

**STATE OF ARIZONA
GENERAL FUND
COMPARATIVE BALANCE SHEET
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(expressed in thousands)**

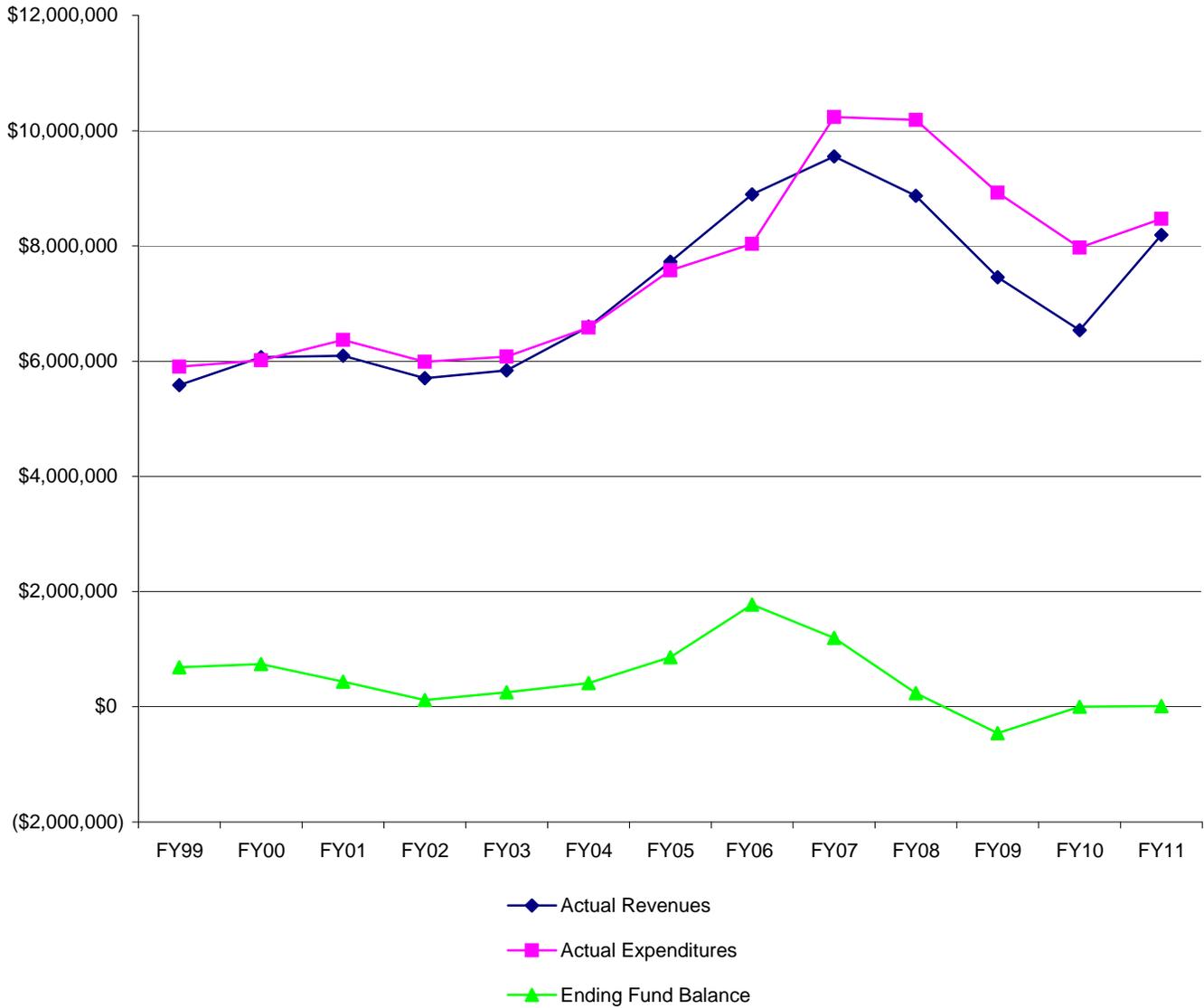
	June 30, 2011	June 30, 2010	Increase (Decrease)
<u>ASSETS</u>			
Cash With The State Treasurer	\$ 58,044	\$ 39,675	\$ 18,369
Less: Payments Outstanding	19,727	15,606	4,121
Net Cash With the State Treasurer	38,317	24,069	14,248
Cash Not With The State Treasurer	188	203	(15)
Total Cash	38,505	24,272	14,233
Net Receivables	2,098	8,576	(6,478)
TOTAL ASSETS	\$ 40,603	\$ 32,848	\$ 7,755
 <u>LIABILITIES AND FUND BALANCE</u>			
LIABILITIES			
Claims Payable	\$ 22,888	29,282	(6,394)
Other Payables	3,417	1,706	1,711
TOTAL LIABILITIES	\$ 26,305	\$ 30,988	\$ (4,683)
 FUND BALANCE			
Restricted:			
Budget Stabilization Fund	\$ 18	-	\$ 18
School Accountability Account (Proposition 301)	10,849	7,380	3,469
Reserved For:			
Continuing Appropriations	-	-	-
Revolving Funds	188	203	(15)
Unreserved	3,243	(5,723)	8,966
TOTAL FUND BALANCE	\$ 14,298	\$ 1,860	\$ 12,438
TOTAL LIABILITIES AND FUND BALANCE	\$ 40,603	\$ 32,848	\$ 7,755

**STATE OF ARIZONA
GENERAL FUND
STATEMENT OF CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(expressed in thousands)**

FUND BALANCE, JULY 1, 2010		\$ 1,860
CHANGES IN FUND BALANCE:		
General Operating Fund		
Revenues	\$ 8,190,602	
Expenditures	(8,469,096)	
Interest and Other Fees Paid on Treasurer's Warrant Notes	-	
Other Financing Sources (Uses):		
Transfers In - Treasurer's Warrant Notes	-	
Transfers In - From Budget Stabilization Fund	-	
Transfers In - Lease Purchase Finance Agreement	-	
Transfers In - Lottery Bond Proceeds	-	
Transfers In - Other	290,914	
Transfers Out - Treasurer's Warrant Notes	-	12,420
Budget Stabilization Fund		
Interest Earnings	-	
Transfers In	18	
Transfers Out - To General Operating Fund	-	18
TOTAL CHANGES IN FUND BALANCE	-	\$ 12,438
FUND BALANCE, JUNE 30, 2011		\$ 14,298

See accompanying notes to financial statements.

General Fund Revenues, Expenditures, and Ending Fund Balance (in thousands)

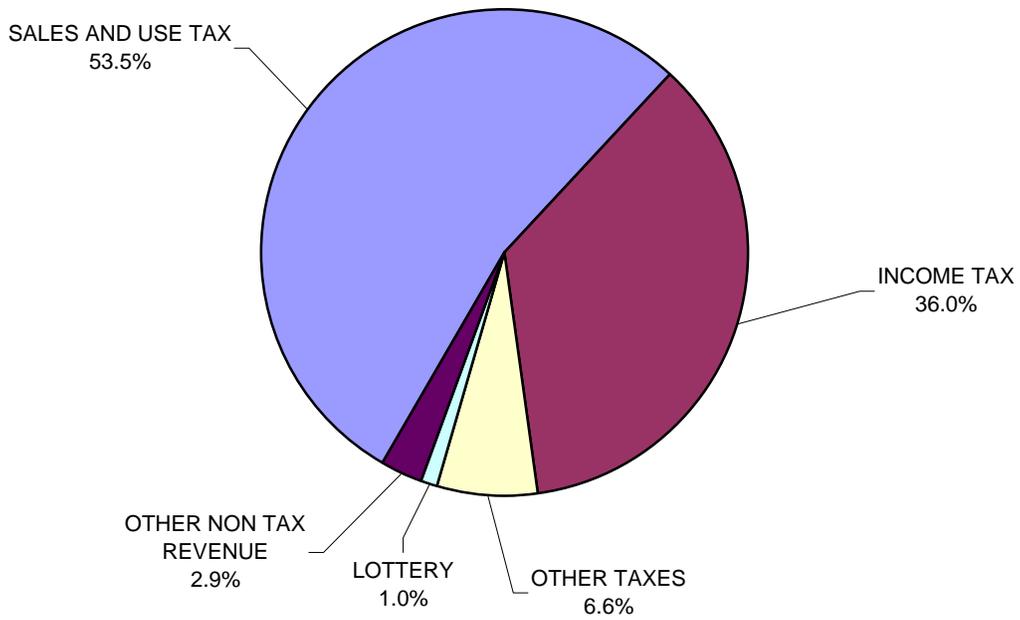


**STATE OF ARIZONA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
APPROPRIATION (BUDGET) TO ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2011
(expressed in thousands)**

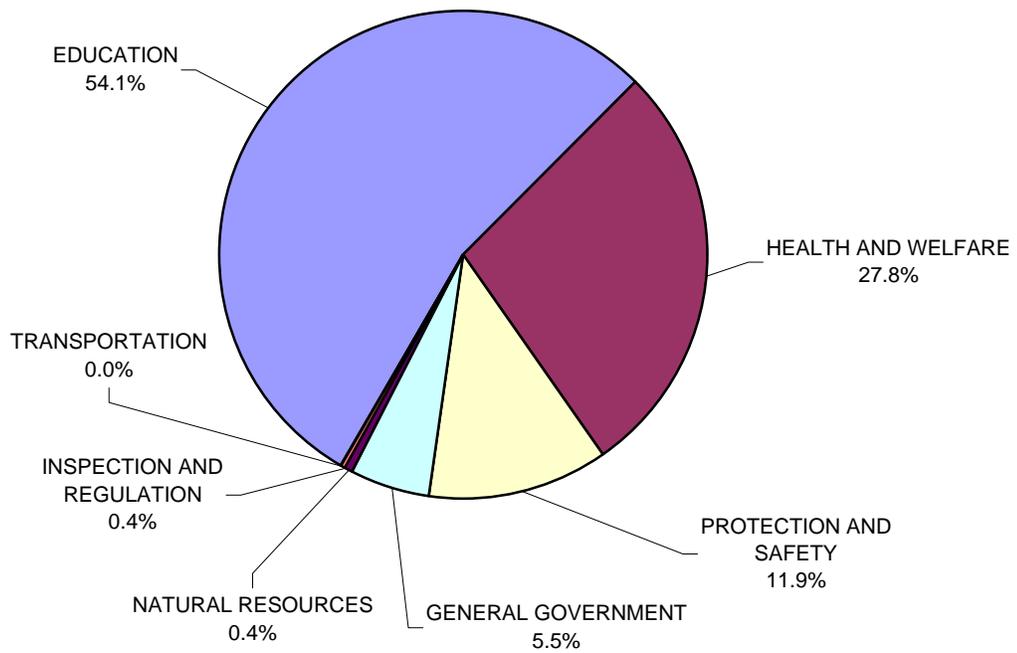
REVENUES:	Appropriation (Budget)	Actual	Favorable (Unfavorable)
Taxes:			
Sales and Use	\$ 3,476,312	\$ 4,383,799	\$ 907,487
Income	2,666,801	2,949,754	282,953
Property	20,000	22,239	2,239
Luxury	54,876	53,599	(1,277)
Insurance Premium	412,600	413,212	612
Motor Vehicle License	-	47,283	47,283
Estate	500	437	(63)
Other Taxes	1,500	836	(664)
Total Tax Revenues	<u>\$ 6,632,589</u>	<u>\$ 7,871,159</u>	<u>\$ 1,238,570</u>
Non-Tax Revenues:			
Lottery Proceeds	\$ 77,901	\$ 81,440	\$ 3,539
Disproportionate Share, Net	61,592	87,500	25,908
State & Local Governments	-	-	-
Licenses, Fees, Sales and Permits	25,000	70,663	45,663
Other Miscellaneous	67,008	75,281	8,273
Interest Earnings	4,000	4,559	559
Total Non-Tax Revenues	<u>\$ 235,501</u>	<u>\$ 319,443</u>	<u>\$ 83,942</u>
TOTAL REVENUES	<u>\$ 6,868,090</u>	<u>\$ 8,190,602</u>	<u>\$ 1,322,512</u>
EXPENDITURES:			
General Government	\$ 487,075	\$ 461,815	\$ (25,260)
Health and Welfare	2,390,325	2,352,949	(37,376)
Inspection and Regulation	30,544	30,003	(541)
Education	4,601,190	4,580,992	(20,198)
Protection and Safety	1,051,376	1,005,877	(45,499)
Transportation	51	44	(7)
Natural Resources	38,057	37,416	(641)
TOTAL EXPENDITURES	<u>\$ 8,598,618</u>	<u>\$ 8,469,096</u>	<u>\$ (129,522)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (1,730,528)</u>	<u>\$ (278,494)</u>	<u>\$ 1,192,990</u>
OTHER FINANCING SOURCES (USES):			
General Operating Fund			
Transfers In - Other	314,936	290,914	(24,022)
Budget Stabilization Fund			
Transfers In	-	18	18
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ 314,936</u>	<u>\$ 290,932</u>	<u>\$ (24,004)</u>
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>\$ (1,415,592)</u>	<u>\$ 12,438</u>	<u>\$ 1,168,986</u>
FUND BALANCE, JULY 1, 2010	<u>\$ 1,860</u>	<u>\$ 1,860</u>	<u>\$ -</u>
FUND BALANCE, JUNE 30, 2011	<u><u>\$ (1,413,732)</u></u>	<u><u>\$ 14,298</u></u>	<u><u>\$ 1,168,986</u></u>

See accompanying notes to financial statements.

FY11 Total General Fund Revenues: \$8,190,602 (in thousands)



FY11 Total General Fund Expenditures: \$8,469,096 (in thousands)



**STATE OF ARIZONA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE FISCAL YEARS ENDED JUNE 30, 2011 AND 2010
(expressed in thousands)**

REVENUES:	Fiscal Year 2010-2011	Fiscal Year 2009-2010	Increase (Decrease)
Taxes:			
Sales and Use	\$ 4,383,799	\$ 3,503,809	\$ 879,990
Income	2,949,754	2,200,878	748,876
Property	22,239	21,890	349
Luxury	53,599	55,352	(1,753)
Insurance Premium	413,212	406,613	6,599
Motor Vehicle License	47,283	42,419	4,864
Estate	437	364	73
Other Taxes	836	808	28
Total Tax Revenues	<u>\$ 7,871,159</u>	<u>\$ 6,232,132</u>	<u>\$ 1,639,027</u>
Non-Tax Revenues:			
Lottery Proceeds	\$ 81,440	\$ 61,888	\$ 19,552
Disproportionate Share, Net	87,500	18,722	68,778
State and Local Governments	-	22,000	(22,000)
Licenses, Fees, Sales and Permits	70,663	70,776	(113)
Other Miscellaneous	75,281	132,060	(56,779)
Interest Earnings	4,559	212	4,347
Total Non-Tax Revenues	<u>\$ 266,543</u>	<u>\$ 305,658</u>	<u>\$ (39,115)</u>
TOTAL REVENUES	<u>\$ 8,190,602</u>	<u>\$ 6,537,790</u>	<u>\$ 1,652,812</u>
EXPENDITURES:			
General Government	\$ 461,815	\$ 435,659	\$ 26,156
Health and Welfare	2,352,949	2,251,377	101,572
Inspection and Regulation	30,003	33,330	(3,327)
Education	4,580,992	4,205,552	375,440
Protection and Safety	1,005,877	993,615	12,262
Transportation	44	57	(13)
Natural Resources	37,416	53,314	(15,898)
TOTAL EXPENDITURES	<u>\$ 8,469,096</u>	<u>\$ 7,972,905</u>	<u>\$ 496,191</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (330,492)</u>	<u>\$ (1,435,115)</u>	<u>\$ 1,104,623</u>
OTHER FINANCING SOURCES (USES):			
General Operating Fund			
Transfers In - Treasurer's Warrant Notes	\$ -	\$ 94,648,355	\$ (94,648,355)
Transfers In - From Budget Stabilization Fund	-	2,767	(2,767)
Transfers In - Lease Purchase Finance Agreement	-	1,035,419	(1,035,419)
Transfers In - Lottery Bond Proceeds	-	450,000	(450,000)
Transfers In - Other	290,914	407,447	(116,533)
Transfers Out from Treasurer's Warrant Notes	-	(94,648,355)	94,648,355
Budget Stabilization Fund			
Interest Earnings	-	-	-
Transfers In	18	-	18
Transfers Out - To General Operating Fund	-	(2,767)	2,767
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ 290,932</u>	<u>\$ 1,892,866</u>	<u>\$ (1,601,934)</u>
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>\$ 12,438</u>	<u>\$ 457,751</u>	<u>\$ (445,313)</u>
BEGINNING FUND BALANCES	<u>1,860</u>	<u>(455,891)</u>	<u>457,751</u>
ENDING FUND BALANCES	<u><u>\$ 14,298</u></u>	<u><u>\$ 1,860</u></u>	<u><u>\$ 12,438</u></u>

See accompanying notes to financial statements.