

**STATE OF ARIZONA  
GENERAL FUND  
COMPARATIVE BALANCE SHEET  
APPROPRIATION (BUDGET) TO ACTUAL  
(expressed in thousands)**

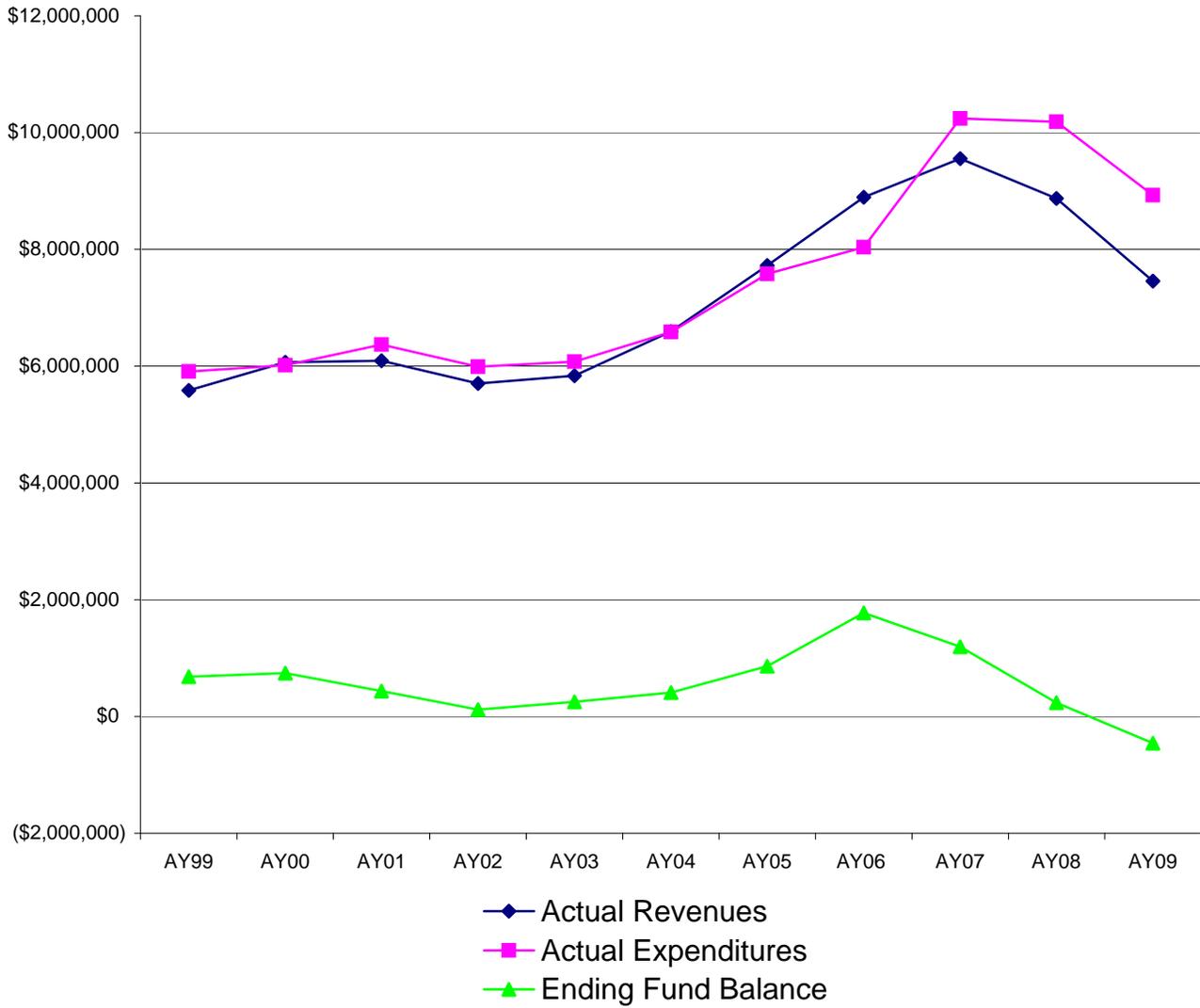
	June 30, 2009	June 30, 2008	Increase (Decrease)
<b><u>ASSETS</u></b>			
Cash With The State Treasurer	\$ (456,114)	\$ 237,154	\$ (693,268)
Cash Not With The State Treasurer	223	232	(9)
TOTAL ASSETS	\$ (455,891)	\$ 237,386	\$ (693,277)
<b><u>FUND BALANCE</u></b>			
Restricted:			
Budget Stabilization Fund	\$ 2,767	\$ 147,212	\$ (144,445)
School Accountability Account (Proposition 301)	21,832	20,666	1,166
Reserved For:			
Continuing Appropriations	0	68,276	(68,276)
Revolving Funds	223	232	(9)
Unreserved	(480,713)	1,000	(481,713)
TOTAL FUND BALANCE	\$ (455,891)	\$ 237,386	\$ (693,277)

**STATE OF ARIZONA  
GENERAL FUND  
STATEMENT OF CHANGES IN FUND BALANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(expressed in thousands)**

FUND BALANCE, JULY 1, 2008		\$ 237,386
<b>CHANGES IN FUND BALANCE:</b>		
<b>General Operating Fund</b>		
Revenues	\$ 7,457,617	
Expenditures	(8,926,618)	
Interest Paid on Treasurer's Warrant Notes	(51)	
Other Financing Sources (Uses):		
Transfers In - Treasurer's Warrant Notes	2,146,439	
Transfers In - From Budget Stabilization Fund	150,000	
Transfers In	770,220	
Transfers Out - Treasurer's Warrant Notes	(2,146,439)	(548,832)
<b>Budget Stabilization Fund</b>		
Interest Earnings	5,536	
Transfers In	19	
Transfers Out - To General Operating Fund	(150,000)	(144,445)
TOTAL CHANGES IN FUND BALANCE		\$ (693,277)
FUND BALANCE, JUNE 30, 2009		\$ (455,891)

See accompanying notes to financial statements.

## General Fund Revenues, Expenditures, and Ending Fund Balance

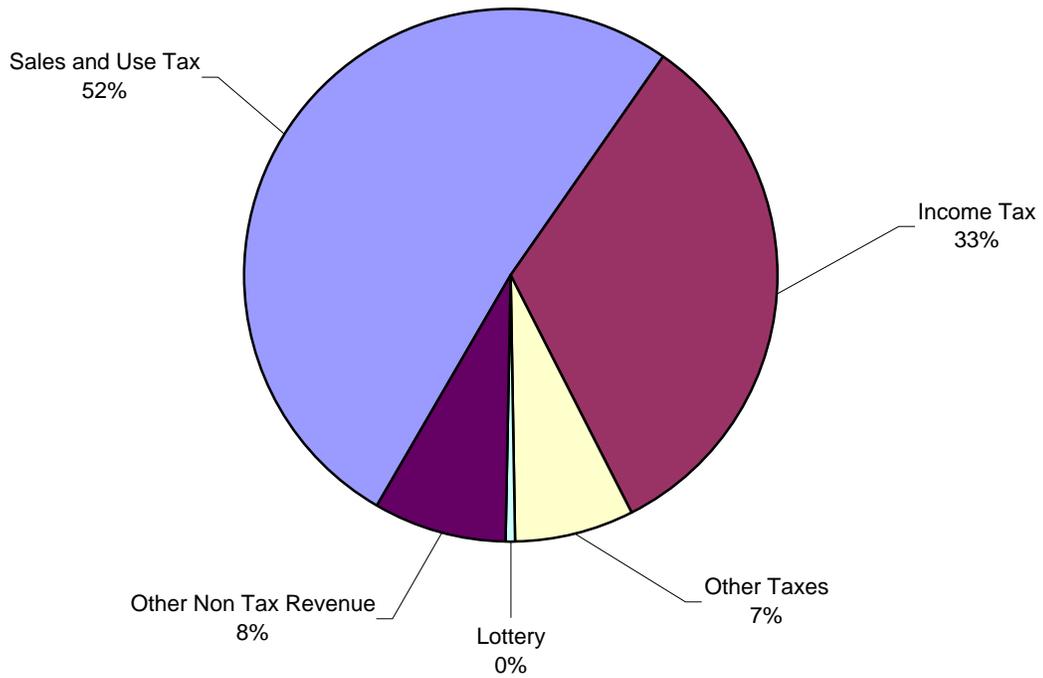


**STATE OF ARIZONA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
APPROPRIATION (BUDGET) TO ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(expressed in thousands)**

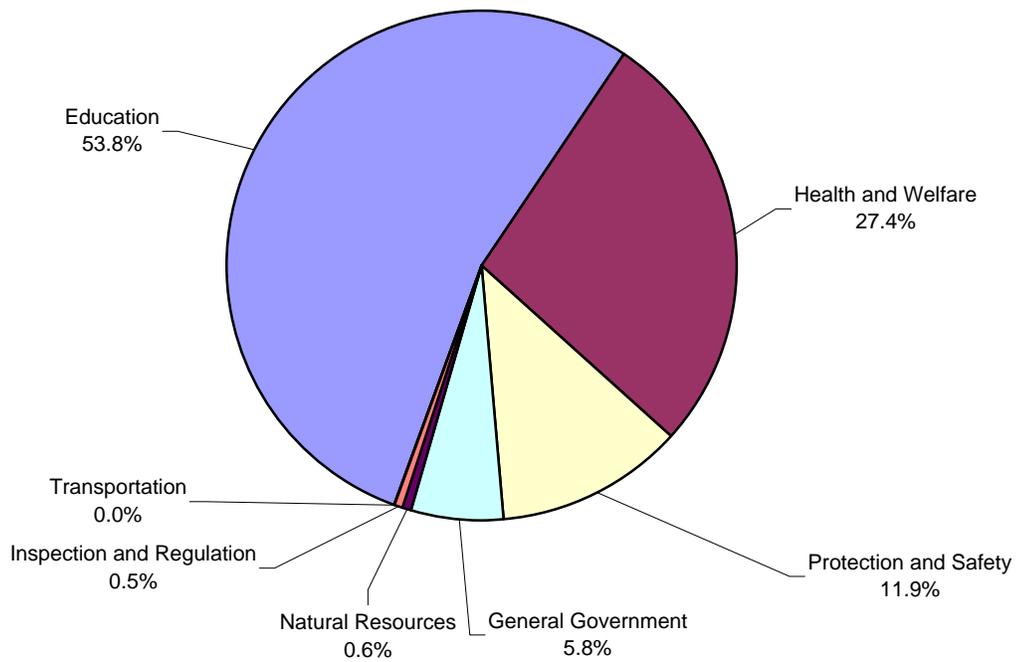
REVENUES:	Appropriation (Budget)	Actual	Favorable (Unfavorable)
<b>Taxes:</b>			
Sales and Use	\$ 3,807,258	\$ 3,837,688	\$ 30,430
Income	2,498,863	2,432,575	(66,288)
Property	18,000	20,589	2,589
Luxury	59,792	57,878	(1,914)
Insurance Premium	417,000	411,049	(5,951)
Motor Vehicle License	0	59,194	59,194
Estate	125	210	85
Other Taxes	630	860	230
Total Tax Revenues	<u>\$ 6,801,668</u>	<u>\$ 6,820,043</u>	<u>\$ 18,375</u>
<b>Non-Tax Revenues:</b>			
Lottery Proceeds	\$ 50,376	\$ 33,008	\$ (17,368)
Disproportionate Share, Net	73,570	67,687	(5,883)
State & Local Governments	0	27,963	27,963
Licenses, Fees, Sales and Permits	39,058	91,219	52,161
Other Miscellaneous	101,381	397,830	296,449
Interest Earnings	13,000	19,867	6,867
Total Non-Tax Revenues	<u>\$ 277,385</u>	<u>\$ 637,574</u>	<u>\$ 360,189</u>
TOTAL REVENUES	<u>\$ 7,079,053</u>	<u>\$ 7,457,617</u>	<u>\$ 378,564</u>
<b>EXPENDITURES:</b>			
General Government	\$ 539,704	\$ 516,704	\$ 23,000
Health and Welfare	2,515,647	2,443,607	72,040
Inspection and Regulation	42,172	41,762	410
Education	4,983,776	4,804,350	179,426
Protection and Safety	1,089,198	1,066,526	22,672
Transportation	73	70	3
Natural Resources	55,044	53,650	1,394
TOTAL EXPENDITURES	<u>\$ 9,225,614</u>	<u>\$ 8,926,669</u>	<u>\$ 298,945</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (2,146,561)</u>	<u>\$ (1,469,052)</u>	<u>\$ 677,509</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
General Operating Fund			
Transfers In - Treasurer's Warrant Notes	\$ 0	\$ 2,146,439	\$ 2,146,439
Transfers In - From Budget Stabilization Fund	150,000	150,000	0
Transfers In	1,212,402	770,220	(442,182)
Transfers Out - Treasurer's Warrant Notes	0	(2,146,439)	(2,146,439)
Budget Stabilization Fund			
Interest Earnings	0	5,536	5,536
Transfers In	0	19	19
Transfers Out - To General Operating Fund	(150,000)	(150,000)	0
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ 1,212,402</u>	<u>\$ 775,775</u>	<u>\$ (436,627)</u>
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>\$ (934,159)</u>	<u>\$ (693,277)</u>	<u>\$ 240,882</u>
FUND BALANCE, JULY 1, 2008	<u>237,386</u>	<u>237,386</u>	<u>0</u>
FUND BALANCE, JUNE 30, 2009	<u>\$ (696,773)</u>	<u>\$ (455,891)</u>	<u>\$ 240,882</u>

See accompanying notes to financial statements.

**FY09 Total General Fund Revenues: \$7,457,617 (in thousands)**



**FY09 Total General Fund Expenditures: \$8,926,669 (in thousands)**



**STATE OF ARIZONA  
GENERAL FUND  
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2009 AND 2008  
(expressed in thousands)**

REVENUES:	Fiscal Year 2008-2009	Fiscal Year 2007-2008	Increase (Decrease)
<b>Taxes:</b>			
Sales and Use	\$ 3,837,688	\$ 4,434,845	\$ (597,157)
Income	2,432,575	3,506,425	(1,073,850)
Property	20,589	22,910	(2,321)
Luxury	57,878	61,037	(3,159)
Insurance Premium	411,049	407,712	3,337
Motor Vehicle License	59,194	915	58,279
Estate	210	320	(110)
Other Taxes	860	443	417
Total Tax Revenues	<u>\$ 6,820,043</u>	<u>\$ 8,434,607</u>	<u>\$ (1,614,564)</u>
<b>Non-Tax Revenues:</b>			
Lottery Proceeds	\$ 33,008	\$ 47,420	\$ (14,412)
Disproportionate Share, Net	67,687	72,189	(4,502)
State and Local Governments	27,963	0	27,963
Licenses, Fees, Sales and Permits	91,219	102,070	(10,851)
Other Miscellaneous	397,830	118,741	279,089
Interest Earnings	19,867	95,161	(75,294)
Total Non-Tax Revenues	<u>\$ 637,574</u>	<u>\$ 435,581</u>	<u>\$ 201,993</u>
TOTAL REVENUES	<u>\$ 7,457,617</u>	<u>\$ 8,870,188</u>	<u>\$ (1,412,571)</u>
<b>EXPENDITURES:</b>			
General Government	\$ 516,704	\$ 600,637	\$ (83,933)
Health and Welfare	2,443,607	2,688,720	(245,113)
Inspection and Regulation	41,762	48,489	(6,727)
Education	4,804,350	5,651,242	(846,892)
Protection and Safety	1,066,526	1,118,168	(51,642)
Transportation	70	76	(6)
Natural Resources	53,650	77,852	(24,202)
TOTAL EXPENDITURES	<u>\$ 8,926,669</u>	<u>\$ 10,185,184</u>	<u>\$ (1,258,515)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (1,469,052)</u>	<u>\$ (1,314,996)</u>	<u>\$ (154,056)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
General Operating Fund			
Transfers In - Treasurer's Warrant Notes	\$ 2,146,439	\$ 0	\$ 2,146,439
Transfers In - From Budget Stabilization Fund	150,000	560,208	(410,208)
Transfers In	770,220	322,122	448,098
Transfers Out from Treasurer's Warrant Notes	(2,146,439)	0	(2,146,439)
Budget Stabilization Fund			
Interest Earnings	5,536	33,889	(28,353)
Transfers In	19	0	19
Transfers Out - To General Operating Fund	(150,000)	(560,208)	410,208
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ 775,775</u>	<u>\$ 356,011</u>	<u>\$ 419,764</u>
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>\$ (693,277)</u>	<u>\$ (958,985)</u>	<u>\$ 265,708</u>
BEGINNING FUND BALANCES	<u>237,386</u>	<u>1,196,371</u>	<u>(958,985)</u>
ENDING FUND BALANCES	<u>\$ (455,891)</u>	<u>\$ 237,386</u>	<u>\$ (693,277)</u>

See accompanying notes to financial statements.