 2,513</u>	<u>\$ 3,627</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, 2009**

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ 5	\$ 5
Intergovernmental revenues	335	335	-	335	-
Other revenues	-	-	-	222	222
Total revenues	335	335	-	562	227
Expenditures:					
Debt service:					
Principal retirement	4,390	4,390	-	4,390	-
Interest and fiscal charges	1,531	1,531	-	1,399	132
Total expenditures	5,921	5,921	-	5,789	132
Excess (deficiency) of revenues over (under) expenditures	(5,586)	(5,586)	-	(5,227)	359
Other financing sources (uses):					
Transfers in	5,557	5,557	-	5,692	135
Transfers (out)	-	-	-	-	-
Total other financing sources (uses)	5,557	5,557	-	5,692	135
Net change in fund balance	(29)	(29)	-	465	494
Fund balance, July 1	-	-	-	617	617
Fund balance, June 30	\$ (29)	\$ (29)	\$ -	\$ 1,082	\$ 1,111

**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, 2009**

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Fines, forfeitures and penalties	\$ -	\$ -	\$ -	\$ -	\$ -
Interest, rents, and concessions	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:					
Debt service:					
Principal retirement	419	419	-	421	(2)
Interest and fiscal charges	<u>20</u>	<u>20</u>	<u>-</u>	<u>18</u>	<u>2</u>
Total expenditures	<u>439</u>	<u>439</u>	<u>-</u>	<u>439</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(439)	(439)	-	(439)	-
Other financing sources (uses):					
Transfers in	384	384	-	416	32
Transfers (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>384</u>	<u>384</u>	<u>-</u>	<u>416</u>	<u>32</u>
Net change in fund balance	(55)	(55)	-	(23)	32
Fund balance, July 1	-	-	-	55	55
Fund balance, June 30	<u>\$ (55)</u>	<u>\$ (55)</u>	<u>\$ -</u>	<u>\$ 32</u>	<u>\$ 87</u>

**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, 2009**

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Fines, forfeitures, and penalties	\$ 1,451	\$ 1,451	\$ -	\$ 2,160	\$ 709
Interest, rents, and concessions	210	210	-	209	(1)
Intergovernmental revenues	-	-	-	-	-
Total revenues	<u>1,661</u>	<u>1,661</u>	<u>-</u>	<u>2,369</u>	<u>708</u>
Expenditures:					
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	<u>20</u>	<u>28</u>	<u>(8)</u>	<u>6</u>	<u>22</u>
Total expenditures	<u>20</u>	<u>28</u>	<u>(8)</u>	<u>6</u>	<u>22</u>
Excess (deficiency) of revenues over (under) expenditures	1,641	1,633	8	2,363	730
Other financing sources (uses):					
Proceeds from long-term lease			-		-
Transfers in	5,020	5,020	-	5,020	-
Transfers (out)	<u>(8,420)</u>	<u>(8,412)</u>	<u>8</u>	<u>(6,610)</u>	<u>1,802</u>
Total other financing sources (uses)	<u>(3,400)</u>	<u>(3,392)</u>	<u>8</u>	<u>(1,590)</u>	<u>1,802</u>
Net change in fund balance	(1,759)	(1,759)	-	773	2,532
Fund balance, July 1	-	-	-	1,740	1,740
Fund balance, June 30	<u>\$ (1,759)</u>	<u>\$ (1,759)</u>	<u>\$ -</u>	<u>\$ 2,513</u>	<u>\$ 4,272</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, 2009
(amounts expressed in thousands)**

	Capital Projects
Assets	
Investment in treasury pool	\$ 6,928
Restricted assets	5,000
Total assets	\$ 11,928
Liabilities and fund balance	
Liabilities:	
Accounts payable	\$ 956
Salaries and benefits payable	6
Total liabilities	962
Fund balance:	
Reserved for:	
Harmon Field cleanup	5,000
Unreserved, reported in nonmajor:	
Capital projects fund	5,966
Total fund balance	10,966
Total liabilities and fund balance	\$ 11,928

COUNTY OF TULARE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR CAPITAL PROJECTS FUND
FOR THE YEA ENDED JUNE 30, 2009
(amounts expressed in thousands)

	Capital Projects
Revenues:	
Interest, rents, and concessions	\$ 264
Intergovernmental revenues	465
Other revenues	20
Total revenues	749
Expenditures:	
Current:	
General government	3,480
Capital outlay	3,756
Total expenditures	7,236
Excess (deficiency) of revenues over (under) expenditures	(6,487)
Other financing sources (uses):	
Transfers in	3,628
Transfers (out)	(754)
Total other financing sources (uses)	2,874
Net change in fund balance	(3,613)
Fund balance, July 1	14,579
Fund balance, June 30	\$ 10,966

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, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Variance with Original Budget	Actual Amounts	Variance with Final Budget
	Original	Final			
Revenues:					
Interest, rents, and concessions	\$ -	\$ -	\$ -	\$ 264	\$ 264
Intergovernmental revenues	2,859	2,859	-	465	(2,394)
Other revenues	126	126	-	20	(106)
Total revenues	<u>2,985</u>	<u>2,985</u>	<u>-</u>	<u>749</u>	<u>(2,236)</u>
Expenditures:					
Current:					
General government	841	7,497	(6,656)	3,480	4,017
Capital outlay	15,151	8,495	6,656	3,756	4,739
Total expenditures	<u>15,992</u>	<u>15,992</u>	<u>-</u>	<u>7,236</u>	<u>8,756</u>
Excess (deficiency) of revenues over (under) expenditures	(13,007)	(13,007)	-	(6,487)	6,520
Other financing sources (uses):					
Transfers in	3,628	3,628	-	3,690	62
Transfers (out)	(4)	(4)	-	(816)	(812)
Total other financing sources (uses)	<u>3,624</u>	<u>3,624</u>	<u>-</u>	<u>2,874</u>	<u>(750)</u>
Net change in fund balance	(9,383)	(9,383)	-	(3,613)	5,770
Fund balance, July 1	-	-	-	14,579	14,579
Fund balance, June 30	<u>\$ (9,383)</u>	<u>\$ (9,383)</u>	<u>\$ -</u>	<u>\$ 10,966</u>	<u>\$ 20,349</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, 2009
(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	\$ -	\$ 9	\$ -	\$ -	\$ -	\$ 9
Investment in treasury pool	1,684	796	268	247	104	3,099
Cash on hand	-	2	-	1	-	3
Accounts receivable	7	20	-	81	9	117
Deposits with others	-	53	-	53	4	110
Total current assets	1,691	880	268	382	117	3,338
Noncurrent assets:						
Capital assets:						
Land	-	68	-	503	41	612
Buildings and improvements, net	-	1,219	-	3,594	351	5,164
Equipment and vehicles, net	1,171	-	-	10	-	1,181
Total capital assets (net of accumulated depreciation)	1,171	1,287	-	4,107	392	6,957
Total noncurrent assets	1,171	1,287	-	4,107	392	6,957
Total assets	2,862	2,167	268	4,489	509	10,295
Liabilities						
Current liabilities:						
Accounts payable	848	19	-	-	-	867
Deposits from others	-	53	8	-	-	61
Interest payable	-	-	-	13	1	14
COP's payable	-	15	-	14	1	30
Total current liabilities	848	87	8	27	2	972
Noncurrent liabilities:						
Advances due to Agency funds	-	-	-	698	-	698
Bonds payable	-	-	-	8	-	8
COP's payable	-	820	-	585	41	1,446
Total noncurrent liabilities	-	820	-	1,291	41	2,152
Total liabilities	848	907	8	1,318	43	3,124
Net assets						
Invested in capital assets, net of related debt	1,171	452	-	3,500	350	5,473
Restricted for other purposes	-	-	-	-	5	5
Unrestricted	843	808	260	(329)	111	1,693
Total net assets	\$ 2,014	\$ 1,260	\$ 260	\$ 3,171	\$ 466	\$ 7,171

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009
(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	\$ 208	\$ 154	\$ 38	\$ 432	\$ 56	\$ 888
Rents and concessions	-	-	-	3	-	3
Other revenues	34	-	-	-	-	34
Total operating revenues	<u>242</u>	<u>154</u>	<u>38</u>	<u>435</u>	<u>56</u>	<u>925</u>
Operating expenses:						
Services and supplies	1,397	116	12	370	54	1,949
Depreciation	65	69	-	201	15	350
Total operating expenses	<u>1,462</u>	<u>185</u>	<u>12</u>	<u>571</u>	<u>69</u>	<u>2,299</u>
Operating income (loss)	<u>(1,220)</u>	<u>(31)</u>	<u>26</u>	<u>(136)</u>	<u>(13)</u>	<u>(1,374)</u>
Nonoperating revenues (expenses):						
Intergovernmental revenues	540	-	-	-	-	540
Taxes and special assessments	347	32	-	-	-	379
Investment earnings	82	91	9	17	3	202
Interest expense	-	(91)	-	(60)	(2)	(153)
Total nonoperating revenues (expenses)	<u>969</u>	<u>32</u>	<u>9</u>	<u>(43)</u>	<u>1</u>	<u>968</u>
Net income (loss) before contributions and transfers	<u>(251)</u>	<u>1</u>	<u>35</u>	<u>(179)</u>	<u>(12)</u>	<u>(406)</u>
Transfers in	<u>3</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3</u>
Change in net assets	(248)	1	35	(179)	(12)	(403)
Net assets, July 1	2,262	1,259	225	3,350	478	7,574
Net assets, June 30	<u>\$ 2,014</u>	<u>\$ 1,260</u>	<u>\$ 260</u>	<u>\$ 3,171</u>	<u>\$ 466</u>	<u>\$ 7,171</u>

COUNTY OF TULARE
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009
(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	\$ 204	\$ 150	\$ 38	\$ 408	\$ 55	\$ 855
Receipts from interfund services provided	-	-	-	3	-	3
Receipts from rents and concessions	-	-	-	3	-	3
Other revenues	34	-	-	-	-	34
Payments (to) suppliers	(269)	(14)	(6)	(25)	(1)	(315)
Payments (for) interfund services used	(370)	(103)	(7)	(346)	(53)	(879)
Net cash provided (used) by operating activities	<u>(401)</u>	<u>33</u>	<u>25</u>	<u>43</u>	<u>1</u>	<u>(299)</u>
Cash flows from noncapital financing activities:						
Subsidy from intergovernmental entities	540	-	-	-	-	540
Receipts from taxes and assessments	347	32	-	-	-	379
Transfers from other funds	3	-	-	-	-	3
Advance from other funds	-	-	-	8	-	8
Net cash provided (used) by noncapital financing activities	<u>890</u>	<u>32</u>	<u>-</u>	<u>8</u>	<u>-</u>	<u>930</u>
Cash flows from capital and related financing activities:						
Acquisition of fixed assets	(928)	1	-	(3)	1	(929)
Principal (paid) on capital debt	-	(15)	-	(11)	(1)	(27)
Interest (paid) on capital debt	-	(91)	-	(60)	(2)	(153)
Net cash provided (used) by capital and related financing activities	<u>(928)</u>	<u>(105)</u>	<u>-</u>	<u>(74)</u>	<u>(2)</u>	<u>(1,109)</u>
Cash flows from investing activities:						
Interest and dividends received	82	91	9	17	3	202
Net cash provided (used) by investing activities	<u>82</u>	<u>91</u>	<u>9</u>	<u>17</u>	<u>3</u>	<u>202</u>
Net increase (decrease) in cash and cash equivalents	(357)	51	34	(6)	2	(276)
Cash and cash equivalents, July 1	2,041	756	234	254	102	3,387
Cash and cash equivalents, June 30	<u>\$ 1,684</u>	<u>\$ 807</u>	<u>\$ 268</u>	<u>\$ 248</u>	<u>\$ 104</u>	<u>\$ 3,111</u>
Displayed as:						
Cash in banks	\$ -	\$ 9	\$ -	\$ -	\$ -	\$ 9
Investment in treasury pool	1,684	796	268	247	104	3,099
Cash on hand	-	2	-	1	-	3
Total cash as displayed	<u>\$ 1,684</u>	<u>\$ 807</u>	<u>\$ 268</u>	<u>\$ 248</u>	<u>\$ 104</u>	<u>\$ 3,111</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ (1,220)	\$ (31)	\$ 26	\$ (136)	\$ (13)	\$ (1,374)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	65	69	-	201	15	350
(Increase) decrease in accounts receivable	(4)	(4)	-	(21)	(1)	(30)
(Increase) decrease in prepaid items	-	-	-	(1)	-	(1)
Increase (decrease) in accounts payable	758	(1)	(1)	-	-	756
Total adjustments	<u>819</u>	<u>64</u>	<u>(1)</u>	<u>179</u>	<u>14</u>	<u>1,075</u>
Net cash provided (used) by operating activities	<u>\$ (401)</u>	<u>\$ 33</u>	<u>\$ 25</u>	<u>\$ 43</u>	<u>\$ 1</u>	<u>\$ (299)</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, 2009
(amounts expressed in thousands)

	Insurance	Central Services	Total
Assets			
Current assets:			
Investment in treasury pool	\$ 38,854	\$ 9,794	\$ 48,648
Cash on hand	-	1	1
Imprest cash	250	-	250
Accounts receivable, net	-	102	102
Deposits to others	-	1	1
Due from other County funds	-	95	95
Due from other governments	-	17	17
Prepaid items	25	-	25
Total current assets	<u>39,129</u>	<u>10,010</u>	<u>49,139</u>
Noncurrent assets:			
Advances to other County Funds	3,002	-	3,002
Capital assets:			
Buildings and improvements, net	-	9,828	9,828
Equipment and vehicles, net	25	1,883	1,908
Construction in progress	-	6,509	6,509
Total capital assets (net of accumulated depreciation)	<u>25</u>	<u>18,220</u>	<u>18,245</u>
Total noncurrent assets	<u>3,027</u>	<u>18,220</u>	<u>21,247</u>
Total assets	<u>42,156</u>	<u>28,230</u>	<u>70,386</u>
Liabilities			
Current liabilities:			
Accounts payable	494	1,450	1,944
Due to other County funds	-	5,325	5,325
Salaries and benefits payable	-	387	387
Interest payable	-	223	223
Compensated absences payable	-	81	81
Claims payable	5,075	-	5,075
Loans payable	-	1,068	1,068
Total current liabilities	<u>5,569</u>	<u>8,534</u>	<u>14,103</u>
Noncurrent liabilities:			
Compensated absences payable	-	969	969
Claims payable	19,330	-	19,330
Loans payable	-	12,789	12,789
Total noncurrent liabilities	<u>19,330</u>	<u>13,758</u>	<u>33,088</u>
Total liabilities	<u>24,899</u>	<u>22,292</u>	<u>47,191</u>
Net assets			
Invested in capital assets, net of related debt	25	4,363	4,388
Unrestricted	17,232	1,575	18,807
Total net assets	<u>\$ 17,257</u>	<u>\$ 5,938</u>	<u>\$ 23,195</u>

COUNTY OF TULARE
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009
(amounts expressed in thousands)

	Insurance	Central Services	Total
Operating revenues:			
Charges for services	\$ 17,247	\$ 33,869	\$ 51,116
Rents and concessions	-	9	9
Other revenues	3	626	629
Total operating revenues	<u>17,250</u>	<u>34,504</u>	<u>51,754</u>
Operating expenses:			
Salaries and benefits	-	14,720	14,720
Services and supplies	7,513	18,045	25,558
Insurance premiums paid	3,733	-	3,733
Depreciation	6	710	716
Claims incurred	2,151	-	2,151
Total operating expenses	<u>13,403</u>	<u>33,475</u>	<u>46,878</u>
Operating income (loss)	<u>3,847</u>	<u>1,029</u>	<u>4,876</u>
Nonoperating revenues (expenses):			
Gain (loss) on sale of capital assets	-	(2)	(2)
Investment earnings	1,959	45	2,004
Interest expense	-	(602)	(602)
Total nonoperating revenues (expenses)	<u>1,959</u>	<u>(559)</u>	<u>1,400</u>
Income (loss) before contributions and transfers	<u>5,806</u>	<u>470</u>	<u>6,276</u>
Capital contributions	25	45	70
Transfers in	-	2,479	2,479
Transfers (out)	-	(365)	(365)
Change in net assets	5,831	2,629	8,460
Net assets, July 1	11,426	3,309	14,735
Net assets, June 30	<u>\$ 17,257</u>	<u>\$ 5,938</u>	<u>\$ 23,195</u>

COUNTY OF TULARE
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2009
(amounts expressed in thousands)

	Insurance	Central Services	Total
Cash flows from operating activities:			
Receipts from customers and users	\$ 17,247	\$ 33,883	\$ 51,130
Receipts from rents and concessions	-	9	9
Other revenues	3	626	629
Payments (to) employees	-	(14,414)	(14,414)
Payments (to) suppliers	(9,010)	(15,958)	(24,968)
Payments (for) interfund services used	(2,235)	(2,789)	(5,024)
Payments (for) claims	(2,952)	-	(2,952)
Net cash provided (used) by operating activities	<u>3,053</u>	<u>1,357</u>	<u>4,410</u>
Cash flows from noncapital financing activities:			
Transfers from other funds	-	2,497	2,497
Transfers (to) other funds	(12)	4,806	4,794
Advance from other funds	1,027	-	1,027
Net cash provided (used) by noncapital financing activities	<u>1,015</u>	<u>7,303</u>	<u>8,318</u>
Cash flows from capital and related financing activities:			
Sales (purchases) of capital assets	(25)	(272)	(297)
Principal (paid) on capital debt	-	(1,025)	(1,025)
Interest (paid) on capital debt	-	(621)	(621)
Net cash provided (used) by capital and related financing activities	<u>(25)</u>	<u>(1,918)</u>	<u>(1,943)</u>
Cash flows from investing activities:			
Interest and dividends received	1,959	45	2,004
Net cash provided by investing activities	<u>1,959</u>	<u>45</u>	<u>2,004</u>
Net increase (decrease) in cash and cash equivalents	6,002	6,787	12,789
Cash and cash equivalents, July 1	33,102	3,008	36,110
Cash and cash equivalents, June 30	<u>\$ 39,104</u>	<u>\$ 9,795</u>	<u>\$ 48,899</u>
Displayed as:			
Investment in treasury pool	\$ 38,854	\$ 9,794	\$ 48,648
Cash on Hand	-	1	1
Imprest cash	250	-	250
Total cash displayed	<u>\$ 39,104</u>	<u>\$ 9,795</u>	<u>\$ 48,899</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 3,847	\$ 1,029	\$ 4,876
Adjustments to reconcile operating income (loss) to			
Depreciation expense	6	710	716
(Increase) decrease in accounts receivable	-	14	14
(Increase) decrease in prepaid items	(25)	-	(25)
Increase (decrease) in accounts payable	26	(702)	(676)
Increase (decrease) in salaries and benefits payable and compensated absences	-	306	306
Increase (decrease) in claims payable	(801)	-	(801)
Total adjustments	<u>(794)</u>	<u>328</u>	<u>(466)</u>
Net cash provided (used) by operating activities	<u>\$ 3,053</u>	<u>\$ 1,357</u>	<u>\$ 4,410</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 Employee 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, 2009
(amounts expressed in thousands)

	Property Tax Collection and Apportionment Funds	State Fines Agency Fund	Transportation Tax Funds	Employee Health Benefits Fund	Education Revenue Augmentation Fund	Other Agency Funds	Total
Assets							
Cash in banks	\$ 2,890	\$ -	\$ -	\$ -	\$ -	\$ 3,080	\$ 5,970
Investment in treasury pool	3,951	94	2,600	68	1	17,476	24,190
Due to other governments	85	-	-	-	-	-	85
Advances to County funds	-	-	-	-	-	711	711
Total assets	\$ 6,926	\$ 94	\$ 2,600	\$ 68	\$ 1	\$ 21,267	\$ 30,956
Liabilities							
Warrants payable	\$ 620	\$ -	\$ -	\$ 69	\$ -	\$ 1,332	\$ 2,021
Advances from County funds	-	-	-	1,777	-	1,489	3,266
Agency obligations	6,306	94	2,600	(1,778)	1	18,446	25,669
Total liabilities	\$ 6,926	\$ 94	\$ 2,600	\$ 68	\$ 1	\$ 21,267	\$ 30,956

COUNTY OF TULARE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUNDS
FIDUCIARY FUNDS
JUNE 30, 2009
(amounts expressed in thousands)

	Balance July 1	Additions	Deductions	Balance June 30
Property Tax Collection and Apportionment Funds				
Assets				
Cash in banks	\$ 2,291	\$ 2,890	\$ (2,291)	\$ 2,890
Investment in treasury pool	4,586	531,517	(532,152)	3,951
Advances to County funds	-	11,201	(11,116)	85
Total assets	<u>\$ 6,877</u>	<u>\$ 545,608</u>	<u>\$ (545,559)</u>	<u>\$ 6,926</u>
Liabilities				
Warrants payable	\$ 140	\$ 123,472	\$ (122,992)	\$ 620
Agency obligations	6,737	422,136	(422,567)	6,306
Total liabilities	<u>\$ 6,877</u>	<u>\$ 545,608</u>	<u>\$ (545,559)</u>	<u>\$ 6,926</u>
State Fines Agency Fund				
Assets				
Investment in treasury pool	\$ 95	\$ 642	\$ (643)	\$ 94
Total assets	<u>\$ 95</u>	<u>\$ 642</u>	<u>\$ (643)</u>	<u>\$ 94</u>
Liabilities				
Warrants payable	\$ -	\$ 552	\$ (552)	\$ -
Agency obligations	95	642	(643)	94
Total liabilities	<u>\$ 95</u>	<u>\$ 1,194</u>	<u>\$ (1,195)</u>	<u>\$ 94</u>

(Continued)

COUNTY OF TULARE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUNDS (Continued)
FIDUCIARY FUNDS
JUNE 30, 2009
(amounts expressed in thousands)

	Balance July 1	Additions	Deductions	Balance June 30
Transportation Tax Funds				
Assets				
Investment in treasury pool	\$ 3,089	\$ 12,563	\$ (13,052)	\$ 2,600
Total assets	\$ 3,089	\$ 12,563	\$ (13,052)	\$ 2,600
Liabilities				
Agency obligations	\$ 3,089	\$ 12,563	\$ (13,052)	\$ 2,600
Total liabilities	\$ 3,089	\$ 12,563	\$ (13,052)	\$ 2,600
 Employee Health Benefits Fund				
Assets				
Investment in treasury pool	\$ 448	\$ 31,020	\$ (31,400)	\$ 68
Total assets	\$ 448	\$ 31,020	\$ (31,400)	\$ 68
Liabilities				
Warrants payable	\$ 118	\$ 3,028	\$ (3,077)	\$ 69
Advances from County funds	2,133	2	(358)	1,777
Agency obligations	(1,803)	27,990	(27,965)	(1,778)
Total liabilities	\$ 448	\$ 31,020	\$ (31,400)	\$ 68

(Continued)

COUNTY OF TULARE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUNDS (Continued)
FIDUCIARY FUNDS
JUNE 30, 2009
(amounts expressed in thousands)

	Balance July 1	Additions	Deductions	Balance June 30
Education Revenue Augmentation Fund				
Assets				
Investment in treasury pool	\$ -	\$ 87,245	\$ (87,244)	\$ 1
Total assets	\$ -	\$ 87,245	\$ (87,244)	\$ 1
Liabilities				
Agency obligations	\$ -	\$ 87,245	\$ (87,244)	\$ 1
Total liabilities	\$ -	\$ 87,245	\$ (87,244)	\$ 1
Other Agency Funds				
Assets				
Cash in banks	\$ 3,694	\$ 2,928	\$ (3,542)	\$ 3,080
Investment in treasury pool	17,062	64,381	(63,967)	17,476
Advances to County funds	694	891	(874)	711
Total assets	\$ 21,450	\$ 68,200	\$ (68,383)	\$ 21,267
Liabilities				
Warrants payable	\$ 479	\$ 237,745	\$ (236,892)	\$ 1,332
Advances from County funds	967	466	56	1,489
Agency obligations	20,004	(170,011)	168,453	18,446
Total liabilities	\$ 21,450	\$ 68,200	\$ (68,383)	\$ 21,267

(Continued)

COUNTY OF TULARE
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – AGENCY FUNDS (Continued)
FIDUCIARY FUNDS
JUNE 30, 2009
(amounts expressed in thousands)

	Balance July 1	Additions	Deductions	Balance June 30
Total Agency Funds				
Assets				
Cash in banks	\$ 5,985	\$ 5,818	\$ (5,833)	\$ 5,970
Investment in treasury pool	25,280	727,368	(728,458)	24,190
Advances to County funds	694	12,092	(11,990)	796
Total assets	\$ 31,959	\$ 745,278	\$ (746,281)	\$ 30,956
Liabilities				
Warrants payable	\$ 737	\$ 364,797	\$ (363,513)	\$ 2,021
Advances from County funds	3,100	468	(302)	3,266
Agency obligations	28,122	380,565	(383,018)	25,669
Total liabilities	\$ 31,959	\$ 745,830	\$ (746,833)	\$ 30,956

(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, 2009 AND 2008
(amounts expressed in thousands)

	2009	2008
Governmental funds capital assets:		
Land	\$ 911,641	\$ 911,641
Infrastructure	682,607	660,499
Structures and improvements	175,847	167,410
Machinery and equipment	13,772	11,220
Vehicles	43,855	43,914
Construction in progress	2,311	2,797
Infrastructure in progress	29,665	14,045
Total governmental funds capital assets	\$ 1,859,698	\$ 1,811,526
 Investment in governmental funds capital assets by source:		
General fund	\$ 213,971	\$ 202,073
Federal revenue sharing fund	6,080	5,531
Special revenue funds	1,638,954	1,601,026
Capital projects funds	9	2,677
Redevelopment funds	-	-
Donations	684	219
Total governmental funds capital assets	\$ 1,859,698	\$ 1,811,526

COUNTY OF TULARE
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
JUNE 30, 2009
(amounts expressed in thousands)

Function and Activity	Land	Infrastructure	Structures and Improvements	Machinery and Equipment	Vehicles	Total
General government:						
Administrative	\$ -	\$ -	\$ 22	\$ 130	\$ 336	\$ 488
Finance	-	-	-	242	-	242
County Counsel	-	-	1,663	38	-	1,701
Personnel	-	-	25	-	-	25
Elections	-	-	-	1,506	-	1,506
Property management	-	-	2,762	14	15	2,791
Other general	3,136	-	924	179	53	4,292
Total general government	<u>3,136</u>	<u>-</u>	<u>5,396</u>	<u>2,109</u>	<u>404</u>	<u>11,045</u>
Public protection:						
Judicial	-	-	38,395	675	2,008	41,078
Sheriff	639	-	4,296	1,345	8,306	14,586
Other protection	-	-	90	475	801	1,366
Total public protection	<u>639</u>	<u>-</u>	<u>42,781</u>	<u>2,495</u>	<u>11,115</u>	<u>57,030</u>
Detention and correction:						
Detention	-	-	71,278	874	2,392	74,544
Fire	146	-	3,149	915	9,278	13,488
Inspection	210	-	4,685	104	1,580	6,579
Total detention and correction	<u>356</u>	<u>-</u>	<u>79,112</u>	<u>1,893</u>	<u>13,250</u>	<u>94,611</u>
Public ways and facilities	903,556	682,607	4,164	3,126	12,830	1,606,283
Public health	2,640	-	26,575	1,832	2,963	34,010
Public assistance	226	-	3,505	1,831	2,200	7,762
Education	122	-	10,062	100	661	10,945
Recreation and cultural services	966	-	4,252	386	432	6,036
	<u>907,510</u>	<u>682,607</u>	<u>48,558</u>	<u>7,275</u>	<u>19,086</u>	<u>1,665,036</u>
Total governmental funds capital assets	<u>\$ 911,641</u>	<u>\$ 682,607</u>	<u>\$ 175,847</u>	<u>\$ 13,772</u>	<u>\$ 43,855</u>	<u>1,827,722</u>
Construction projects in progress	\$ -	\$ -	\$ 2,311	\$ -	\$ -	\$ 2,311
Infrastructure projects in progress	-	29,665	-	-	-	29,665
						<u>\$ 1,859,698</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, 2009
(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	\$ 35	\$ 118	\$ -	\$ (1)	\$ 152
Finance	648	12	(106)	24	578
County Counsel	1,701	-	-	-	1,701
Personnel	25	-	-	-	25
Elections	1,501	5	-	-	1,506
Property management	2,791	-	-	-	2,791
Other general	4,274	93	(11)	(64)	4,292
Total general government	<u>10,975</u>	<u>228</u>	<u>(117)</u>	<u>(41)</u>	<u>11,045</u>
Public protection:					
Judicial	40,872	87	(195)	314	41,078
Sheriff	13,999	1,149	(841)	279	14,586
Other protection	1,995	54	(151)	(532)	1,366
Total public protection	<u>56,866</u>	<u>1,290</u>	<u>(1,187)</u>	<u>61</u>	<u>57,030</u>
Detention and correction:					
Detention	74,447	188	(124)	33	74,544
Fire	13,068	581	(161)	-	13,488
Inspection	6,684	36	(68)	(73)	6,579
Total detention and correction	<u>94,199</u>	<u>805</u>	<u>(353)</u>	<u>(40)</u>	<u>94,611</u>
Public ways and facilities	1,581,025	13,865	(137)	11,530	1,606,283
Public health	33,980	472	(402)	(40)	34,010
Public assistance	7,225	701	(134)	(30)	7,762
Education	4,402	4,088	(47)	2,502	10,945
Recreation and cultural services	6,012	24	-	-	6,036
Total	<u>1,632,644</u>	<u>19,150</u>	<u>(720)</u>	<u>13,962</u>	<u>1,665,036</u>
Construction projects in progress	2,797	5,571	(6,057)	-	2,311
Infrastructure projects in progress	14,045	15,620	-	-	29,665
Total	<u>17,842</u>	<u>21,191</u>	<u>(6,057)</u>	<u>-</u>	<u>22,976</u>
Total governmental funds capital assets	<u><u>\$ 1,811,526</u></u>	<u><u>\$ 42,664</u></u>	<u><u>\$ (8,434)</u></u>	<u><u>\$ 13,942</u></u>	<u><u>\$ 1,859,698</u></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.

Table 1

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

	Fiscal Year						
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Governmental activities							
Invested in capital assets, net of related debt	\$ 83,862 *	\$ 1,461,647 **	\$ 1,450,065	\$ 1,425,580	\$ 1,417,765	\$ 1,491,566	\$ 1,524,380
Restricted	45,532	41,803	40,051	44,553	45,403	54,086	57,079
Unrestricted	16,373	31,685	35,459	43,721	57,303	55,866	56,992
Total governmental activities net assets	<u>\$ 145,767</u>	<u>\$ 1,535,135 **</u>	<u>\$ 1,525,575</u>	<u>\$ 1,513,854</u>	<u>\$ 1,520,471</u>	<u>\$ 1,601,518</u>	<u>\$ 1,638,451</u>
Business-type activities							
Invested in capital assets, net of related debt	\$ 16,386	\$ 19,396	\$ 20,010	\$ 20,322	\$ 19,860	\$ 19,090	\$ 28,811
Restricted	5,005	5,005	5,005	5,005	5,005	5,005	5,005
Unrestricted	33,580	25,613	24,886	22,914	22,200	22,794	9,363
Total business-type activities net assets	<u>\$ 54,971</u>	<u>\$ 50,014</u>	<u>\$ 49,901</u>	<u>\$ 48,241</u>	<u>\$ 47,065</u>	<u>\$ 46,889</u>	<u>\$ 43,179</u>
Primary government							
Invested in capital assets, net of related debt	\$ 100,248 *	\$ 1,481,043 **	\$ 1,470,075	\$ 1,445,902	\$ 1,437,625	\$ 1,510,656	\$ 1,553,191
Restricted	50,537	46,808	45,056	49,558	50,408	59,091	62,084
Unrestricted	49,953	57,298	60,345	66,635	79,503	78,660	66,355
Total primary government net assets	<u>\$ 200,738</u>	<u>\$ 1,585,149 **</u>	<u>\$ 1,575,476</u>	<u>\$ 1,562,095</u>	<u>\$ 1,567,536</u>	<u>\$ 1,648,407</u>	<u>\$ 1,681,630</u>

* 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.

*** Tables begin with the implementation of GASB-34 and, therefore, display less than 10 years.

Table 2

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

	Fiscal Year						
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Expenses							
Governmental activities:							
General government	\$ 37,912	\$ 32,816	\$ 25,312	\$ 44,550	\$ 93,680	\$ 71,430	\$ 28,459
Public protection	130,282	145,513	148,459	155,626	162,837	187,299	197,905
Public ways and facilities	18,699	19,411	35,404	26,701	15,100	28,346	32,342
Health and sanitation	87,856	86,955	99,669	104,035	120,520	120,195	122,853
Public assistance	202,308	202,481	215,275	225,735	220,019	227,086	234,329
Education	3,481	3,356	3,384	3,241	3,722	4,287	5,033
Culture and recreation	1,839	1,949	1,631	1,468	1,842	3,552	2,136
Unallocated depreciation	627	589	589	589	588	510	791
Unallocated interest expense	9,023	8,220	8,642	9,713	11,038	11,244	5,993
Total governmental activities expenses	<u>492,027</u>	<u>501,290</u>	<u>538,365</u>	<u>571,658</u>	<u>629,346</u>	<u>653,949</u>	<u>629,841</u>
Business-type activities:							
Solid Waste	10,361	12,967	10,249	12,004	13,981	14,426	14,138
Other business-type activities	1,873	1,839	1,708	1,872	2,120	2,259	2,452
Total business-type activities expenses	<u>12,234</u>	<u>14,806</u>	<u>11,957</u>	<u>13,876</u>	<u>16,101</u>	<u>16,685</u>	<u>16,590</u>
Total primary government expenses	<u>\$ 504,261</u>	<u>\$ 516,096</u>	<u>\$ 550,322</u>	<u>\$ 585,534</u>	<u>\$ 645,447</u>	<u>\$ 670,634</u>	<u>\$ 646,431</u>
Program Revenues							
Governmental activities:							
Charges for services:							
General government	\$ 28,653	\$ 31,895	\$ 28,181	\$ 21,838	\$ 50,015	\$ 62,391	\$ 28,860
Public protection	24,314	19,635	22,015	22,179	25,846	28,291	29,368
Public ways and facilities	1,636	1,109	1,468	2,783	2,209	2,028	1,782
Health and sanitation	9,998	11,365	12,430	11,653	16,103	45,659	46,523
Public assistance	21,147	25,499	29,244	26,348	30,161	7,496	5,823
Education	227	112	245	289	334	188	162
Culture and recreation	710	1,012	1,101	848	1,004	332	287
Operating grants and contributions	353,679	355,940	349,248	371,869	389,177	389,524	403,891
Total governmental activities program revenues	<u>440,364</u>	<u>446,567</u>	<u>443,932</u>	<u>457,807</u>	<u>514,849</u>	<u>535,909</u>	<u>516,696</u>
Business-type activities:							
Charges for services:							
Solid Waste	8,886	8,878	9,053	9,705	10,247	9,244	8,284
Other business-type activities	642	631	670	696	738	792	925
Operating grants and contributions	135	40	373	42	276	1,475	813
Total business-type activities program revenues	<u>9,663</u>	<u>9,549</u>	<u>10,096</u>	<u>10,443</u>	<u>11,261</u>	<u>11,511</u>	<u>10,022</u>
Total primary government program revenues	<u>\$ 450,027</u>	<u>\$ 456,116</u>	<u>\$ 454,028</u>	<u>\$ 468,250</u>	<u>\$ 526,110</u>	<u>\$ 547,420</u>	<u>\$ 526,718</u>

Table 2 (Continued)

	Fiscal Year						
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Net (expense)/revenue							
Governmental activities	\$ (51,663)	\$ (54,723)	\$ (94,433)	\$ (113,851)	\$ (114,497)	\$ (118,040)	\$ (113,145)
Business-type activities	(2,571)	(5,257)	(1,861)	(3,433)	(4,840)	(5,174)	(6,568)
Total primary government net expense	<u>\$ (54,234)</u>	<u>\$ (59,980)</u>	<u>\$ (96,294)</u>	<u>\$ (117,284)</u>	<u>\$ (119,337)</u>	<u>\$ (123,214)</u>	<u>\$ (119,713)</u>
General Revenues and Other Changes in Net Assets							
Governmental activities:							
Taxes							
Property taxes	\$ 37,394	\$ 40,342	\$ 66,738	\$ 78,583	\$ 91,367	\$ 102,198	\$ 105,400
Sales and other taxes	6,694	7,632	8,032	12,311	13,262	19,188	21,299
Earnings on investments	6,710	2,880	5,402	7,034	11,950	11,439	13,003
Miscellaneous	-	5,321	-	-	-	-	-
Tobacco settlement revenues	4,636	5,929	4,010	3,651	3,822	4,068	4,471
Gain on sale of fixed assets	-	63	29	-	-	-	-
Transfers	677	892	662	551	713	556	583
Total governmental activities	<u>56,111</u>	<u>63,059</u>	<u>84,873</u>	<u>102,130</u>	<u>121,114</u>	<u>137,449</u>	<u>144,756</u>
Business-type activities:							
Sales and other taxes	815	658	855	512	1,033	1,628	379
Earnings on investments	2,550	503	1,555	1,651	3,342	3,864	3,062
Gain on sale of fixed assets	-	31	-	161	2	62	-
Transfers	(677)	(892)	(662)	(551)	(713)	(556)	(583)
Total business-type activities	<u>2,688</u>	<u>300</u>	<u>1,748</u>	<u>1,773</u>	<u>3,664</u>	<u>4,998</u>	<u>2,858</u>
Total primary government	<u>\$ 58,799</u>	<u>\$ 63,359</u>	<u>\$ 86,621</u>	<u>\$ 103,903</u>	<u>\$ 124,778</u>	<u>\$ 142,447</u>	<u>\$ 147,614</u>
Change in Net Assets							
Governmental activities	\$ 4,448	\$ 8,336	\$ (9,560)	\$ (11,721)	\$ 6,617	\$ 19,409	\$ 31,611
Business-type activities	117	(4,957)	(113)	(1,660)	(1,176)	(176)	(3,710)
Total primary government	<u>\$ 4,565</u>	<u>\$ 3,379</u>	<u>\$ (9,673)</u>	<u>\$ (13,381)</u>	<u>\$ 5,441</u>	<u>\$ 19,233</u>	<u>\$ 27,901</u>

* Tables begin with the implementation of GASB-34 and, therefore, display less than 10 years.

Table 3

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

	Fiscal Year									
	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
General Fund										
Reserved	\$ 2,000	\$ 1,704	\$ 2,995	\$ 4,247	\$ 19,030	\$ 27,300	\$ 16,899	\$ 36,756	\$ 48,452	\$ 54,526
Unreserved	<u>26,324</u>	<u>30,198</u>	<u>27,800</u>	<u>32,932</u>	<u>17,124</u>	<u>15,147</u>	<u>31,653</u>	<u>20,582</u>	<u>9,051</u>	<u>3,551</u>
Total General Fund	<u>\$ 28,324</u>	<u>\$ 31,902</u>	<u>\$ 30,795</u>	<u>\$ 37,179</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>
All other governmental funds *										
Reserved	\$ 57,021	\$ 61,855	\$ 64,772	\$ 64,257	\$ 67,015	\$ 68,720	\$ 66,913	\$ 66,173	\$ 67,454	\$ 71,747
Unreserved, reported in:										
Special revenue funds	7,442	12,972	13,550	13,328	11,678	7,891	12,220	14,787	17,864	18,531
Capital projects funds	<u>2,805</u>	<u>2,723</u>	<u>3,377</u>	<u>4,919</u>	<u>3,926</u>	<u>4,696</u>	<u>6,143</u>	<u>6,274</u>	<u>9,579</u>	<u>-</u>
Total all other governmental funds	<u>\$ 67,268</u>	<u>\$ 77,550</u>	<u>\$ 81,699</u>	<u>\$ 82,504</u>	<u>\$ 82,619</u>	<u>\$ 81,307</u>	<u>\$ 85,276</u>	<u>\$ 87,234</u>	<u>\$ 94,897</u>	<u>\$ 90,278</u>
All governmental funds										
Reserved	\$ 59,021	\$ 63,559	\$ 67,767	\$ 68,504	\$ 86,045	\$ 96,020	\$ 83,812	\$102,929	\$115,906	\$ 126,273
Unreserved, reported in:										
General fund	26,324	30,198	27,800	32,932	17,124	15,147	31,653	20,582	9,051	3,551
Special revenue funds	7,442	12,972	13,550	13,328	11,678	7,891	12,220	14,787	17,864	18,531
Capital projects funds	<u>2,805</u>	<u>2,723</u>	<u>3,377</u>	<u>4,919</u>	<u>3,926</u>	<u>4,696</u>	<u>6,143</u>	<u>6,274</u>	<u>9,579</u>	<u>-</u>
Total all governmental funds	<u>\$ 95,592</u>	<u>\$109,452</u>	<u>\$112,494</u>	<u>\$119,683</u>	<u>\$118,773</u>	<u>\$123,754</u>	<u>\$133,828</u>	<u>\$144,572</u>	<u>\$152,400</u>	<u>\$ 148,355</u>

* Includes all special revenue, debt service, and capital projects funds, including blended component units.

Table 4

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									
	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Revenues										
Taxes and special assessments	\$ 41,123	\$ 42,599	\$ 45,113	\$ 46,500	\$ 50,450	\$ 78,982	\$ 94,401	\$ 108,216	\$ 121,397	\$ 126,699
Licenses and permits	5,561	6,096	6,843	6,920	7,214	8,550	8,480	9,060	9,010	9,939
Fines, forfeitures, and penalties	7,138	5,234	6,528	14,029	7,968	8,124	8,764	4,219	10,218	13,031
Interest, rents, and concessions	4,780	9,235	7,109	6,163	2,979	5,294	7,146	11,389	12,093	12,177
Intergovernmental revenues	304,807	335,763	355,617	349,650	350,762	346,736	368,768	385,590	389,524	404,262
Charges for services	55,851	59,415	52,025	53,662	57,450	64,196	61,772	71,922	80,188	77,496
Other revenues	5,298	9,547	9,890	10,970	10,484	12,034	11,492	10,965	11,442	14,685
Total revenues	424,558	467,889	483,125	487,894	487,307	523,916	560,823	601,361	633,872	658,289
Expenditures										
General government	16,241	12,257	22,224	23,609	23,164	17,575	17,549	24,318	25,621	29,713
Public protection	121,120	136,160	127,337	123,937	139,512	144,136	153,259	162,811	184,009	189,989
Public ways and facilities	14,868	19,617	20,229	17,958	18,764	14,086	9,890	7,920	12,498	15,489
Health and sanitation	66,650	76,596	80,812	86,567	86,165	98,477	103,075	120,723	119,569	121,340
Public assistance	177,934	191,993	200,765	201,211	201,839	213,979	224,438	219,376	226,227	232,527
Education	3,473	3,439	3,129	3,200	3,370	3,462	3,289	3,831	4,329	4,855
Culture and recreation	1,448	1,507	1,578	1,759	1,831	1,524	1,323	1,740	3,361	1,968
Capital outlay	6,815	3,687	4,604	6,419	4,018	7,630	14,611	29,581	28,979	36,704
Debt service										
Principal	16,603	12,388	11,427	11,101	11,259	11,443	11,936	51,711	9,737	10,103
Interest and fiscal charges	10,228	10,524	10,040	8,413	7,926	8,388	9,421	10,763	10,778	8,954
Total expenditures	435,380	468,168	482,145	484,174	497,848	520,700	548,791	632,774	625,108	651,642
Excess of revenues over (under) expenditures	(10,822)	(279)	980	3,720	(10,541)	3,216	12,032	(31,413)	8,764	6,647
Other financing sources (uses)										
Sale of general capital assets	199	1,082	367	251	177	148	497	1,468	297	169
Sale of note receivable	-	-	-	-	5,321	-	-	-	-	-
Bond proceeds	49,938	-	-	-	-	-	-	43,987	-	231
Capital lease proceeds	-	-	-	394	30	-	44	-	-	-
Contribution to Retirement Association	-	-	-	-	-	-	-	-	-	-
Payment to Escrow Agent	-	-	-	-	-	-	-	-	-	-
Payment of defeance costs	-	-	-	-	-	-	-	-	-	-
Bond proceeds	-	-	-	-	-	-	-	-	-	-
Direct financing lease	-	-	-	-	101	105	114	121	128	-
Loan proceeds	2,500	1,530	1,053	2,147	2,906	1,775	-	-	-	-
Transfers in	83,146	92,258	98,306	97,791	101,557	102,141	116,185	114,577	100,925	102,189
Transfers (out)	(83,146)	(91,609)	(97,664)	(97,114)	(100,461)	(102,404)	(118,798)	(117,996)	(102,286)	(103,720)
Total other financing sources (uses)	52,637	3,261	2,062	3,469	9,631	1,765	(1,958)	42,157	(936)	(1,131)
Net change in fund balances	\$ 41,815	\$ 2,982	\$ 3,042	\$ 7,189	\$ (910)	\$ 4,981	\$ 10,074	\$ 10,744	\$ 7,828	\$ 5,516
Debt service as a percentage of noncapital expenditures	6.26%	4.93%	4.50%	4.08%	3.88%	3.87%	4.00%	10.36%	3.44%	3.10%

Table 5

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
1999 - 2000	\$ 31,725	\$ 7,885	\$ 682	\$ 661	\$ 49	\$ 121	\$ -	\$ 41,123
2000 - 01	32,894	8,016	743	747	34	165	-	42,599
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
Percentage Growth Earliest to Current	218.0%	53.2%	73.8%	55.2%	-100.0%	47.9%	0.0%	180.5%

Table 6

**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
1999-00	\$ 14,154,136	\$ 941,827	\$ 15,095,963
2000-01	14,731,050	1,065,525	15,796,575
2001-02	15,232,365	1,064,889	16,297,254
2002-03	16,004,259	1,150,562	17,154,821
2003-04	16,984,360	1,051,432	18,035,792
2004-05	17,971,651	1,087,362	19,059,013
2005-06	19,714,530	1,174,747	20,889,277
2006-07	22,463,149	1,142,461	23,605,610
2007-08	25,190,040	1,522,742	26,712,782
2008-09	26,632,559	1,616,099	28,248,658

Due to Constitutional Amendment, Section 13A, property is assessed at Full Cash Value as of 1975-76 with a maximum increase of 2% permitted each year. New construction and property sold are reassessed at Full Cash Value in the year the transaction occurs.

Table 7

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

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
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	0.051	0.051	0.050	0.043	0.041	0.044	0.044	0.044	0.018	-
Alta Vista Elementary	0.066	0.072	0.072	0.075	0.066	0.048	-	-	-	-
Buena Vista Elementary	0.075	0.049	0.048	0.033	0.035	0.031	0.026	0.031	0.027	0.027
Burton Elementary *	-	-	-	-	0.030	0.022	0.023	0.021	0.018	0.019
COS - Hanford SFID	-	-	-	-	-	-	-	-	0.025	0.020
Cutler-Orosi Unified *	-	-	-	-	-	0.060	0.060	0.060	0.050	0.040
Delano Joint High	-	0.053	0.053	0.159	0.090	0.097	0.097	0.163	0.117	0.100
Dinuba Unified	-	-	-	-	0.051	0.055	0.074	0.057	0.060	0.151
Earlimart Elementary	0.054	0.051	0.041	0.045	0.050	0.048	0.039	0.035	0.031	0.032
Exeter Elementary	-	-	-	-	-	-	-	-	-	0.029
Exeter High	-	-	0.028	0.031	0.037	0.038	0.034	0.030	0.049	0.040
Farmersville Elementary	-	-	-	-	-	-	-	-	-	-
Farmersville Unified *	0.094	0.100	0.160	0.162	0.170	0.148	0.133	0.095	0.074	0.072
Hanford Joint High *	-	0.023	0.027	0.032	0.030	0.033	0.039	0.058	0.049	0.054
Kern Community College SFID *	-	-	-	-	0.012	0.009	0.010	0.005	0.008	0.009
Kings Canyon Joint Unified *	-	-	-	0.043	0.051	0.058	0.035	0.045	0.082	0.064
Kings River Elementary	-	-	-	-	-	-	-	-	0.030	0.052
Kingsburg Joint Elementary	-	0.020	0.012	0.014	0.018	0.065	0.013	0.054	0.072	-
Kingsburg Joint High	-	0.052	0.065	0.054	0.050	0.050	0.059	0.089	0.625	0.009
Liberty Elementary	-	-	0.083	0.074	0.090	0.084	0.057	0.054	0.044	0.041
Lindsay Unified	-	-	-	0.044	0.052	0.060	0.060	0.060	0.055	0.055
Linns Valley Poso-Flat Joint Elementary	-	-	-	-	0.019	0.026	0.025	0.016	0.015	-
Porterville SFID *	-	-	-	-	0.055	0.056	0.060	0.052	0.055	0.050
Richgrove Elementary	0.049	0.042	0.046	0.045	0.036	0.051	0.043	0.038	0.004	0.038
State Center Comm College SFID *	-	-	-	-	0.016	0.014	0.006	0.005	0.016	-
Strathmore High	-	-	-	0.085	0.078	0.086	0.070	0.062	0.052	0.053
Sundale Elementary	0.072	0.062	0.041	0.046	0.043	0.040	0.039	0.034	0.027	0.031
Three Rivers Elementary	-	-	-	-	-	-	-	-	-	-
Traver Elementary *	-	-	-	-	-	0.028	0.057	0.053	0.060	0.051
Tulare High *	-	-	-	-	-	0.053	0.060	0.047	0.043	0.020
Visalia Unified *	0.068	0.068	0.062	0.070	0.063	0.050	0.042	0.034	0.028	0.030
Woodlake Elementary	0.070	0.079	0.053	0.054	0.051	0.049	0.046	0.040	0.036	0.035
Woodlake High	0.058	0.057	0.044	0.038	0.037	0.037	0.034	0.030	0.027	0.056

Table 7 (Continued)

Special District Rates

Kaweah Delta Healthcare District	-	-	-	-	-	0.040	0.040	0.035	0.031	-
Kaweah Delta Water Conservation	0.001	0.001	0.001	0.000	0.001	0.001	0.001	0.001	0.000	-
Lindsay Hospital	-	-	-	-	-	-	-	-	-	-
Kings Joint Mosquito Abatement	-	-	-	-	-	-	-	-	-	(0.005)
Patterson Tract CSD	0.029	0.024	0.024	-	-	-	-	-	-	-
Tulare County Pest Control	-	-	-	-	-	1.250	1.250	1.250	1.250	5.000
Tulare Healthcare District	-	-	-	-	-	-	-	-	0.019	0.039
South Tulare County Citrus Pest	13.656	12.680	12.680	12.320	11.423	11.423	11.423	11.423	11.423	11.423
Woodville Public Utility	0.031	0.031	0.036	0.038	0.036	0.029	0.025	0.025	-	-

* School rates have been combined with educational facilities.

** Trees Per Acres

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.

Table 8

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

Fiscal Year 2008-09			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Southern California Edison Company	\$ 350,792	1	1.24%
Saputo Cheese USA Inc	252,389	2	0.89%
California Dairies/Milk Producers	146,189	3	0.52%
Wal-Mart Stores Inc	146,097	4	0.52%
Land O'Lakes, Inc/Cheese & Protein Int'l, LLC	96,724	5	0.34%
VF Outdoor (Cottonwood Fresno Holding)	90,231	6	0.32%
Oscar Mayer Foods Corp	89,914	7	0.32%
Southern California Gas Company	83,456	8	0.30%
Pacific Bell (SBC California)	78,780	9	0.28%
Ruiz Foods Products Inc	58,841	10	0.21%
Totals	\$ 1,393,413		4.94%

Fiscal Year 2000-2001			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Southern California Edison	\$ 222,176	1	1.41%
Pacific Bell Telephone	122,234	2	0.77%
Oscar Mayer Food Corporation/ Kraft	107,691	3	0.68%
Land O'Lakes	100,197	4	0.63%
Wal-Mart Stores Inc	84,894	5	0.54%
Southern California Gas Company	67,324	6	0.43%
Recot, Inc/Frito-Lay	57,161	7	0.36%
California Milk Producers	56,041	8	0.35%
Ice Cream Partners USA LLC	46,764	9	0.30%
Stella Foods Inc	43,020	10	0.27%
Totals	\$ 907,502		5.74%

Table 9

**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
1999-2000	\$ 140,642	\$ 136,380	96.97%		\$ 136,380	96.97%
2000-01	149,307	144,161	96.55%		144,161	96.55%
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%

*Collections in Subsequent Years represents monies collected for all previous years excluding the current fiscal year.

Table 10

**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			
1999-2000	\$ 85,183	\$ 45,000	\$ 40,175	\$ 3,200	\$ -	\$ 12,332	\$ 86	\$ 1,695	\$ 10	\$ 187,681	2.69%	508
2000-01	80,377	45,000	39,025	-	-	10,716	-	1,676	9	176,803	2.39%	471
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	114,199	1.00%	259

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

Table 11

**COUNTY OF TULARE
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2009
(amounts expressed in thousands)**

Jurisdiction	Outstanding Debt	Percentage Applicable to the County of Tulare	Amount Applicable to the County of Tulare
Special Districts	\$ 140,463	100%	\$ 140,463
School Districts	235,178	100%	235,178
County of Tulare	114,205	100%	114,205
Total	\$ 489,846		\$ 489,846

Outstanding debt for the County of Tulare includes all Certificates of Participation, Leases, Loans, and Bonds outstanding for both governmental and business-type activities for the County and blended component units.

Table 12

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

Legal Debt Margin Calculation for Fiscal Year 2008-09	
Net Assessed Value	\$ 27,258,651
Debt Limit - 1.25 Percent of Taxable Property (1)	340,733
Amount of Debt Applicable to Debt Limit (2)	<u>-</u>
Legal Debt Margin (3)	<u><u>\$ 340,733</u></u>

	Fiscal Year									
	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Debt limit	\$ 188,700	\$ 196,849	\$ 203,716	\$ 214,435	\$ 237,711	\$ 260,486	\$ 296,389	\$ 333,044	\$ 352,369	\$ 340,733
Total net debt applicable to limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u><u>\$ 188,700</u></u>	<u><u>\$ 196,849</u></u>	<u><u>\$ 203,716</u></u>	<u><u>\$ 214,435</u></u>	<u><u>\$ 237,711</u></u>	<u><u>\$ 260,486</u></u>	<u><u>\$ 296,389</u></u>	<u><u>\$ 333,044</u></u>	<u><u>\$ 352,369</u></u>	<u><u>\$ 340,733</u></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 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 6/30/09 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.

Table 13

**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)
1999-00	369,300	\$ 18,878.96	\$ 6,972.00	29	84,938
2000-01	375,200	19,712.15	7,396.00	29	85,664
2001-02	383,100	20,159.23	7,723.00	29	86,952
2002-03	392,900	20,386.87	8,010.00	29	88,341
2003-04	400,123	20,906.07	8,365.00	29	90,230
2004-05	409,871	21,274.99 (5)	8,720.00 (5)	29	92,126
2005-06	420,131	21,595.65 (5)	9,073.00 (5)	29	93,424
2006-07	429,006	21,995.03 (5)	9,436.00 (5)	29	94,407
2007-08	436,839	22,463.66 (5)	9,813.00 (5)	29	95,344
2008-09	441,481	25,920.00 (5)	10,865.00	29	96,811 (5)

(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

Table 14

**COUNTY OF TULARE
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

2007-2008**				1999-2000			
Employer	Employees	Rank	Percentage of Total County Employment	Employer	Employees	Rank	Percentage of Total County Employment
County of Tulare	4,320	1	2.70%	County of Tulare	4,064	1	2.54%
Porterville Development Center	2,014	2	1.26%	Wal-Mart Distribution Center	1,350	2	0.84%
Kaweah Delta Healthcare District	2,000	3	1.25%	Ruiz Food Products	1,100	3	0.69%
Wal-Mart Distribution Center	1,692	4	1.06%	Jostens	980	4	0.61%
Ruiz Food Products	1,800	5	1.13%	Nash De Camp	800	5	0.50%
College of the Sequoias	1,160	6	0.73%	Land O'lakes	650	6	0.41%
CIGNA HealthCare	900	7	0.56%	CIGNA HealthCare	600	7	0.38%
Jostens	720	8	0.45%	Monrovia Nursery	500	8	0.31%
Dairyman's/Land O' Lakes	600	9	0.38%	Kraft Foods	400	9	0.25%
Monrovia Nursery	600	10	0.38%	Waterman Industries	366	10	0.23%

Source: Tulare County Economic Development Corporation

** At the time this report was made, the amounts for the current year were not yet available.

Table 15

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

Function	Fiscal Year									
	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
General Government										
Administration	36	38	42	40	42	45	48	50	53	52
Retirement	7	7	-	-	-	-	-	-	-	-
County Counsel	35	40	40	37	37	38	39	41	45	48
Risk Management	4	4	4	4	5	8	8	9	9	6
Elections	8	8	7	7	7	7	7	8	7	7
Finance	118	122	127	122	123	126	130	133	144	144
Purchasing	7	7	7	6	5	5	5	6	6	6
Planning and Development	59	60	50	50	58	61	64	61	78	77
Other General	85	153	170	166	160	163	165	204	322	297
Public Protection										
Child Support Services	216	315	311	316	316	269	269	269	269	269
District Attorney	153	176	175	188	169	178	165	175	196	201
Fire Protection	21	21	23	23	23	24	20	27	111	114
Probation	282	354	304	313	300	302	309	315	327	335
Public Defender	61	62	66	66	66	69	71	75	83	83
Sheriff / Coroner	669	773	839	654	650	662	710	748	772	751
Trial Courts	178	199	-	-	-	-	-	-	-	-
Other Protection	54	58	57	53	57	57	57	57	58	58
Public Ways and Facilities	147	133	133	133	132	133	133	133	134	134
Health and Sanitation	603	630	624	618	544	581	625	650	575	475
Public Assistance	1,185	1,559	1,621	1,454	1,538	1,618	1,623	1,687	1,721	1,366
Education	45	52	52	37	38	38	38	41	45	45
Culture and Recreation	23	15	19	19	15	15	15	15	16	15
Solid Waste Management	68	72	72	72	72	72	72	75	76	75
Total Number of Employees by Function	4,064	4,858	4,743	4,378	4,357	4,471	4,573	4,779	5,047	4,558
Total Gross Salaries *	\$133,189	\$138,547	\$142,713	\$150,544	\$152,349	\$156,554	\$162,093	\$172,488	\$192,779	\$205,703

*Gross Salaries Rounded to Thousands

Table 16

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

Function	Fiscal Year									
	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
PUBLIC PROTECTION										
Child Support Services										
Number of Caseloads	-	-	-	38,800	37,298	36,712	35,687	35,678	34,960	37,498
Number of Orders Established	-	-	-	2,516	1,951	2,009	2,085	1,810	2,211	2,347
Distributed Collections	\$ -	\$ 36,136,482	\$ 37,608,967	\$ 39,459,603	\$ 40,480,568	\$ 39,825,831	\$ 40,639,624	\$ 39,001,365	\$ 40,832,921	\$ 38,876,640
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
Number of Adult Felony Cases Filed	-	-	3,772	4,341	4,282	4,474	4,960	5,702	5,547	4,742
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
Number of Adult Misdemeanors Cases Filed	-	-	10,438	10,768	12,828	12,437	12,747	12,943	14,192	14,028
Total Juvenile Felony & Misdemeanors Cases Processed	-	-	2,715	2,766	3,079	3,556	14,893	2,954	2,771	2,729
Number of Juvenile Misdemeanors Cases Filed	-	-	1,303	1,823	1,355	1,390	1,196	886	877	640
Number of Juvenile Felony Cases Filed	-	-	752	943	866	1,268	754	829	733	719
Total Cases Tried (Excluded Juvenile Trials)	-	-	222	170	216	186	196	207	173	217
Total Number of Estates Opened	40	45	27	31	9	28	28	24	15	52
Total Number of Estates Closed	36	50	29	15	22	7	7	21	18	30
Total Amount of Fees Collected	\$ 25,544	\$ 42,808	\$ 45,533	\$ 12,021	\$ 36,307	\$ 89,447	\$ 89,447	\$ 111,449	\$ 117,659	\$ 93,591
Total Amount of Bond Fees	\$ 1,289	\$ 1,634	\$ 2,957	\$ 708	\$ 1,635	\$ 2,040	\$ 2,041	\$ 10,238	\$ 11,647	\$ 6,678
Fire Protection										
Number of Fires	2,223	2,066	2,138	2,227	2,285	2,492	2,383	3,156	3,227	1,890
Medical Aids	6,262	6,616	6,965	7,353	7,673	8,298	8,330	8,997	7,408	7,395
Assist Other Agencies	647	741	802	1,025	1,413	1,534	1,622	1,204	1,383	597
Public Defender										
Felony New Cases Opened	3,345	3,785	4,204	4,763	4,957	5,066	6,074	6,274	5,526	5,549
Misdemeanor New Cases Opened	4,935	5,284	6,113	6,276	6,340	6,055	6,457	9,251	8,620	7,638
Juvenile Delinquency New Cases Opened	2,522	2,451	2,425	2,526	2,304	2,629	2,451	2,170	1,879	1,904
Other New Cases	-	-	-	-	-	-	-	-	-	585
Sheriff/Coroner										
Homicide	10	10	12	12	11	9	-	20	13	28
Rape	42	37	29	36	33	28	30	38	29	31
Robbery	53	73	68	75	68	68	86	92	78	92
Aggravated Assault	-	-	308	450	518	470	-	854	388	369
Burglary	845	975	999	1,141	1,045	1,219	1,328	1,017	906	1,076
Larceny Theft	1,540	1,924	1,686	1,668	2,066	2,071	2,117	2,173	2,247	2,106
Warrants Processed	11,401	13,642	14,761	18,054	19,336	19,916	22,743	19,813	21,195	22,761
Jail Population-Admissions	18,951	19,868	19,561	20,689	20,394	20,943	22,675	29,241	26,183	25,376
Other Protection - Auto Theft										
Number of Vehicles Recovered	-	-	76	81	32	92	73	68	96	116
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

(Continued)

Table 16 (Continued)

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

Function	Fiscal Year									
	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Other Protection - Environmental Health										
Small Water System Inspections	169	329	237	336	221	280	240	59	18	50
Food Facility Inspections	605	1,975	1,822	1,175	1,402	1,647	1,620	2,337	1,403	2,415
Swimming Pool Inspections	145	366	321	61	108	113	134	114	126	345
Dairy Inspections	954	956	906	971	996	999	1,014	952	952	1,043
Hazardous Materials Inspections	-	-	203	94	272	247	308	379	414	427
Hazardous Waste Inspections	-	-	102	53	133	139	156	225	214	201
Underground Tank Inspections	-	-	273	249	270	255	277	316	269	274
Animal Control Field Calls	-	-	3,356	4,919	5,258	5,246	4,899	4,239	4,022	4,199
Rabies Investigations	150	155	134	124	123	143	105	148	112	156
Animal Control Intake	-	-	6,967	8,245	8,031	8,453	8,829	9,172	9,151	9,221
Solid Waste Inspections	-	-	262	296	282	275	277	293	237	263
Liquid Waste Inspections	-	-	37	68	44	51	54	47	60	63
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
PUBLIC WAYS AND FACILITIES										
Roads										
Total Maintained Mileage	3,078	3,077	3,078	3,072	3,065	3,057	3,048	3,008	3,006	3,046
Miles of Road Re-oiled	55	55	55	55	55	55	45	52	68	74
Miles of Chip Seals	100	100	100	125	100	94	75	113	105	105
Miles of Surface Seals	60	60	70	70	70	70	70	62	57	-
Miles of Shoulders	400	400	200	200	200	200	200	120	250	250
Bridges over 20 feet	-	-	-	-	366	362	360	360	360	360
Bridges less than 20 feet	32	32	32	32	32	32	32	34	34	34
Numbers of Installed Traffic Signs	-	-	-	-	-	-	17,282	17,300	17,475	17,817
Miles of Road Striped	-	-	-	-	-	-	1,276	1,758	1,758	1,650
Number of Traffic Signal Locations	-	-	-	-	-	-	8	8	8	9
Number of Streetlights	-	-	-	-	-	-	1,384	1,459	1,468	1,468
Number of Traffic Collisions	-	1,781	1,734	1,884	1,846	1,915	1,879	1,720	1,468	1,731
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)	629	603	567	607	633	613	652	641	659	715
Adolescence Siblings Preventive Parenting Program	756	703	657	633	597	611	507	-	-	-
Cal-Learn Program	109	114	110	164	151	153	127	550	544	552

(Continued)

Table 16 (Continued)

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

Function	Fiscal Year									
	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Unduplicated Number of Mental Health Clients Served										
Outpatient	7,457	7,782	7,798	7,455	8,021	8,511	8,870	9,343	9,530	9,568
Inpatient	563	619	706	566	540	675	613	558	579	365
Conserved	273	291	311	322	266	277	278	264	229	180
Day Treatment	272	264	267	135	13	4	5	8	8	2
Tulare County Clinic Encounters	-	97,210	108,719	101,233	102,930	104,080	115,285	105,667	-	-
HIV Annual Statistics										
Monthly Caseloads	96	95	132	182	215	318	352	62	66	62
Number of New Clients	17	26	28	25	32	11	15	13	34	24
PUBLIC ASSISTANCE										
Indigent Patient Count										
Total Inpatient Services Unduplicated Count	8,185	4,190	6,447	5,369	3,904	-	-	370	-	-
Total Outpatient Services Unduplicated Count	7,254	3,701	5,805	4,253	4,052	-	-	2,864	-	-
Total Emergency Services Patients Unduplicated Count	1,647	1,483	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
Persons Convicted	-	-	218	158	136	87	104	76	99	131
Court Ordered Restitution	\$ -	\$ -	\$ -	\$ 499,987	\$ 424,443	\$ 424,443	\$ 300,422	\$ 397,627	\$ 446,587	\$ 539,344
Community Based Programs										
Congregate Meals Served	-	-	113,419	138,486	127,347	121,932	125,007	125,167	107,509	82,240
Home Delivered Meals	-	-	62,998	90,798	83,333	94,026	108,794	121,672	99,140	47,953
Information & Assistance Contacts	-	-	23,850	56,152	64,983	49,692	52,346	49,607	72,148	61,389
Health Insurance Counseling and Advocacy Program (HICAP)	-	-	1,280	607	410	359	297	363	259	318
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
Number of Adult Protective Services Cases Opened	-	-	811	843	828	930	976	784	942	916
Number of Enrolled Participants in Cal Works	8,558	8,381	7,996	7,511	7,341	7,198	5,243	6,274	6,452	
CULTURE AND RECREATION										
Parks and Recreation										
Total Number of Cars Entered Parks	-	-	-	-	32,680	29,066	22,266	20,393	20,351	19,511
Total Amount of Park Reservations	-	-	-	-	2,070	1,529	1,697	1,902	1,735	1,636
SOLID WASTE MANAGEMENT										
Sanitation-Land Fills										
Landfill Tonnage Gross Total	-	278,437	245,877	252,039	269,401	250,254	281,830	310,099	271,245	235,162
Landfill Tonnage Recycled Total	-	17,370	17,461	20,653	19,457	20,680	26,408	36,181	48,892	50,117
OTHER ENTERPRISES										
Transit										
Total Route Miles	257,260	418,071	363,067	382,787	409,323	410,767	444,855	441,358	517,947	631,960
Number of Passengers	62,385	75,392	75,334	74,615	90,128	86,828	89,952	105,715	130,266	155,151

(Concluded)

Table 17

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

Function	Fiscal Year									
	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Public Protection										
Sheriff/Coroner										
Stations	4	4	4	4	4	4	4	4	4	4
Sworn Deputies & Officers	551	555	578	578	448	467	448	504	523	513
Non-sworn Personnel	212	211	223	223	184	191	181	195	198	199
Fire Protection										
Stations	38	35	36	29	27	28	29	28	28	29
Firefighters & Officers	71	71	71	70	71	57	69	58	70	83
Volunteer Firefighters	450	440	440	440	425	440	440	440	440	440
Building Permits Issued	2,204	2,172	3,194	3,790	2,163	3,643	6,428	5,847	5,118	3,925
Public Ways and Facilities										
Roads (miles)	3,077	3,077	3,077	3,072	3,072	3,072	3,048	3,008	3,006	3,046
Streetlights	1,445	1,384	1,384	1,295	1,295	1,454	1,384	1,459	1,468	1,384
Culture and Recreation										
Libraries	16	16	15	15	15	15	15	15	15	15
DVD Books	-	-	-	-	-	-	-	-	1,502	-
Bookmobiles	2	2	2	2	2	2	2	2	2	2
Volumes	397,151	389,348	388,909	364,325	366,018	352,184	372,000	317,532	288,035	-
Available Computers	-	-	-	-	-	-	-	-	123	-
Park acreage	610	464	592	685	685	604	688	688	688	688
Parks	14	10	10	10	10	10	11	11	11	11
Museum (square feet)	23,618	25,919	25,919	25,919	25,919	25,919	25,919	25,919	25,919	25,919
Lake Success Capacity (acre feet)	82,000	82,000	82,000	82,000	82,000	82,300	29,000*	29,000*	29,000	29,000
Lake Kaweah Capacity (acre feet)	142,000	143,000	143,000	143,000	143,000	185,600	185,600	185,600	185,600	165,600
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.

Table 18

**COUNTY OF TULARE
SUMMARY OF FINANCING REQUIREMENTS
BY FUND AND FUNCTION
FOR FISCAL YEARS 2007-08, 2008-09, 2009-10
(amounts expressed in thousands)**

Summary by fund	Actual Expenditures and Transfers 2007-2008 (1)	Actual Expenditures and Transfers 2008-2009 (1)	Budgeted Expenditures and Transfers 2009-2010 (2)	Summary by function	Actual Expenditures and Transfers 2007-2008 (1)	Actual Expenditures and Transfers 2008-2009 (1)	Budgeted Expenditures and Transfers 2009-2010 (2)
General	\$ 561,522	\$ 568,552	\$ 597,240	General government	\$ 21,733	\$ 22,888	\$ 44,070
Indigent Health	1,370	1,452	1,337	Public protection	182,571	188,261	196,323
Children & Health	297	243	-	Public ways and facilities	(738)	15,489	58,299
Library	3,553	4,047	6,350	Health and sanitation	119,569	121,340	123,281
Fish and Game	20	22	22	Public assistance	226,227	232,527	256,794
Aviation	307	1,881	2,400	Education	4,329	4,855	7,228
Structural Fire	13,017	13,712	13,530	Culture and recreation	3,361	1,968	3,812
Roads	29,439	43,214	56,651	Debt service	10,905	10,675	10,654
Workforce Investment Act	13,077	10,923	17,392	Capital outlay	42,215	34,820	3,959
Child Support Services	16,304	15,468	17,095	Transfers out	98,762	99,256	83,203
Realignment	45,944	47,260	45,248				
Tobacco Settlement Revenue	4,068	4,471	5,049				
Debt service	12,707	12,844	14,200				
Capital Projects	7,309	7,990	11,109				
Total by fund	<u>\$ 708,934</u>	<u>\$ 732,079</u>	<u>\$ 787,623</u>	Total by function	<u>\$ 708,934</u>	<u>\$ 732,079</u>	<u>\$ 787,623</u>

- (1) Actual amounts from CAFR basic financial statements for governmental fund types not including component units.
- (2) Adopted budget amounts from the BOS Adopted Budget for governmental fund types not including component units.

Table 19

COUNTY OF TULARE
INSURANCE POLICIES IN FORCE DURING FISCAL YEAR ENDED JUNE 30, 2009
(amounts in whole dollars)

Company	Policy #	Policy Period From	Policy Period To	Self Insured Retention/ Deductible (SIR)	Limits	Premium Costs	Coverage	Fund
CSAC/ EIA AIG	XWC 474-75-13	7/1/2008	7/1/2009	\$125,000	Statutory, including defense for Serious and Willful Actions	\$1,462,878	Worker's Compensation	061
GL-I CSAC/EIA	EIA 08 EL-50	7/1/2008	7/1/2009	\$250,000 per occurrence	\$1,000,000 per occurrence	\$1,043,949	First Layer Liability - Excess liability coverage - applies above SIR for liability claims by third parties	062
GL-II CSAC/EIA	EIA 08 GL2-12	7/1/2008	7/1/2009	None	\$15,000,000 excess of first layer above	\$696,159	Second Layer Liability - Excess liability coverage - applies above first layer	062
Optional Excess Liability CSAC/EIA	EIA 08 EL-50	7/1/2008	7/1/2009	None	\$20,000,000 excess \$15,000,000	\$92,607	Optional Excess Liability Excess Limits of Liability	062
Brown & Associates Aviation	NAC 3049603	7/1/2008	7/1/2009	\$1,000 each aircraft	\$10,000,000 per occurrence plus \$1,000,000 for hanger keeper liability	\$15,250	Aviation Liability and Aviation Commercial Liability for County owned Airports	062
Brown & Associates Aviation Hull	NAC 3049604	7/1/2008	7/1/2009	\$1,000 Liability, \$100 Hull Damage, \$250 Non-motion Damage	\$1,000,000 Liability and \$83,000 Hull Damage	\$17,200	Aircraft Property Hull	063
Property CSAC/EIA	PPR 06-09-RKS106900562	3/31/2008	3/31/2009	\$10,000	Replacement costs including Vehicles	\$254,994	Real and Personal Property Including Vehicles	063
Crime Bond CSAC/EIA	6299364	6/30/2008	6/30/2011	\$25,000	\$10,000,000	\$12,442	Crime Bond covers losses as a result of employee dishonesty, theft, robbery, and burglary	063
Fireman's Fund - Water Craft Liability	OHL98120317	7/1/2008	7/1/2009	\$5,000	\$2,000,000 CLS	\$9,918	Water Craft Primary and Excess Liability	63
Fireman's Fund - Water Craft Hull	OHL98120317	7/1/2008	7/1/2009	\$500 - \$5,000 Variable	\$175,500 TIV	Included above	Hull Coverage per boat Values	063
CSAC/ EIA	EIA 07 M2-12	10/1/2007	10/1/2009	\$10,000 per claim	\$10,000,000 per claim	\$325,818	Medical Malpractice	064