



PINAL COUNTY

WIDE OPEN OPPORTUNITY

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

PINAL COUNTY, ARIZONA



Pinal County government leads through innovation and collaboration which results in vibrant, safe, sustainable communities.

Pinal County, Arizona
Comprehensive Annual Financial Report
For the Fiscal Year Ended
June 30, 2020

Prepared by:

The Pinal County Finance Department

Lori Pruitt, CPPB
Finance Director

Page left blank intentionally

PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2020

Table of Contents

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	ix
GFOA Certificate of Achievement	xiii
Organizational Chart	xiv
List of Elected and Appointed Officials	xv
FINANCIAL SECTION	
Independent Auditors' Report	1
Management's Discussion and Analysis	7
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	25
Statement of Activities	26
Fund Financial Statements:	
Balance Sheet – Governmental Funds	27
Reconciliation of the Governmental Funds Balance Sheet to the Government-wide Statement of Net Position	28
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	29
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-wide Statement of Activities	30
Statement of Net Position – Proprietary Funds	31
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	32
Statement of Cash Flows – Proprietary Funds	33
Statement of Fiduciary Net Position – Fiduciary Funds	35
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	36
Notes to the Financial Statements:	
(1) Summary of Significant Accounting Policies	37
(2) Fund Balance Classifications of the Governmental Funds	44
(3) Stabilization Arrangements	45
(4) Deposit and Investments	45
(5) Capital Assets	49
(6) Construction Commitments	50
(7) Due from Other Governments	51
(8) Long-Term Liabilities	51
(9) Risk Management	56
(10) Pensions and Other Post-Employment Benefits	57
(11) Interfund Balances and Activity	74
(12) County Treasurer's Investment Pool	76

PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2020

Table of Contents

	Page
(13) Stewardship, Compliance and Accountability	78
(14) Subsequent Events	78
(15) Beginning Governmental Activities Net Position Restated	79
 Required Supplementary Information (other than MD&A):	
Budgetary Comparison Schedule – General Fund	83
Budgetary Comparison Schedule – Road Tax Districts Fund	85
Budgetary Comparison Schedule - Coronavirus Relief Fund	86
Budgetary Comparison Schedule – Public Works Highway Fund	87
Budgetary Comparison Schedule – Development Impact Fee Fund	88
Notes to Budgetary Comparison Schedules	89
Schedule of the County’s Proportionate Share of the Net Pension Liability – Cost-Sharing Pension Plans	90
Schedule of Changes in the County’s Net Pension Liability and Related Ratios – Agent Pension Plans	92
Schedule of County Pension Contributions	95
Notes to Pension Plan Schedules	98
 Combining Statements and Individual Fund Schedules:	
Nonmajor Governmental Funds:	
Combining Balance Sheet – Nonmajor Governmental Funds	103
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	104
Combining Balance Sheet – Nonmajor Special Revenue Funds	105
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds	115
Combining Balance Sheet – Nonmajor Capital Projects Funds	126
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Funds	128
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual:	
Nonmajor Special Revenue Funds:	
Adult Probation	130
Air Quality	131
Animal Control	132
Attorney	133
Capital Projects Replacement	134
Clerk of Courts	135
Courts	136

PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2020

Table of Contents

	Page
Employee Wellness	137
Health Services	138
Housing Grants	139
Justice Courts	140
Juvenile Probation	141
Library Grants	142
Miscellaneous Fees	143
Miscellaneous Grants	144
Public Defender	145
Public Works Roadways	146
Public Works Services	147
Sheriff	148
Treasurer	149
Workforce Grants	150
Desert Vista Sanitation District	151
Flood Control District	152
Library District	153
Lighting Special Districts	154
Public Health Services District	155
Queen Creek Domestic Water Improvement District	156
Nonmajor Capital Project Funds:	
Capital Projects Miscellaneous	157
Public Works Gantzel Road Fund	158
Kelvin Bridge Construction	159
Fairgrounds Construction	160
Bond Funded Capital Projects Fund	161
Nonmajor Debt Service Funds:	
Debt Service	162
Nonmajor Internal Service Funds:	
Combining Statement of Net Position – Nonmajor Internal Service Funds	163
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Nonmajor Internal Service Funds	164
Combining Statement of Cash Flows – Nonmajor Internal Service Funds	165
Nonmajor Enterprise Funds:	
Combining Statement of Net Position – Nonmajor Enterprise Funds	167
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Nonmajor Enterprise Funds	168
Combining Statement of Cash Flows – Nonmajor Enterprise Funds	169
Trust and Agency Funds:	
Combining Statement of Fiduciary Net Position – Investment Trust Funds	171
Combining Statement of Fiduciary Net Position – Agency Funds	172

PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2020

Table of Contents

	Page
Combining Statement of Changes in Fiduciary Net Position – Investment Trust Funds	173
Combining Statement of Changes in Assets and Liabilities – Agency Funds	174
STATISTICAL SECTION	
Net Position by Component	179
Changes in Net Position	180
Fund Balances of Governmental Funds	182
Changes in Fund Balances of Governmental Funds	183
Assessed and Estimated Actual Value of Taxable Property	184
Taxable Assessed Value and Estimated Actual Value of Property	185
Direct Property Tax Rates	186
Principal Property Taxpayers	187
Property Tax Levies and Collections	188
Ratios of Outstanding Debt by Type	189
Legal Debt Margin Information	190
Pledged-Revenue Coverage	191
Demographic and Economic Statistics	192
Principal Employers	193
Historical and Estimated Excise Tax Revenues, State Shared Revenues and Vehicle License Tax Revenues	194
Employees by Function	195
Operating Indicators by Function/Program	196
Capital Asset Statistics by Function/Program	198

Introductory Section



Page left blank intentionally



July 30, 2021

The Honorable Board of Supervisors
and the Citizens of Pinal County, Arizona:

Arizona Revised Statute (A.R.S.) § 41-1279.21 requires the Office of the Auditor General or a firm of licensed certified public accountants contracted by the Auditor General to conduct financial audits of the accounts and records of County governments. Pursuant to the statute, the Office of the Auditor General contracted with Walker & Armstrong LLP to audit the Pinal County (the County) Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified (clean) opinion that the County's basic financial statements for the fiscal year ended June 30, 2020 are fairly presented in conformity with generally accepted accounting principles (GAAP). The independent auditor's report is located at the front of the financial section of this report.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, the management of the County 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's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the County's separately issued Single Audit Report.

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's MD&A can be found immediately following the report of the independent auditors.

Pinal County Profile

The County was founded in 1875 and is located in the south-central part of the State of Arizona, bordered on the north by Maricopa County and on the south by Pima County. Florence, established in 1866 was designated and has remained the county seat. This location, approximately halfway between Phoenix to the north and Tucson to the south, the two largest cities in Arizona, presents some unique challenges to the County. Generally rural in nature, the County has a smaller tax base than either Maricopa or Pima counties, yet proximity to these major metropolitan areas keeps labor and supply costs high.

The County encompasses approximately 5,400 square miles. The principal geographic features consist of mountains with elevations to 6,000 feet in the eastern portion and low desert valleys in the western portion of the County. All of Pinal County is considered part of the Phoenix-Mesa-Glendale, AZ MSA.

The June 30, 2020 population of the County was estimated to be 453,414. The communities of Mammoth, Oracle, San Manuel, and Kearny have traditionally been active in copper mining, smelting, milling and refining, and tourism. Arizona City, Eloy, Maricopa, Picacho, Red Rock, and Stanfield have agriculture based economies. Apache Junction, Maricopa, Coolidge, Eloy, and particularly Casa Grande have diversified their economic base to include manufacturing, trade and services.

This expansion and diversification has been facilitated by their location in the major growth corridor between Phoenix and Tucson near the junction of I-10 and I-8, except for Apache Junction, which is to the east of Mesa. Most of the southern $\frac{3}{4}$ of Pinal County and a small area in Apache Junction are designated as Enterprise Zones.

The governing body of Pinal County is the Board of Supervisors, which sets policy for the administration of the County. The Board of Supervisors is comprised of five board members that are elected for a four-year term by the voters of the district in which each member resides. The Board of Supervisors appoints a County Manager to act as the administrative head of the County. The County Manager serves at the pleasure of the Board of Supervisors, carries out the policies established by the Board of Supervisors, directs business and administrative procedures, and recommends officers and personnel to be appointed by the Board of Supervisors. The County has several elected officials including the Assessor, Clerk of the Superior Court, Constables, County Attorney, Recorder, Sheriff, Superintendent of Schools, and the Treasurer.

The County provides a full range of services, including law enforcement and public safety, health care, sanitation, welfare programs, construction and maintenance of highways, streets and related infrastructure, recreational services and cultural activities, and education.

The financial reporting entity includes all activities of the primary government (Pinal County) and its component units. Component units are legally separate entities for which the County is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Additional information can be found in the notes to the financial statements (See Note 1.A).

The annual budget serves as the foundation for Pinal County's financial planning and control. The County maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Supervisors. Activities of the General Fund, certain Special Revenue Funds, Debt Service Funds, and Capital Projects Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is the department level. Management further controls budgets by not allowing personnel savings to be reprogrammed to supplies and services within a department. Budgets for the Enterprise Funds are set for management purposes only. Pinal County's annual budget is available on the internet at the following address: <http://pinalcountyaz.gov/BUDGETOFFICE/Pages/home.aspx>

Information Useful in Assessing Pinal County's Economic Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Local economy - The major economic activities within Pinal County include mining, farming, food manufacturing, tourism, transportation and logistics, aerospace and defense, and health services. Copper mining is the chief economic activity in the eastern portion of Pinal County. BHP Copper Inc., headquartered in Tucson, has mines located in Miami and Pinto Valley (Gila County). BHP is scheduled to open a mine within the next several years in Copper Creek (in Pinal County). ASARCO Inc., headquartered in Hayden (Gila County), has a mine in Ray (Pinal County), as well as one in Hayden at the headquarters.

Irrigated farming is prevalent in the low desert valleys of the western portion of Pinal County. Principal crops grown in the area include cotton, alfalfa and grain while plantings of specialty crops, including pecans, almonds, pistachio nuts, and vineyards, have been increasing. Cattle comprise the major livestock population, with sheep being the second largest part of that population. In addition, horses and horse-related events are popular activities in the western-oriented life style of the County.

Tourism also impacts the local economy as a mild climate and several points of interest attract tourists and winter visitors. Attractions include the Casa Grande Valley Historical Museum, the Biosphere II (largest living laboratory in the world), the Lost Dutchman State Park, the Casa Grande Ruins National Monument near Coolidge, and the Boyce Thompson Arboretum, located just outside Superior. Additional tourist spots include the Superstition Mountains Wilderness Area, which offers hiking and exploring for visitors in search of the Lost Dutchman's gold mine; Picacho Peak State Park, offering hiking, camping and picnic areas; and the Pinal Pioneer Parkway and the Apache Trail, two scenic drives with a variety of desert vegetation. For those tourists with a desire for more action, Eloy is an international location for skydiving.

A major factor in employment in the County is the prisons, both governmental and private. The State of Arizona operates prisons in Pinal County, including the State's maximum-security prison in Florence. Core Civic operates several private prisons, in Florence, Eloy, and La Palma, which is the largest Core Civic facility in the country. Also, there is a Federal Immigration Services facility in Florence.

Arizona's economy has been following suit with the national and most other state economies. Similar to the National and State economies, Pinal County follows the pattern of moderate growth. Stabilization in the residential home market and modest growth in retail sales across the state resulted in greater sales tax revenue, both County and State shared.

Long – Term Financial Planning - The County's responsiveness to emerging economic challenges and its careful long-range planning have been key factors in Pinal County's fiscal health. Fiscal conservatism, a streamlined budget, and operating efficiencies have resulted in a solid financial position for the County at the close of FY 2019-2020.

Relevant Financial Policies - Pinal County financial policies include the following:

- **Fiscal Conservatism:** Ensure the County is in a solid financial condition at all times, current revenues will be sufficient to support current operating expenditures. The County performs monthly reviews of operating budgets for all funds regardless of funding source.
- **Flexibility:** Ensure the County is in a position to respond to changes in the economy or new service challenges without undue amounts of financial stress.
- **Adherence to the Highest Accounting and Management Practices:** Comply with the Government Finance Officers Association (GFOA) standards for reporting, the Governmental Accounting Standards Board (GASB) and State reporting requirements.
- **Maintain Reserve:** Fund Balance coverage for the General Fund will be maintained at a minimum of 15% of adopted General Fund expenditures.

Major Initiatives. During FY 2019-2020 Pinal County continued to invest in basic government service programs and amenities. The planning parameters were Regional Leadership, Growth, Public Safety, Healthcare, Transportation, Jobs and Economic Development, and Accountability.

Initiatives to shape and maintain Pinal County as a sustainable community include:

- Focus on maintaining a strong credit rating in order to obtain desirable rates and terms for any necessary financing. Standard & Poor's rated several of Pinal County's Excise Tax Revenue Bonds as follows: Series 2010 at AA, Series 2014 at AA-, and Series 2015 at AA-, all with a stable outlook.
- Cost containment and improving efficiencies continue to be a top priority to help ensure the financial well-being of the County, while maintaining an adequate level of reserves.
- Seeking support at state and federal level for necessary approvals for the following:
 - efforts to plan and engineer ways to reduce flooding in the Lower Santa Cruz River Watershed, Tangerine Basin and along Hunt Highway/Gantzel Road.
 - funding to widen Hunt Highway and Gantzel Road to reduce congestion, improve commute times and attract more businesses to the area while also reducing dust and vehicle emission in the San Tan Valley area. The County completed construction for the first through fourth phases of the improvement project. Phase five design and property acquisition is underway with scheduled construction beginning in FY 19-20.
 - funding to pave dirt roads to reduce the amount of particulate matter (dust & dirt) in the air.
 - design and construction for improvements to the San Manuel Airport and Pinal Air Park infrastructure.
- A Corridor Study, in conjunction with the cities of Casa Grande and Maricopa, to define and obtain environmental approvals for an east-west parkway that will connect State Route 347 (in Maricopa) to Interstate 10 (in Casa Grande).

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pinal County for its comprehensive annual financial report for the fiscal year ended June 30, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This 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 GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report would not have been possible without the efficient, effective and dedicated services of the entire staff of the Finance Department, the assistance of administrative personnel in the various departments, and through the competent services of Walker & Armstrong LLP, Certified Public Accountants and the Arizona State Auditor General's Office. I appreciate all of those who assisted in and contributed to the preparation of this report. I also wish to express my sincere appreciation to the members of the Board of Supervisors and the County Manager for their unfailing support in maintaining the highest standards of professionalism in the management of Pinal County's finances.

Respectfully submitted,



Leo Lew
Deputy County Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

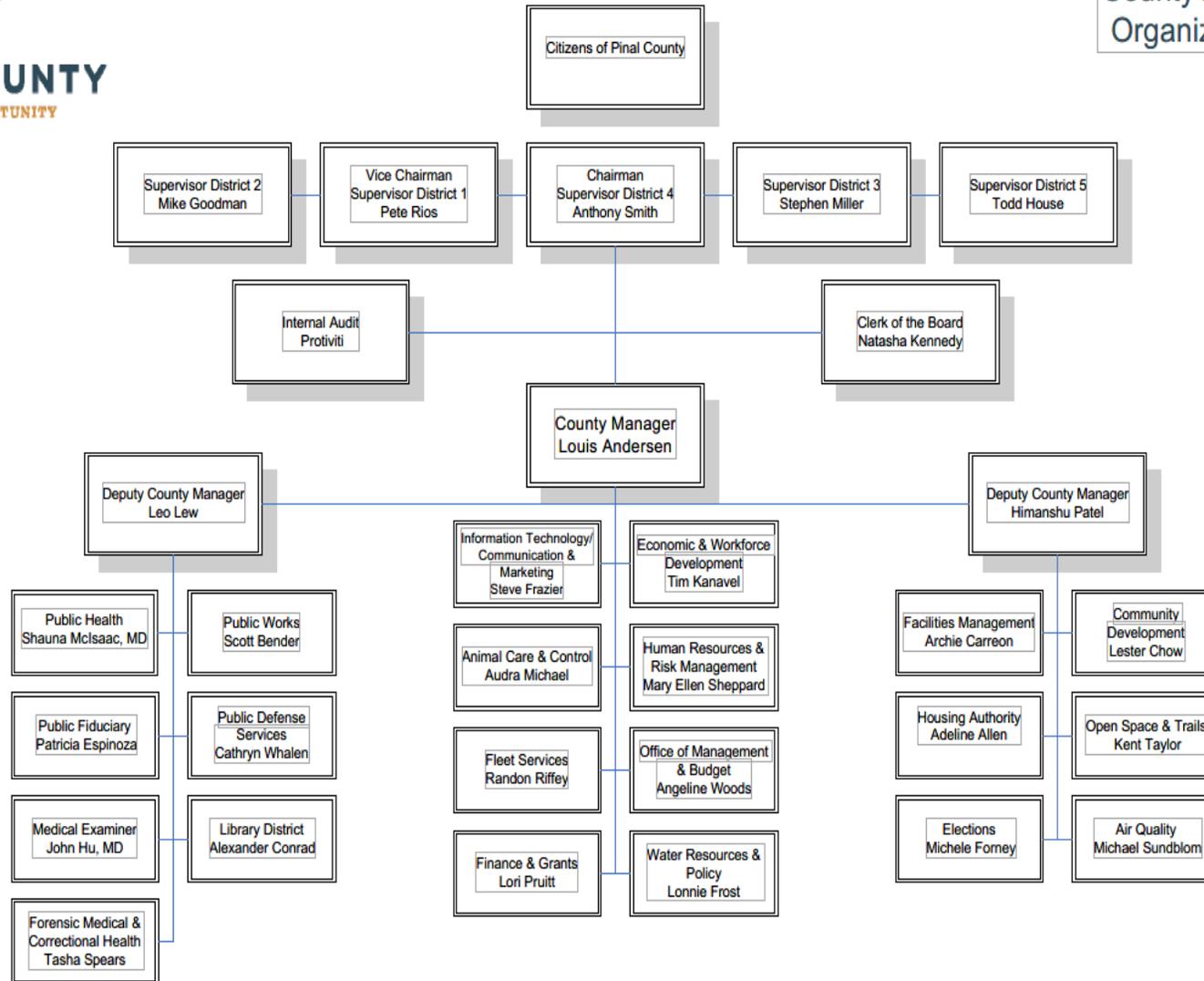
**Pinal County
Arizona**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morrill

Executive Director/CEO



PINAL COUNTY
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2020
County Officials

Elected Officials

Supervisor, District 1	Pete Rios
Supervisor, District 2	Mike Goodman
Supervisor, District 3	Steve Miller
Supervisor, District 4	Anthony Smith
Supervisor, District 5	Todd House
Assessor	Douglas Wolf
Attorney	Kent Volkmer
Clerk of Superior Court	Amanda Stanford
Recorder/Elections	Michele Forney
School Superintendent	Jill Broussard
Sheriff	Mark Lamb
Superior Court Judge	Honorable Stephen F. McCarville
Superior Court Judge	Honorable Kevin D. White
Superior Court Judge	Honorable Joseph R. Georgini
Superior Court Judge	Honorable Steven J. Fuller
Superior Court Judge	Honorable Daniel A. Washburn
Superior Court Judge	Honorable Jason R. Holmberg
Superior Court Judge	Honorable Delia R. Neal
Superior Court Judge	Honorable Christopher J. O'Neil
Superior Court Judge	Honorable Robert C. Olson
Superior Court Judge	Honorable Patrick K. Gard
Treasurer	Michael McCord
Justices of the Peace (6) and Constables (7)	Various

Appointed Officials

County Manager	Louis Anderson
Internal Auditor	Protiviti
Clerk of the Board	Natasha Kennedy
Deputy County Manager	Leo Lew
Deputy County Manager	Himanshu Patel
Finance Director, Interim Director	Lori Pruitt
Public Works Director	Scott Bender
Community Development	Himanshu Patel
Public Defender	Cathryn Whalen
Library District Director	Alex Conrad
Budget Director	Angeline Woods
Facilities Management Director	Archie Carreon
Fleet Services Director	Randon Riffey
Human Resources	Mary Ellen Sheppard
Chief Information Officer	Steve Frazier
Air Quality Director	Michael Sundblom
Animal Care & Control Director	Audra Michael
Housing Director	Rolanda Cephas
Behavioral Health, Public Fiduciary Director	Patricia Espinoza
Public Health Director	Dr. Shauna McIsaac
Environmental Health Assistant Director	Chris Reimus

Page left blank intentionally

Independent Auditors' Report

Arizona Auditor General

Honorable Board of Supervisors of
Pinal County, Arizona

Report on Financial Statements

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 Pinal County, Arizona (Pinal County) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Pinal County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Pinal County Housing Authority, which represents 0.7 percent, 1.2 percent, and 1.6 percent respectively, of the assets, net position, and revenues of the governmental activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Pinal County Housing Authority, 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to Pinal County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Pinal County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, 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 Pinal County, Arizona as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with U.S. generally accepted accounting principles.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 7 through 21, the budgetary comparison information on pages 83 through 89, the schedule of the County's proportionate share of net pension liability – cost-sharing plans on pages 90-91, the schedule of changes in the County's net pension liability and related ratios – agent plans on pages 92-94, the schedule of the County pension contributions on pages 95-97 and, the notes to pension plan schedules on pages 98-99, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pinal 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 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Compliance over the Use of Highway User Revenue Fund and Other Dedicated State Transportation Revenue Monies

In connection with our audit, nothing came to our attention that caused us to believe that Pinal County failed to comply with the authorized transportation purposes, insofar as they related to accounting matters, for Highway User Revenue Fund monies it received pursuant to Arizona Revised Statutes Title 28, Chapter 18, Article 2, and any other dedicated State transportation revenues it received. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding Pinal County's noncompliance with the authorized transportation purposes referred to above, insofar as they relate to accounting matters.

The communication related to compliance over the use of Highway User Revenue Fund and other dedicated State transportation revenue monies in the preceding paragraph is intended solely for the information and use of the members of the Arizona State Legislature, the Arizona Auditor General, the Board of Supervisors, management, and other responsible parties within Pinal County and is not intended to be and should not be used by anyone other than these specified parties.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 30, 2021, on our consideration of Pinal 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 solely 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 effectiveness of Pinal County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Pinal County's internal control over financial reporting and compliance.

Walker & Armstrong, LLP

Phoenix, Arizona
July 30, 2021

Financial Section



Page left blank intentionally

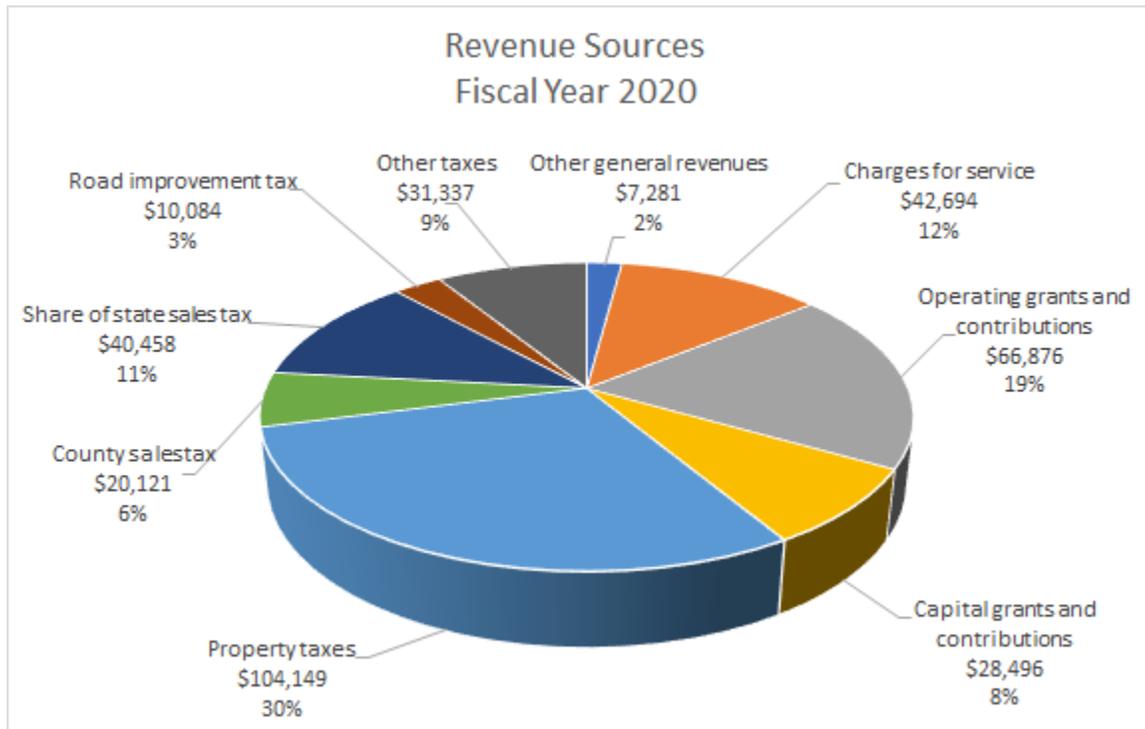


PINAL COUNTY Management’s Discussion and Analysis

As management of Pinal County (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, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages ix – xii of this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

- The total assets and deferred outflows of resources of the County exceeded liabilities and deferred inflows of resources at the close of fiscal year 2020 by \$436,350 (net position), which represented an increase of \$69,253 from the prior year. Of this amount, \$453,131 is invested in capital assets, \$101,332 is subject to external restrictions, and \$(118,113) is unrestricted. The negative balance in the unrestricted portion of net position is primarily due to the County recognizing net pension and OPEB liabilities for all plans to which it contributes.
- The County's primary sources of revenue are from property taxes, operating grants and contributions, share of state sales taxes, charges for services, and other taxes.



PINAL COUNTY

Management's Discussion and Analysis

- The County's total long-term liabilities as of June 30, 2020, were \$475,107. Revenue bonds, including unamortized premiums, and net pension liabilities, represent 97% of the total. The final payments for the 2010 revenue bonds are due in fiscal years 2021 and 2036; the final payments for the 2014 revenue bonds are due in fiscal years 2026 and 2035; the final payments for the 2015 revenue bonds are due in fiscal year 2030; the final payments for the 2018 revenue bonds are due in fiscal years 2038 and 2048 and the final payments for the 2019 revenue bonds are due in fiscal year 2044.
- As of June 30, 2020, the County's governmental funds reported combined fund balances of \$222,452, an increase of \$88,476 in comparison with the prior year. Approximately 26% of the combined fund balances, or \$57,191 is available for spending at the County's discretion (assigned & unassigned fund balance).
- At the end of the current fiscal year unassigned fund balance for the General Fund was \$50,569, or 31.93% of total General Fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of three components: 1) government-wide financial statements; 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the County's assets and deferred outflows of resources, and liabilities and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position 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 will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, highways and streets, sanitation, health, welfare, culture and recreation, and education. The business-type activities of the County include Sheriff Inmate Services and Airport Economic Development.

The government-wide financial statements can be found on pages 25-26 of this report.

Fund Financial Statements are groupings of related accounts that are 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. All of the funds of the County can be divided into three categories: *governmental funds*, *proprietary funds*, and *fiduciary 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 at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

PINAL COUNTY Management's Discussion and Analysis

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 government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances include a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County uses 162 individual governmental funds to satisfy legal and operating requirements. Some of these funds are combined according to their functional basis for financial reporting purposes. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General, Road Tax Districts, Coronavirus Relief, Public Works Highway, Development Impact Fee, Bond Funded Capital Projects, and Debt Service Funds. Data from the other governmental funds are combined into a single, aggregated presentation. Fund data for each of these non-major 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 and other governmental funds. A budgetary comparison schedule has been provided for the General Fund and major Special Revenue Funds to demonstrate compliance with this budget. These statements can be found on pages 83-88.

The basic governmental fund financial statements can be found on pages 27-30 of this report.

Proprietary funds are maintained in two ways. *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 Sheriff Inmate Services and Airport Economic Development. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for the County's participation in the Arizona Metropolitan Trust for employee benefits and Fleet Maintenance. Because the services of internal service funds predominantly benefit governmental rather than business-type activities, 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. Fund data for non-major enterprise funds are combined into a single, aggregated presentation provided in the form of *combining statements* elsewhere in this report. The County's internal service fund is presented separately in the proprietary fund financial statements.

The proprietary fund financial statements can be found on pages 31-34 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. 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 fiduciary fund financial statements can be found on pages 35-36 of this report.

Notes to the Financial Statements 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 on pages 37-79 of this report.

Required Supplementary Information is presented in addition to the basic financial statements and accompanying notes, concerning the County's progress in funding its obligation to provide pension benefits to its employees. Budgetary comparison schedules previously discussed are also included in this section. Required supplementary information can be found on pages 83-99 of this report.

Combining Statements and Other Schedules referred to earlier in connection with non-major governmental funds and enterprise funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules including statistical information can be found on pages 103-198 of this report.

PINAL COUNTY

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. County assets and deferred outflows of resources exceeded liabilities and deferred inflows by \$436,350 at the close of the most recent fiscal year.

Governmental Activities – Statement of Net Position

The largest portion of the net position, \$447,188, reflects net investment in capital assets (e.g., land, buildings, infrastructure, and equipment) less accumulated depreciation and any related debt used to acquire these assets that is still outstanding. Net position invested in capital assets increased by \$36,360 mainly due to an increase in multiple on-going projects. The County uses these assets to provide services to citizens; consequently, these assets are not available for future spending. As part of the County's net investment in capital assets, the resources needed to repay debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the net position, \$101,332 represents resources that are subject to external restrictions on how they may be used. A majority of restrictions are imposed by grantor agencies and creditors. The remaining balance of unrestricted deficit net position of \$(155,035) in fiscal year 2018-19 changed in the current year by \$36,171, to a deficit of \$(118,864). The majority of this change is due to an increase in revenues of \$44,859 offset by an increase in expenses of \$11,945.

Overall, the net position increased by \$69,569 from net position reported at June 30, 2019.

Capital assets increased by \$30,450 due to purchases of several vehicles and the completion of the Central justice court, Oracle public works maintenance building, adult detention kitchen renovation and other infrastructure projects.

Current and other assets increased by \$110,722. Notable changes included an increase in cash and investments held by trustees in the Bond Funded Capital Projects Fund due to unexpended bond proceeds.

The decreases in deferred outflows of resources from \$51,697 to \$50,430 and deferred inflows of resources from \$31,286 to \$21,342 consist mainly of the contributions to the pension plans after the measurement date and the changes in estimates and assumptions used to calculate the net pension liabilities. Additional information on the County's pension plan activity can be found in Note 10 of the notes to the financial statements on pages 57-73 of this report.

Long-term liabilities increased in the current year by \$60,983. Notable changes included the addition of bonds payable due to new financing with the Pledged Revenue Bonds, Series 2019 Taxable bonds and an increase in net pension liabilities which were offset by the reduction of loans payable.

Business-type Activities – Statement of Net Position

A majority portion of the net position, \$5,943 reflects investment in capital assets (e.g., buildings, infrastructure, and machinery and equipment).

None of the net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position of \$751 is 11.22% of total net position.

The net position decreased by \$(316) from net position reported at June 30, 2019. The decrease in net position is due to operating and non-operating expenses and transfers out exceeding revenues and transfers in in the Sheriff Inmate Services and Airport Economic Development funds.

Capital assets increased by \$54. This increase is due to current year additions to construction in progress exceeding depreciation expense recognized in the period.

Other liabilities increased by \$151. Notable changes included the increase in accounts payable and an increase in unearned revenue.

PINAL COUNTY
Management's Discussion and Analysis

Condensed Statement of Net Position						
June 30, 2020 and 2019						
	Governmental Activities		Business-type Activities		Total	
	2020	2019 (as restated)	2020	2019	2020	2019
Current and other assets	\$ 278,583	\$ 167,861	\$ 1,303	\$ 1,479	\$ 279,886	\$ 169,340
Capital assets	631,890	601,440	6,017	5,963	637,907	607,403
Total assets	<u>910,473</u>	<u>769,301</u>	<u>7,320</u>	<u>7,442</u>	<u>917,793</u>	<u>776,743</u>
Deferred outflows of resources						
Pension and OPEB	50,416	51,641	50	61	50,466	51,702
Deferred charge on debt refunding	14	56	-	-	14	56
Total deferred outflows of resources	<u>50,430</u>	<u>51,697</u>	<u>50</u>	<u>61</u>	<u>50,480</u>	<u>51,758</u>
Other liabilities	35,202	15,905	229	78	35,431	15,983
Long-term liabilities	474,703	413,720	404	371	475,107	414,091
Total liabilities	<u>509,905</u>	<u>429,625</u>	<u>633</u>	<u>449</u>	<u>510,538</u>	<u>430,074</u>
Deferred inflows of resources						
Pension and OPEB	21,342	31,286	43	44	21,385	31,330
Total deferred inflows of resources	<u>21,342</u>	<u>31,286</u>	<u>43</u>	<u>44</u>	<u>21,385</u>	<u>31,330</u>
Net position:						
Net investment in capital assets	447,188	415,401	5,943	5,963	453,131	421,364
Restricted	101,332	99,721	-	-	101,332	99,721
Unrestricted (deficit)	(118,864)	(155,035)	751	1,047	(118,113)	(153,988)
Total net position	<u>\$ 429,656</u>	<u>\$ 360,087</u>	<u>\$ 6,694</u>	<u>\$ 7,010</u>	<u>\$ 436,350</u>	<u>\$ 367,097</u>

Governmental Activities – Statement of Activities

Revenues

Total revenues of \$349,640 increased by \$44,859 from the prior year primarily due to the following:

- An increase (in total) of \$34,152 in program revenues attributed to an increase in state funding for the CARES Act and other state operating grants.
- An increase of \$6,238 in the County's property taxes due to positive economic factors throughout the County, including increased construction and increased property valuations.
- An increase of \$2,269 and \$3,560 in the County's sales taxes and share of state sales taxes, respectively, due to positive economic factors throughout the State that resulted in additional sales tax revenues.
- A decrease of \$3,537 in other general revenues attributed to the following factors: a decrease in revenue for commercial property land project that was finalized in fiscal year 2018-2019; state reimbursement revenues for juvenile detention services no longer available in current fiscal year; offset by an increase in investment earnings due to recognizing fair market value adjustments with the County's investments.

PINAL COUNTY
Management's Discussion and Analysis

Expenses

Total expenses of \$280,121 increased by \$11,945 from the prior year primarily due to the following:

- An increase in personnel and pension costs related to public safety of \$6,000.
- An increase in road maintenance costs of \$3,000.
- An increase of depreciation of \$3,070.

Business-type activities – Statement of Activities

Revenues

Total revenues of \$1,856 increased by \$86 from the prior year primarily due to the following:

- An increase of \$29 in state operating grants in the Airport Economic Development Fund, an increase of revenues of \$192 for Sheriff's commissary, offset by a decrease in the revenue of the Airport's lease of land of \$125.

Expenses

Total expenses of \$2,122 increased by \$741 from the prior year primarily due to the following:

- An increase of \$516 in expenses in the Sheriff Commissary for the following: \$198 for computer equipment and software, \$142 for supplies to sell in the commissary, capital items of \$121 for computer systems and equipment, and \$57 for custodial supplies due to COVID.
- An increase of \$225 in expenses in the Airport Economic Development fund due to personnel increase of \$99, and \$207 for professional technical services.

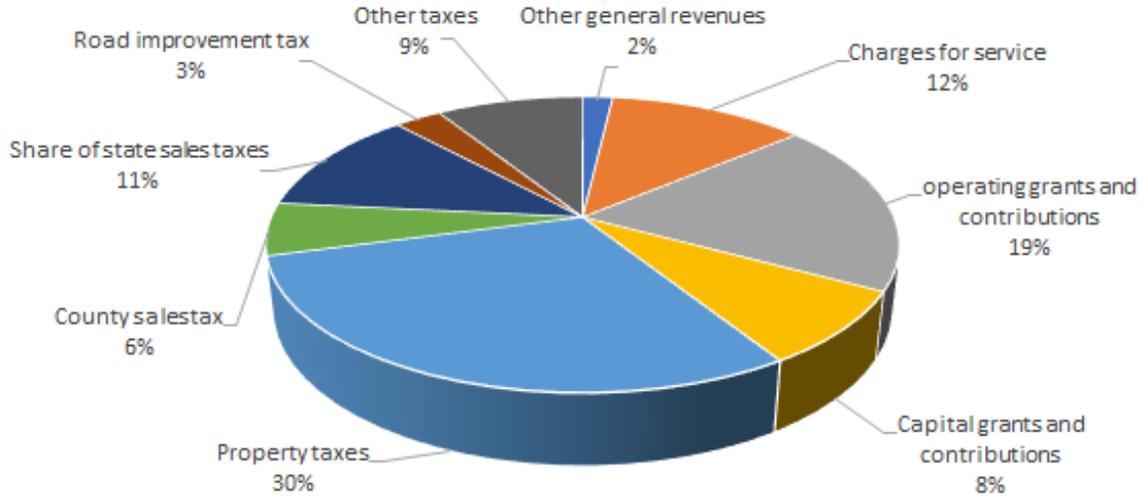
PINAL COUNTY
Management's Discussion and Analysis

The following table summarizes the changes in net position for governmental and business-type activities.

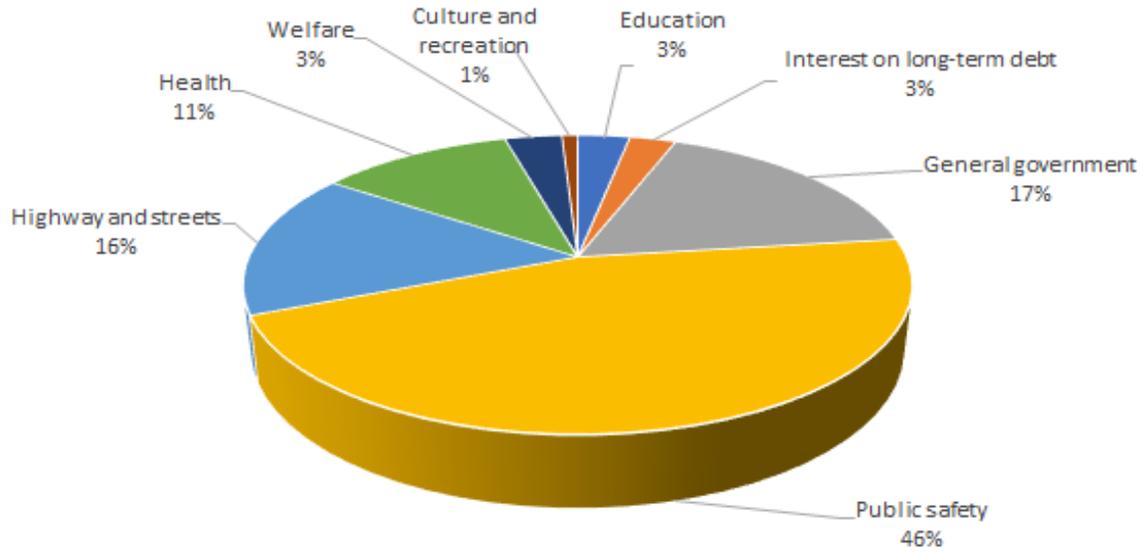
Condensed Statement of Activities						
Years Ended June 30, 2020 and 2019						
	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
	(as restated)					
Revenues						
Program revenues:						
Charges for services	\$ 42,065	\$ 38,152	\$ 629	\$ 754	\$ 42,694	\$ 38,906
Operating grants and contributions	66,552	48,288	324	295	66,876	48,583
Capital grants and contributions	28,496	16,521	-	-	28,496	16,521
General revenues:						
Property taxes	104,149	97,911	-	-	104,149	97,911
County sales tax	20,121	17,852	-	-	20,121	17,852
Share of state sales taxes	40,458	36,898	-	-	40,458	36,898
Road improvement tax	10,084	9,179	-	-	10,084	9,179
Other taxes	31,337	30,065	-	-	31,337	30,065
Other general revenues	6,378	9,915	903	721	7,281	10,636
Total revenues	<u>349,640</u>	<u>304,781</u>	<u>1,856</u>	<u>1,770</u>	<u>351,496</u>	<u>306,551</u>
Expenses:						
General government	48,297	51,642	-	-	48,297	51,642
Public safety	127,766	121,670	-	-	127,766	121,670
Highways and streets	43,894	39,341	-	-	43,894	39,341
Sanitation	1,352	431	-	-	1,352	431
Health	31,238	30,663	-	-	31,238	30,663
Welfare	9,197	9,094	-	-	9,197	9,094
Culture and recreation	2,534	2,032	-	-	2,534	2,032
Education	8,408	6,756	-	-	8,408	6,756
Interest on long-term debt	7,435	5,265	-	-	7,435	5,265
Cost of Issuance	-	1,282	-	-	-	1,282
Sheriff Inmate Services	-	-	884	368	884	368
Airport Economic Development	-	-	1,238	1,013	1,238	1,013
Total expenses	<u>280,121</u>	<u>268,176</u>	<u>2,122</u>	<u>1,381</u>	<u>282,243</u>	<u>269,557</u>
Excess (deficiency) before transfers	69,519	36,605	(266)	389	69,253	36,994
Transfers	50	(86)	(50)	86	-	-
Change in net position	<u>69,569</u>	<u>36,519</u>	<u>(316)</u>	<u>475</u>	<u>69,253</u>	<u>36,994</u>
Net Position, beginning of year, as restated	360,087	323,568	7,010	6,535	367,097	330,103
Net position - ending	<u>\$ 429,656</u>	<u>\$ 360,087</u>	<u>\$ 6,694</u>	<u>\$ 7,010</u>	<u>\$ 436,350</u>	<u>\$ 367,097</u>

**PINAL COUNTY
Management's Discussion and Analysis**

**Revenue Sources - Governmental Activities
Fiscal Year 2020**



**Expenses by Function - Governmental Activities
Fiscal Year 2020**



PINAL COUNTY

Management's Discussion and Analysis

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental funds

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

At June 30, 2020, the County's governmental funds reported combined fund balance of \$222,452, an increase of \$88,476 in comparison with the prior year. Less than 1%, \$367 of the combined fund balance constitutes *nonspendable fund balance*, made up of prepaid items and inventories that do not represent available spendable resources. Approximately 76% of the combined fund balance, \$155,162 constitutes *restricted fund balance* which represents resources that are subject to external restrictions on how they may be used. The remaining 23% of the combined fund balance is comprised of unassigned fund balance of \$48,823 which is available for spending at the County's discretion, while amounts of \$9,732 and \$8,368 of committed and assigned fund balances, respectively, have to be spent under the conditions specified by the Board of Supervisors and County management.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$50,569. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance of \$50,569 represents 32% of total General Fund expenditures.

The total fund balance of the County's General Fund increased during the fiscal year by \$19,314. Key factors in the increase to fund balance includes an increase in taxes and intergovernmental revenue in comparison to prior fiscal year. In addition, unexpected grant revenue from the AZ Cares Fund of approximately \$12 million was recognized by the County and as a result, \$12 million of General Fund public safety and health salaries were recorded in the Coronavirus Relief Fund. Lastly, due to the pandemic, expenditures were decreased because of the uncertainty of the economic impacts.

The Road Tax Districts Fund total fund balance increased during the fiscal year by \$3,404. The increase is mainly attributable to an increase in excise tax revenues and a decrease in expenditures of construction and maintenance costs.

The Public Works Highway Fund total fund balance increased during the year by \$4,271. This increase is due to a decrease in construction and maintenance projects.

The Development Impact Fee Fund total fund balance increased during the fiscal year by \$5,546. The increase is relatively consistent with the prior year's change in fund balance.

The Bond Funded Capital Projects Fund total fund balance increased during the fiscal year by \$51,429. The fund increased primarily due to unspent bond proceeds offset by capital outlay expenditures related to various County construction projects.

PINAL COUNTY
Management's Discussion and Analysis

Overview of all governmental funds

Revenues for governmental funds totaled \$317,426 in fiscal year 2020, which represents an increase of 10% from fiscal year 2019.

The following table presents the amount of revenues from various sources as well as increases or decreases from the prior year.

Governmental Funds Revenues Classified by Source For the Years Ended June 30, 2020 and 2019						
	2020		2019		Variance	
	Amount	Percent	Amount	Percent	Amount	Percent
Taxes	\$ 140,405	44.24%	\$ 133,019	46.07%	\$ 7,386	5.55%
Licenses and permits	8,486	2.67%	7,168	2.48%	1,318	18.39%
Intergovernmental	130,629	41.15%	109,310	37.86%	21,319	19.50%
Charges for services	27,726	8.73%	26,891	9.31%	835	3.11%
Fines and forfeits	1,518	0.48%	2,023	0.70%	(505)	(24.96)%
Investment earnings	2,899	0.91%	4,272	1.48%	(1,373)	(32.14)%
Contributions	1,843	0.58%	1,807	0.63%	36	1.99%
Rentals	2,304	0.73%	467	0.16%	1,837	393.36%
Miscellaneous	1,616	0.51%	3,760	1.30%	(2,144)	(57.02)%
Total revenues	<u>\$ 317,426</u>	<u>100.00%</u>	<u>\$ 288,717</u>	<u>100.00%</u>	<u>\$ 28,709</u>	<u>9.94%</u>

The following provides an explanation of revenues by source that changed significantly over the prior year.

- Taxes – the increase of \$7,386 was primarily due to an increase in property taxes caused by an increase in the primary assessed valuation. The amount the County received from its share of state sales taxes and vehicle license taxes received from the state increased for the fiscal year. Also, the general county sales tax increased from the prior year due to positive economic factors in the County.
- Intergovernmental – the increase of \$21,319 was due to increased revenues from state operating grants, CARES ACT monies and HURF funds.

PINAL COUNTY
Management's Discussion and Analysis

Expenditures for governmental funds totaled \$293,683 in fiscal year 2020, which represents a decrease of 14% from fiscal year 2019.

The following table presents expenditures by function compared to prior year amounts.

Governmental Funds Expenditures by Function For the Years Ended June 30, 2020 and 2019						
Governmental Function	2020		2019		Variance	
	Amount	Percent	Amount	Percent	Amount	Percent
General government	\$ 45,140	15.37%	\$ 48,450	14.17%	\$ (3,310)	(6.83)%
Public safety	127,137	43.29%	120,758	35.33%	6,379	5.28%
Highways and streets	37,840	12.88%	57,222	16.74%	(19,382)	(33.87)%
Sanitation	507	0.17%	563	0.16%	(56)	(9.95)%
Health	31,453	10.71%	31,026	9.08%	427	1.38%
Welfare	8,840	3.01%	8,738	2.56%	102	1.17%
Culture and recreation	2,258	0.77%	2,013	0.59%	245	12.17%
Education	6,927	2.36%	6,756	1.98%	171	2.53%
Capital outlay	14,123	4.81%	46,608	13.64%	(32,485)	(69.70)%
Cost of issuance	785	0.27%	1,282	0.38%	(497)	(38.77)%
Debt service:						
Principal retirement	9,947	3.39%	11,653	3.41%	(1,706)	(14.64)%
Interest	8,726	2.97%	6,740	1.97%	1,986	29.47%
Total expenditures	<u>\$ 293,683</u>	<u>100%</u>	<u>\$ 341,809</u>	<u>100%</u>	<u>\$ (48,126)</u>	<u>(14.08)%</u>

The following provides an explanation of the expenditures by function that changed significantly over the prior year.

- General government – expenditures decreased \$3,310 primarily due to hiring freeze during the last quarter due to the uncertainty caused by the pandemic. In addition, the County reduced operational expenditures due to the unknown impact on revenues due to the pandemic.
- Public Safety – expenditures increased \$6,379 primarily due to increases in costs due to the pandemic, including PPE costs for law enforcement and detention officers.
- Highways and streets – expenditures decreased \$19,382 due to decreased costs associated with ongoing construction projects.
- Capital outlay – expenditures decreased \$32,485 due to costs associated with the purchase of land for economic development purposes in the prior year.

PINAL COUNTY
Management's Discussion and Analysis

Proprietary funds

The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position for the enterprise funds totaled \$751. Investment in capital assets totaled \$5,943.

Other factors concerning the finances of these funds have already been addressed in the discussion of the County's business-type activities.

The following table shows actual revenues, expenses, and changes in net assets for the enterprise funds for the current fiscal year:

Enterprise Funds			
Schedule of Revenues, Expenses, and Changes in Net Position			
For the Year Ended June 30, 2020			
	Sheriff Inmate Services	Airport Economic Develop- ment	Total
Operating revenues	\$ 784	\$ 730	\$ 1,514
Operating expenses	884	1,238	2,122
Operating income (loss)	(100)	(508)	(608)
Nonoperating revenues	10	332	342
Transfers in/out	(250)	200	(50)
Changes in net position	\$ (340)	\$ 24	\$ (316)

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund revenues exceeded the final budget by \$2,435 or 1.3% due to 1) an increase in County excise tax, shared state sales tax and vehicle license tax were both contributing factors; 2) property taxes due to an increase in the primary assessed valuation.

General Fund expenditures were less than the final budget by \$44,476 or 22% due to the following reasons:

- The County has a strategic priority to have a 15% financial stability reserve, in which \$26 million was budgeted for fiscal year 2019-2020. In addition, there was personnel savings of \$5.3 million and operational savings of \$2 million. These savings were a result of management's conservative spending approach due to the pandemic. AZ CARES Act funds of \$12 million were directed to pay for public safety and health salaries out of the Coronavirus Relief Fund rather than the General Fund.

PINAL COUNTY
Management's Discussion and Analysis

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The County's capital assets for its governmental and business-type activities as of June 30, 2020, amounted to \$637,907 (net of accumulated depreciation). This investment in capital assets includes land and easements, infrastructure, buildings and improvements, machinery and equipment, software, and construction in progress.

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

Governmental activities:

- Infrastructure increased due to the completion of multiple on-going construction projects including Hunt Highway Phase 4, Gantzel Channel and Detention Basin, South Magma Road Channel, Superstition Views Collector Chanel, and the Bridge at Hunt Highway at Magma Channel.
- There was a CIP decrease due to the completion of several projects including four drainage systems, one bridge, four roads, and three buildings.
- Land increased due to the additional square footage added from donated roads, approximately 3 million additional square feet.

Governmental and Business-type Activities Capital Assets (net of accumulated depreciation) June 30, 2020 and 2019						
	Governmental Activities		Business-type Activities		Total	
	2020	2019 (as restated)	2020	2019	2020	2019
Land	\$ 236,113	\$ 233,762	\$ 282	\$ 282	\$ 236,395	\$ 234,044
Buildings and improvements	100,466	101,246	453	472	100,919	101,718
Machinery and equipment	21,209	19,443	288	232	21,497	19,675
Intangible - Software	16,715	18,890	-	-	16,715	18,890
Infrastructure	239,172	195,845	4,726	4,977	243,898	200,822
Construction in progress	18,215	32,254	268	-	18,483	32,254
Total	\$ 631,890	\$ 601,440	\$ 6,017	\$ 5,963	\$ 637,907	\$ 607,403

The County's infrastructure assets are recorded at actual cost when available or estimated historical cost when actual cost is not available, with donations being reported at acquisition value in the government-wide financial statements as required by GASB Statement No. 72. The acquisition of new infrastructure assets are reported as Highways and Streets expenditures within the Public Works Highway, Road Tax Districts, and Flood Control Funds.

Additional information on the County's capital assets can be found in Note 5 on pages 49-50 of this report.

PINAL COUNTY
Management’s Discussion and Analysis

Long-term Debt

At the end of the current fiscal year, the County had total long-term debt outstanding of \$239,021 for governmental activities as compared to \$187,516 in the prior year. The majority of this amount, \$238,574 or 99% was comprised of the following: 1) bonds payable and unamortized discount on the 2010 revenue bonds and unamortized premium on the 2010 refunding revenue bonds, for the construction of two health clinics, the renovation of the County’s historic courthouse and to refund the certificates of participation, Series 2001, respectively; 2) bonds payable and unamortized premium on the 2014 revenue bond for road and highway improvements and improvements to public safety radio upgrades and unamortized premium on the 2014 refunding bonds related to the GADA 2006 loan, respectively; 3) bonds payable including unamortized premium on the 2015 bonds payable to refund the certificates of participation, Series 2004; 4) bonds payable and unamortized premium on the 2018 tax-exempt and taxable revenue bonds for construction of new facilities and to acquire approximately 496 acres of real property for economic development purposes and 5) bonds payable and unamortized premium on the 2019 taxable revenue bonds for various county complexes. The County also started leasing new copiers and printers and recorded the future obligations as capital leases which totals \$447 at fiscal year-end.

Long-Term Debt			
June 30, 2020 and 2019			
	Outstanding Debt		Percent Change
	2020	2019	
Governmental Activities			
Obligations under capital leases	\$ 447	\$ 664	(32.68)%
Note payable	-	487	
Bonds payable	238,574	186,365	28.01%
Total	<u>\$ 239,021</u>	<u>\$ 187,516</u>	<u>27.47%</u>

Additional information on the County’s long-term debt can be found in Note 8 on pages 51-55 of this report.

Economic Factors and Next Year’s Budgets

- The COVID-19 pandemic which was declared in March 2020 continues to have impacts on the worldwide and County operations.
- The current 2020, preliminary, seasonally adjusted, unemployment rate for the State of Arizona as of January was 4.8%.¹ The national rate as of January was 3.6%.² The unemployment rate for Pinal County as of January was 5.2%.¹ The State of Arizona seasonally adjusted unemployment decreased 0.3% from one year ago and the average unemployment rate for Pinal County decreased by 0.7%. The County recognizes that these are preliminary estimates and that the effects of COVID-19 may impact future unemployment rates.

¹www.laborstats.az.gov/ ADOA – EPS – Employment and Population Statistics January 2020.

² www.data.bls.gov/ U.S. Bureau of Labor Statistics January 2020.

PINAL COUNTY
Management's Discussion and Analysis

- The housing industry, which continues to remain steady, continues to be one of the largest factors affecting the State of Arizona. Property tax receivables of \$2,586 decreased by 13% over the prior year. In addition, the county also expects revenues from permits to slightly increase as new home construction remains steady.
- The County has projected that revenues from the property tax will increase in fiscal year 2021. The increase is due to the property assessments and tax calculations being completed in early 2021.
- In fiscal year 2021, the Board of Supervisors lowered the property tax rate to 3.7500 cents per one-hundred dollars of net assessed valuation. However, an increase in net assessed valuations has resulted in \$5,298 more in primary property levied as compared to that levied in during fiscal year 2020.

The County continues to monitor the local, state and national economy in order to identify opportunities and threats to budgeted revenues. Improvement in the residential home market and retail sales across the State of Arizona resulted in more sales tax revenue, both County and State-Shared. The County continues to place great emphasis on control over expenditures.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Pinal County Finance Department, P.O. Box 1348, Florence, AZ, 85132.

Page left blank intentionally

Basic Financial Statements



Page left blank intentionally

PINAL COUNTY
Statement of Net Position
June 30, 2020
(Amounts expressed in thousands)

	Governmental Activities	Business-type Activities	Total
Assets			
Cash, cash equivalents and investments	\$ 172,238	\$ 743	\$ 172,981
Cash and investments held by trustees	66,844	-	66,844
Receivables (net of allowances for uncollectibles):			
Property taxes	5,323	-	5,323
Accounts	2,067	48	2,115
Notes receivable	-	241	241
Due from other governments	28,980	271	29,251
Inventories	51	-	51
Prepaid items	316	-	316
Cash, cash equivalents and investments - restricted	851	-	851
Net other postemployment benefit asset	1,913	-	1,913
Capital assets, not being depreciated	254,328	550	254,878
Capital assets, being depreciated, net	377,562	5,467	383,029
Total assets	<u>910,473</u>	<u>7,320</u>	<u>917,793</u>
Deferred Outflows of Resources			
Deferred outflows related to other postemployment benefits	1,152	-	1,152
Deferred outflows related to pensions	49,264	50	49,314
Deferred charge on debt refunding	14	-	14
Total deferred outflows of resources	<u>50,430</u>	<u>50</u>	<u>50,480</u>
Liabilities			
Accounts payable	7,985	161	8,146
Accrued payroll and employee benefits	6,547	10	6,557
Retainage payable	929	-	929
Contracts payable	89	-	89
Deposits held for others	137	-	137
Interest payable	4,130	-	4,130
Unearned revenue	15,385	58	15,443
Noncurrent liabilities:			
Due within one year	19,682	17	19,699
Due in more than one year	234,204	15	234,219
Net other postemployment benefit liability	625	-	625
Net pension liability	220,192	372	220,564
Total liabilities	<u>509,905</u>	<u>633</u>	<u>510,538</u>
Deferred Inflows of Resources			
Deferred inflows related to other postemployment benefits	1,266	-	1,266
Deferred inflows related to pensions	20,076	43	20,119
Total deferred inflows of resources	<u>21,342</u>	<u>43</u>	<u>21,385</u>
Net Position			
Net investment in capital assets	447,188	5,943	453,131
Restricted for:			
Public safety	13,764	-	13,764
Highways and streets	78,676	-	78,676
Health	804	-	804
Culture and recreation	6,026	-	6,026
Other purposes	2,062	-	2,062
Unrestricted (deficit)	(118,864)	751	(118,113)
Total net position	<u>\$ 429,656</u>	<u>\$ 6,694</u>	<u>\$ 436,350</u>

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

PINAL COUNTY
Statement of Activities
Year Ended June 30, 2020
(Amounts expressed in thousands)

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities							
General government	\$ 48,297	\$ 10,744	\$ 12,720	\$ -	\$ (24,833)	\$ -	\$ (24,833)
Public safety	127,766	10,812	15,078	-	(101,876)	-	(101,876)
Highways and streets	43,894	11,855	25,002	28,384	21,347	-	21,347
Sanitation	1,352	9	547	-	(796)	-	(796)
Health	31,238	4,953	5,333	-	(20,952)	-	(20,952)
Welfare	9,197	2,579	5,317	112	(1,189)	-	(1,189)
Culture and recreation	2,534	1,103	25	-	(1,406)	-	(1,406)
Education	8,408	10	2,530	-	(5,868)	-	(5,868)
Interest on long-term debt	7,435	-	-	-	(7,435)	-	(7,435)
Total governmental activities	<u>280,121</u>	<u>42,065</u>	<u>66,552</u>	<u>28,496</u>	<u>(143,008)</u>	<u>-</u>	<u>(143,008)</u>
Business-type activities							
Sheriff Inmate Services	884	-	-	-	-	(884)	(884)
Airport Economic Development	1,238	629	324	-	-	(285)	(285)
Total business-type activities	<u>2,122</u>	<u>629</u>	<u>324</u>	<u>-</u>	<u>-</u>	<u>(1,169)</u>	<u>(1,169)</u>
Total primary government	<u>\$ 282,243</u>	<u>\$ 42,694</u>	<u>\$ 66,876</u>	<u>\$ 28,496</u>	<u>(143,008)</u>	<u>(1,169)</u>	<u>(144,177)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes					98,086	-	98,086
Property taxes, levied for flood control					3,660	-	3,660
Property taxes, levied for library district					2,403	-	2,403
Transaction privilege taxes, levied for health district					4,018	-	4,018
General county sales tax					20,121	-	20,121
Road improvement tax					10,084	-	10,084
Share of state sales taxes					40,458	-	40,458
Unrestricted share of vehicle license tax					21,920	-	21,920
Payments in lieu of taxes					4,597	-	4,597
Franchises taxes					802	-	802
Contributions not restricted to specific programs					1,494	-	1,494
Investment earnings					2,899	18	2,917
Miscellaneous					1,985	885	2,870
Transfers					50	(50)	-
Total general revenues					<u>212,577</u>	<u>853</u>	<u>213,430</u>
Changes in net position					69,569	(316)	69,253
Net position - July 1, 2019, as restated					<u>360,087</u>	<u>7,010</u>	<u>367,097</u>
Net position - June 30, 2020					<u>\$ 429,656</u>	<u>\$ 6,694</u>	<u>\$ 436,350</u>

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

PINAL COUNTY
Balance Sheet
Governmental Funds
June 30, 2020
(Amounts expressed in thousands)

	Major Funds							Total	
	General Fund	Road Tax Districts Fund	Coronavirus Relief Fund	Public Works Highway Fund	Development Impact Fee Fund	Bond Funded Capital Projects Fund	Debt Service Fund		Other Governmental Funds
Assets									
Cash, cash equivalents and investments	\$ 31,610	\$ 17,719	\$ 27,170	\$ 25,533	\$ 35,246	\$ -	\$ 427	\$ 34,370	\$ 172,075
Cash and investments held by trustees	-	-	-	-	-	56,940	9,904	-	66,844
Receivables (net of allowances for uncollectibles):									
Property taxes	5,070	-	-	-	-	-	-	253	5,323
Accounts	800	41	-	162	102	-	-	962	2,067
Due from other funds	14,089	-	-	-	-	347	-	28	14,464
Due from other governments	18,411	1,961	-	2,767	-	-	-	5,841	28,980
Inventories	-	-	-	-	-	-	-	51	51
Prepaid items	250	-	-	-	-	-	-	66	316
Restricted assets:									
Cash, cash equivalents and investments	-	-	-	50	-	-	-	801	851
Total assets	<u>\$ 70,230</u>	<u>\$ 19,721</u>	<u>\$ 27,170</u>	<u>\$ 28,512</u>	<u>\$ 35,348</u>	<u>\$ 57,287</u>	<u>\$ 10,331</u>	<u>\$ 42,372</u>	<u>\$ 290,971</u>
Liabilities									
Accounts payable	\$ 2,452	\$ 713	\$ -	\$ 1,526	\$ 91	\$ 1,447	\$ -	\$ 1,691	\$ 7,920
Accrued payroll and employee benefits	5,525	5	-	448	-	-	-	568	6,546
Retainage payable	-	-	-	-	-	929	-	-	929
Contracts payable	89	-	-	-	-	-	-	-	89
Due to other funds	8	-	12,491	-	-	964	-	986	14,449
Deposits held for others	56	-	-	-	-	-	-	81	137
Bonds payable	-	-	-	-	-	-	7,025	-	7,025
Interest payable	-	-	-	-	-	-	2,879	-	2,879
Unearned revenue	-	-	14,679	-	-	-	-	706	15,385
Total liabilities	<u>8,130</u>	<u>718</u>	<u>27,170</u>	<u>1,974</u>	<u>91</u>	<u>3,340</u>	<u>9,904</u>	<u>4,032</u>	<u>55,359</u>
Deferred Inflows of Resources									
Unavailable revenue - property taxes	4,785	-	-	-	-	-	-	238	5,023
Unavailable revenue - intergovernmental	6,496	-	-	-	-	-	-	1,641	8,137
Total deferred inflows of resources	<u>11,281</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,879</u>	<u>13,160</u>
Fund Balances									
Nonspendable:									
Inventories	-	-	-	-	-	-	-	51	51
Prepaid items	250	-	-	-	-	-	-	66	316
Total nonspendable	<u>250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>117</u>	<u>367</u>
Restricted	-	19,003	-	26,538	35,257	53,947	-	20,417	155,162
Committed	-	-	-	-	-	-	-	9,732	9,732
Assigned	-	-	-	-	-	-	427	7,941	8,368
Unassigned	50,569	-	-	-	-	-	-	(1,746)	48,823
Total fund balances	<u>50,819</u>	<u>19,003</u>	<u>-</u>	<u>26,538</u>	<u>35,257</u>	<u>53,947</u>	<u>427</u>	<u>36,461</u>	<u>222,452</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 70,230</u>	<u>\$ 19,721</u>	<u>\$ 27,170</u>	<u>\$ 28,512</u>	<u>\$ 35,348</u>	<u>\$ 57,287</u>	<u>\$ 10,331</u>	<u>\$ 42,372</u>	<u>\$ 290,971</u>

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

PINAL COUNTY
Reconciliation of the Governmental Funds Balance Sheet
to the Government-wide Statement of Net Position

June 30, 2020

(Amounts expressed in thousands)

Fund balances - total governmental funds (page 27)		\$	222,452
Amounts reported for governmental activities in the Statement of Net Position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.			
Governmental capital assets	\$	917,367	
Less accumulated depreciation		<u>(285,477)</u>	631,890
Some receivables are not available to pay for current period expenditures, and therefore, are reported as unavailable revenue in the governmental funds.			
			13,160
Interest payable on long-term debt in the governmental funds includes payments due early in the following year for interest that was not incurred in the current period.			
			(1,251)
Long-term liabilities, such as net pension liabilities and bonds payable, are not due and payable in the current period and, therefore, are not reported as a liability in the funds.			
Bonds payable	\$	(214,500)	
Net premium on bonds		(17,049)	
Landfill Closure and Postclosure Care Costs		(785)	
Capital leases		(447)	
Compensated absences		(13,216)	
Estimated liabilities for claims and judgments		(864)	
Net pension and OPEB liabilities		<u>(220,698)</u>	(467,559)
Net OPEB assets held in trust for future benefits are not available resources for county operations and, therefore are not reported in the funds.			
Net OPEB asset			1,913
Deferred outflows and inflows of resources related to pensions and deferred charges on debt refunding are applicable to future periods and, therefore, are not reported in governmental funds.			
Deferred outflows of resources related to pensions and OPEB		50,400	
Deferred inflows of resources related to pensions and OPEB		(21,328)	
Deferred outflows for bond refunding		<u>14</u>	29,086
Internal service funds are used by management to charge the costs of certain activities, including insurance and automotive services and operation. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.			
			<u>(35)</u>
Net position of governmental activities (page 25)		<u>\$</u>	<u>429,656</u>

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

PINAL COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Major Funds								Total
	General Fund	Road Tax Districts Fund	Coronavirus Relief Fund	Public Works Highway Fund	Development Impact Fee Fund	Bond Funded Capital Projects Fund	Debt Service Fund	Other Governmental Funds	
Revenues:									
Taxes	\$ 120,067	\$ 10,084	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,254	\$ 140,405
Licenses and permits	5,204	-	-	-	-	-	-	3,282	8,486
Intergovernmental	56,152	-	12,491	32,029	-	-	-	29,957	130,629
Charges for services	9,901	-	-	-	12,111	-	-	5,714	27,726
Fines and forfeits	998	-	-	-	-	-	-	520	1,518
Investment earnings	741	288	-	433	539	351	20	527	2,899
Contributions	-	32	-	61	-	-	-	1,750	1,843
Rentals	1,897	-	-	-	-	-	-	407	2,304
Miscellaneous	667	-	-	122	-	3	-	824	1,616
Total revenues	<u>195,627</u>	<u>10,404</u>	<u>12,491</u>	<u>32,645</u>	<u>12,650</u>	<u>354</u>	<u>20</u>	<u>53,235</u>	<u>317,426</u>
Expenditures:									
Current:									
General government	41,635	-	-	-	-	134	7	3,364	45,140
Public safety	95,922	-	12,491	-	-	-	-	18,724	127,137
Highways and streets	7	4,922	-	28,234	-	-	-	4,677	37,840
Sanitation	-	-	-	-	-	-	-	507	507
Health	17,931	-	-	-	-	-	-	13,522	31,453
Welfare	1,433	-	-	-	-	-	-	7,407	8,840
Culture and recreation	-	-	-	-	332	-	-	1,926	2,258
Education	1,241	-	-	-	-	-	-	5,686	6,927
Debt service:									
Principal retirement	194	-	-	-	-	-	9,730	23	9,947
Interest	20	-	-	-	-	-	8,701	5	8,726
Costs of issuance	-	-	-	-	-	785	-	-	785
Capital outlay	-	-	-	501	-	11,790	-	1,832	14,123
Total expenditures	<u>158,383</u>	<u>4,922</u>	<u>12,491</u>	<u>28,735</u>	<u>332</u>	<u>12,709</u>	<u>18,438</u>	<u>57,673</u>	<u>293,683</u>
Excess (deficiency) of revenues over expenditures	<u>37,244</u>	<u>5,482</u>	<u>-</u>	<u>3,910</u>	<u>12,318</u>	<u>(12,355)</u>	<u>(18,418)</u>	<u>(4,438)</u>	<u>23,743</u>
Other financing sources (uses):									
Issuance of debt	-	-	-	-	-	56,330	-	-	56,330
Premium on debt	-	-	-	-	-	7,454	-	-	7,454
Insurance reimbursement	212	-	-	-	-	-	-	-	212
Sale of capital assets	4	-	-	250	-	-	-	446	700
Transfers in	3,437	-	-	3,900	-	-	18,434	11,969	37,740
Transfers out	(21,831)	(2,078)	-	(3,789)	(6,772)	-	-	(3,488)	(37,958)
Total other financing sources (uses)	<u>(18,178)</u>	<u>(2,078)</u>	<u>-</u>	<u>361</u>	<u>(6,772)</u>	<u>63,784</u>	<u>18,434</u>	<u>8,927</u>	<u>64,478</u>
Net change in fund balances	19,066	3,404	-	4,271	5,546	51,429	16	4,489	88,221
Fund balances - July 1, 2019	31,505	15,599	-	22,267	29,711	2,518	411	31,965	133,976
Changes in nonspendable resources:									
Decrease in inventories	-	-	-	-	-	-	-	(8)	(8)
Increase (decrease) in prepaid items	248	-	-	-	-	-	-	15	263
Fund balances - June 30, 2020	<u>\$ 50,819</u>	<u>\$ 19,003</u>	<u>\$ -</u>	<u>\$ 26,538</u>	<u>\$ 35,257</u>	<u>\$ 53,947</u>	<u>\$ 427</u>	<u>\$ 36,461</u>	<u>\$ 222,452</u>

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

PINAL COUNTY
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Government-wide Statement of Activities
Year Ended June 30, 2020
(Amounts expressed in thousands)

Net change in fund balances - total governmental funds (page 29) \$ 88,221

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense.

Expenditures for capital assets	\$ 27,700	
Less current year depreciation	<u>(25,186)</u>	2,514

In the Statement of Activities, only the gain/loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the book value of the capital assets sold.

Net book value of capital asset disposals		(448)
---	--	-------

Some revenues reported in the Statement of Activities do not represent the collection of current financial resources and therefore are not reported as revenues in the governmental funds.

Donations of capital assets	28,384	
State appropriation to EORP	(143)	
Intergovernmental	399	
Property tax revenues	<u>2,565</u>	31,205

County pension/OPEB contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the statement of net position because the reported net pension/OPEB liability is measured a year before the County's report date. Pension/OPEB expense, which is the change in the net pension/OPEB liability adjusted for changes in deferred outflows and inflows of resources related to pensions/OPEB, is reported in the Statement of Activities.

Pension/OPEB contributions	20,774	
Pension/OPEB expense	<u>(19,829)</u>	945

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of the debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are amortized in the Statement of Activities.

Face amount of long-term debt issued	(56,330)	
Premium on bonds	(7,454)	
Debt service - principal payments	9,947	
Amortization of bond discount/premium	2,080	
Forgiveness of Housing Notes Payable	487	
Amortization of deferred charge on debt refunding	<u>(42)</u>	(51,312)

Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available resources. In the Statement of Activities, however, which is presented on the accrual basis of accounting, expenses are reported regardless of when the financial resources are available.

Change in compensated absences	(335)	
Change in estimated liabilities for claims and judgments	(135)	
Change in landfill closure and postclosure care costs	(785)	
Change in accrued interest	<u>(747)</u>	(2,002)

Some cash outlays, such as purchases of inventories, are reported as expenditures in the governmental funds when purchased. In the Statement of Activities, however, they are reported as expenses when consumed.

Increase in prepaids		263
Decrease in inventories		(8)

Internal service funds are used by management to charge the costs of certain activities, including insurance and automotive maintenance and operation, to individual funds. The net expense, excluding pension related expenses, of certain internal service funds is reported with governmental activities in the Statement of Activities.

191

Change in net position of governmental activities (page 26) \$ 69,569

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

PINAL COUNTY
Statement of Net Position
Proprietary Funds
June 30, 2020
(Amounts expressed in thousands)

	<u>Business-type Activities- Nonmajor Enterprise Funds</u>	<u>Governmental Activities- Internal Service Funds</u>
Assets		
Current assets:		
Cash, cash equivalents and investments	\$ 743	\$ 163
Receivables (net of allowances for uncollectibles):		
Accounts	48	-
Notes receivable	241	-
Due from other governments	271	-
Total current assets	<u>1,303</u>	<u>163</u>
Noncurrent assets:		
Capital assets:		
Land	282	-
Buildings and improvements	572	-
Machinery and equipment	1,411	-
Infrastructure	7,372	-
Construction in progress	268	-
Less accumulated depreciation	<u>(3,888)</u>	<u>-</u>
Net capital assets	<u>6,017</u>	<u>-</u>
Total noncurrent assets	<u>6,017</u>	<u>-</u>
Total assets	<u>7,320</u>	<u>163</u>
Deferred Outflows of Resources		
Deferred outflows related to pensions	<u>50</u>	<u>16</u>
Total deferred outflows of resources	<u>50</u>	<u>16</u>
Liabilities		
Current liabilities:		
Accounts payable	161	65
Accrued payroll and employee benefits	10	1
Due to other funds	-	15
Unearned revenue	58	-
Compensated absences	<u>17</u>	<u>-</u>
Total current liabilities	<u>246</u>	<u>81</u>
Noncurrent liabilities:		
Net pension liability	372	119
Compensated absences	<u>15</u>	<u>-</u>
Total noncurrent liabilities	<u>387</u>	<u>119</u>
Total liabilities	<u>633</u>	<u>200</u>
Deferred Inflows of Resources		
Deferred inflows related to pensions	<u>43</u>	<u>14</u>
Total deferred inflows of resources	<u>43</u>	<u>14</u>
Net Position		
Investment in capital assets	5,943	-
Unrestricted (deficit)	<u>751</u>	<u>(35)</u>
Total net position	<u>\$ 6,694</u>	<u>\$ (35)</u>

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

PINAL COUNTY
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Business-type Activities- Nonmajor Enterprise Funds	Governmental Activities- Internal Service Funds
	<u> </u>	<u> </u>
Operating revenues:		
Charges for services	\$ -	\$ 21,085
Rentals	629	-
Miscellaneous	885	2
	<u>1,514</u>	<u>21,087</u>
Total operating revenues		
Operating expenses:		
Personal services	408	126
Supplies	541	92
Depreciation	378	-
Repairs and maintenance	449	25
Professional services	247	20,919
Public utility service	79	-
Miscellaneous	20	6
	<u>2,122</u>	<u>21,168</u>
Total operating expenses		
Operating income (loss)	<u>(608)</u>	<u>(81)</u>
Nonoperating revenues:		
Intergovernmental	56	-
Capital Contributions	268	-
Gain on investments	18	4
	<u>342</u>	<u>4</u>
Total nonoperating revenues		
Net income (loss) before transfers	(266)	(77)
Transfers in	200	268
Transfers out	<u>(250)</u>	<u>-</u>
Change in net position	(316)	191
Net position - July 1, 2019	<u>7,010</u>	<u>(226)</u>
Net position - June 30, 2020	<u>\$ 6,694</u>	<u>\$ (35)</u>

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

PINAL COUNTY
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Business-type Activities- Nonmajor Enterprise Funds	Governmental Activities- Internal Service Funds
Cash flows from operating activities:		
Receipts from operations	\$ 1,580	\$ 2
Receipts from employee contributions	-	21,543
Payments to suppliers and providers of goods and services	(1,278)	(122)
Payments for employee wages and benefits	(369)	(125)
Payments for claims	-	(20,861)
Net cash (used for) provided by operating activities	(67)	437
Cash flows from noncapital financing activities:		
Receipts from federal and local agencies	69	-
Cash received from other funds	(50)	(278)
Net cash provided by (used for) noncapital financing activities	19	(278)
Cash flows from capital financing activities:		
Gain on sale of capital assets	-	-
Purchase and construction of capital assets	(358)	-
Net cash used for capital financing activities	(358)	-
Cash flows from investing activities:		
Interest received on investments	18	4
Net cash provided by investing activities	18	4
Net (decrease) increase in cash and cash equivalents	(388)	163
Cash and cash equivalents, July 1, 2019	1,131	-
Cash and cash equivalents, June 30, 2020	\$ 743	\$ 163

(Continued)

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

PINAL COUNTY
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2020
(Concluded)
(Amounts expressed in thousands)

	Business-type Activities- Nonmajor Enterprise Funds	Governmental Activities- Internal Service Funds
Reconciliation of operating loss to net cash (used for) provided by operating activities:		
Operating loss	\$ (608)	\$ (81)
Adjustments to reconcile operating loss to net cash (used for) provided by operating activities:		
Depreciation expense	378	-
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
Net pension liability	29	(2)
Deferred outflows of resources related to pensions	11	5
Deferred inflows of resources related to pensions	(1)	(1)
Accounts receivable	4	458
Notes receivable	39	-
Accounts payable	57	59
Accrued payroll and employee benefits	(3)	(1)
Accrued compensated absences	4	-
Unearned revenue	23	-
Total adjustments and changes	541	518
Net cash (used for) provided by operating activities	\$ (67)	\$ 437

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

PINAL COUNTY
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2020
(Amounts expressed in thousands)

	Investment Trust Funds	Agency Funds
Assets		
Cash, cash equivalents and investments	\$ 304,887	\$ 9,927
Interest receivable	474	-
Total assets	305,361	9,927
Liabilities		
Deposits held for others	-	9,927
Total liabilities	-	\$ 9,927
Net Position		
Held in trust for investment trust participants	\$ 305,361	

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

PINAL COUNTY
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Investment Trust Funds
Additions:	
Contributions by participants	\$ 665,444
Investment earnings	6,248
Total additions	671,692
Deductions:	
Distributions to participants	587,046
Total deductions	587,046
Change in net position	84,646
Net position - July 1, 2019	220,715
Net position - June 30, 2020	\$ 305,361

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

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Note 1 - Summary of Significant Accounting Policies

Pinal County’s accounting policies conform to U.S. generally accepted accounting principles applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB).

A. Reporting Entity

The County is a general purpose local government that a separately elected board of supervisors governs. The accompanying financial statements present the activities of the County (the primary government) and its component units.

Component units are legally separate entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are so intertwined with the County that they are in substance part of the County’s operations. Therefore, data from these units is combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the County. Each blended component unit discussed below has a June 30 year-end. The County has no discretely presented component units.

The following table describes the County’s component units:

Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
Pinal County Flood Control District	A tax-levying district that provides flood control systems; the County’s Board of Supervisors serves as board of directors and County management has operational responsibility	Blended	Not available
Pinal County Library District	Provides and maintains library services for County’s residents; the County’s Board of Supervisors serves as board of directors and County management has operational responsibility	Blended	Not available
Various Street Lighting Districts	Operates and maintains street lighting in areas outside local city jurisdictions; the County’s Board of Supervisors serve as board of directors and County management has operational responsibility	Blended	Not available

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Component Unit	Description; Criteria for Inclusion	Reporting Method	For Separate Financial Statements
Desert Vista Sanitary District	Operates and maintains sanitation services in areas outside local city jurisdictions; the County's Board of Supervisors serves as board of directors and County management has operational responsibility	Blended	Not available
Queen Creek Domestic Water Improvement District	Formed to construct a domestic water system; the County's Board of Supervisors serves as board of directors and County management has operational responsibility	Blended	Not available
Pinal County Municipal Property Corporation (MPC)	Formed to finance the construction of the Apache Junction County Complex, Superior Court Judicial Facility, and the Sheriff's Administration Facility; the County's Board of Supervisors serves as board of directors	Blended	Not available
Central Arizona Public Facility Corporation	Formed to finance the construction of the Pinal County adult detention center	Blended	Not available
Public Health Services District	Provides and maintains health services for County's residents; the County's Board of Supervisors serves as board of directors and County management has operational responsibility	Blended	Not available

The Pinal County Municipal Property Corporation and the Central Arizona Public Facility Corporation were formed to finance various construction projects. Because the County's Board of Supervisors serves as the Board of Directors of each of these corporations, they are reported as blended component units of the County. These corporations issue certificates of participation that evidence undivided proportionate interests in rent payments to be made under a lease agreement, with an option to purchase, between Pinal County and the corporations. Since this debt is in substance the County's obligations, these liabilities and resulting assets are reported in the government-wide statement of net position.

The Public Health Services District was formed under A.R.S. §48-5802(C) as a taxing authority to provide health services to the growing population of Pinal County. The Public Health Services District is reported as a special revenue fund in the financial statements.

Related Organization

The Industrial Development Authority of Pinal County (Authority) is a legally separate entity that was created to promote economic development and the development of affordable housing. The Authority fulfills its function through the issuance of tax-exempt or taxable revenue bonds. The County Board of

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Supervisors appoints the Authority's Board of Directors. The Authority's operations are completely separate from the County and the County is not financially accountable for the Authority. Therefore, the financial activities of the Authority have not been included in the accompanying financial statements.

B. Basis of Presentation

The basic financial statements include both government-wide statements and fund financial statements. The government-wide statements focus on the County as a whole, while the fund financial statements focus on major funds. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the information's usefulness.

Government-wide statements—Provide information about the primary government (the County) and its component units. The statements include a statement of net position and a statement of activities. These statements report the overall government's financial activities, except for fiduciary activities. They also distinguish between the County's governmental and business-type activities and between the County and its discretely presented component units. Governmental activities generally are financed through taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees charged to external parties.

A statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and segment of its business-type activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The County does not allocate indirect expenses to programs or functions on a government-wide basis. Program revenues include:

- charges to customers or applicants for goods, services, or privileges provided;
- operating grants and contributions; and
- capital grants and contributions, including special assessments.

Revenues that are not classified as program revenues, including internally dedicated resources and all taxes the County levies or imposes, are reported as general revenues.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements to minimize the double counting of internal activities. However, charges for interfund services provided and used are not eliminated if the prices approximate their external exchange values.

Fund financial statements—Provide information about the County's funds, including fiduciary funds and blended component units. Separate statements are presented for the governmental, proprietary, and fiduciary fund categories. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Fiduciary funds are aggregated and reported by fund type.

Proprietary fund revenues and expenses are classified as either operating or nonoperating. Operating revenues and expenses generally result from transactions associated with the fund's principal activity. Accordingly, revenues, such as user charges, in which each party receives and gives up essentially equal values, are operating revenues. Other revenues, such as intergovernmental revenues, result from transactions in which the parties do not exchange equal values and are considered nonoperating revenues along with investment earnings and revenues ancillary activities generate. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. Other expenses, such as interest expense, are considered nonoperating expenses.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

The County reports the following major governmental funds:

The General Fund—is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Road Tax Districts Fund—accounts for monies from the Pinal County Transportation Excise Tax which is used to provide continued funding for the construction, reconstruction, maintenance, repair, and roadside development of county roads, streets and bridges.

The Coronavirus Relief Fund - accounts for monies received from the Arizona Governor's Office from CARES Act funding.

The Public Works Highway Fund—accounts for monies from Highway User Revenue Fund and Vehicle License Tax that are restricted for road maintenance and operations, pavement preservation, and fleet services.

The Development Impact Fee Fund—accounts for monies from development impact fees assessed on all new developments within the unincorporated areas of Pinal County. These funds are used for parks, public safety, and streets within the Impact Fee Area collected, as determined by a Pinal County development fee ordinance.

The Bond Funded Capital Projects Fund – accounts for bond monies used for financing capital facilities and capital projects related to highways and roads, and public safety projects.

The Debt Service Fund - accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Revenues are primarily from the investment earnings, debt proceeds and transfers in.

The County also reports the following fund types:

The internal service funds—account for the County's participation in the Arizona Metropolitan Trust for providing health insurance and other benefits to eligible County employees, elected officials and their respective eligible dependents and to account for automotive maintenance and operation of County vehicles.

The investment trust funds—account for pooled and nonpooled assets the County Treasurer holds and invests on behalf of County departments and other governmental entities.

The agency funds—account for assets the County holds as an agent for the State, various local governments and individuals, and for property taxes collected and distributed to the State, cities, local school districts, community college districts, and special districts.

C. Basis of Accounting

The government-wide, proprietary fund, and fiduciary fund financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. The agency funds are custodial in nature and do not have a measurement focus but utilize the accrual basis of accounting for reporting its assets and liabilities. Revenues are recorded when earned, and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are recognized as revenue in the year for which they are levied. Grants and donations are recognized as revenue as soon as all eligibility requirements the provider imposed have been met.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Under the terms of grant agreements, the County funds certain programs by a combination of grants and general revenues. Therefore, when program expenses are incurred, there are both restricted and unrestricted resources available to finance the program. The County applies grant resources to such programs before using general revenues.

Governmental funds in the fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after fiscal year-end. The County's major revenue sources that are susceptible to accrual are property taxes, sales taxes, licenses and permits, and intergovernmental revenues. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they are due and payable. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under capital lease agreements are reported as other financing sources.

D. Cash and Investments

For the statement of cash flows, the County's cash and cash equivalents are considered to be cash on hand, demand deposits, cash and investments held by the County Treasurer, investments in the State Treasurer's Local Government Investment Pool, and only those highly liquid investments with a maturity of 3 months or less when purchased.

Nonparticipating interest-earning investment contracts are stated at cost. Money market investments and participating interest-earning investment contracts with a remaining maturity of 1 year or less at the time of purchase are stated at amortized cost. All other investments are stated at fair value.

E. Inventories

Inventories in the government-wide financial statements are recorded as assets when purchased and expensed when consumed. These inventories are stated at cost using the first-in, first-out method.

The County accounts for its inventories in the governmental funds using the purchase method. Inventories of the governmental funds consist of expendable supplies held for consumption and are recorded as expenditures at the time of purchase. Amounts on hand at year-end are shown on the balance sheet as an asset for informational purposes only and as nonspendable fund balance to indicate that they do not constitute "available spendable resources". These inventories are stated at cost using the first-in, first-out method.

F. Property Tax Calendar

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

A lien assessed against real and personal property attaches on the first day of January preceding assessment and levy.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

G. Capital Assets

Capital assets are reported at actual cost (or estimated historical cost if historical records are not available). Donated assets are reported at acquisition value.

Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements and proprietary funds are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land	All	N/A	N/A
Buildings & improvements	\$ 25	Straight line	10-40 years
Machinery & equipment	\$ 5	Straight line	3-21 years
Intangibles - software	\$ 50	Straight line	10 or more years
Infrastructure	\$ 100	Straight line	20-50 years

The County currently has one network of infrastructure assets comprised of the County's roads and bridges.

H. Deferred Outflows and Inflows of Resources

The statement of net position and balance sheet include separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods that will be recognized as an expense or expenditure in future periods. Deferred inflows of resources represent an acquisition of net position or fund balance that applies to future periods and will be recognized as a revenue in future periods.

I. Postemployment Benefits

For purposes of measuring the net pension and other postemployment benefits (OPEB) assets and liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

J. Fund Balance Classifications

The governmental funds' fund balances are reported separately within classifications based on a hierarchy of the constraints placed on those resources' use. The classifications are based on the relative strength of the constraints that control how the specific amounts can be spent. The classifications are nonspendable, restricted, and unrestricted, which includes committed, assigned, and unassigned fund balance classifications.

The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form, such as inventories, or are legally or contractually required to be maintained intact. Restricted fund balances are those that have externally imposed restrictions on their usage by creditors such as through debt covenants, grantors, contributors, or laws and regulations.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

The unrestricted fund balance category is composed of committed, assigned, and unassigned resources. Committed fund balances are self-imposed limitations approved in a public meeting by the County's Board of Supervisors, which is the highest level of decision-making authority within the County. The constraints placed on committed fund balances can be removed or changed by only the Board in a public meeting. The formal action to commit fund balance for a particular purpose is by a resolution approved by the Board in a public meeting.

Assigned fund balances are resources constrained by the County's intent to be used for specific purposes, but that are neither restricted nor committed. The Board of Supervisors has authorized the County Manager, Elected Officials, and the Chief Financial Officer to make assignments of resources for a specific purpose by a resolution approved by the Board in a public meeting.

The unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not reported in the other classifications. Also, deficits in fund balances of the other governmental funds are reported as unassigned.

When an expenditure is incurred that can be paid from either restricted or unrestricted fund balances, it is the County's policy to use restricted fund balance first. It is the County's policy to use committed amounts first when disbursing unrestricted fund balances, followed by assigned amounts, and lastly unassigned amounts.

K. Investment Earnings

Investment earnings are composed of interest, dividends, and net changes in the fair value of applicable investments.

L. Compensated Absences

Compensated absences payable consists of vacation leave and a calculated amount of sick leave employees earned based on services already rendered.

Employees may accumulate up to 360 hours of vacation. Any vacation hours in excess of the maximum amount that are unused at December 31st roll over and are added to an employee's sick leave balance. Upon terminating employment, the County pays all unused and unforfeited vacation benefits to employees. Accordingly, vacation benefits are accrued as a liability in the government-wide and proprietary funds' financial statements. A liability for these amounts is reported in the governmental funds' financial statements only if they have matured, for example, as a result of employee resignations and retirements by fiscal year-end.

Employees may accumulate an unlimited number of sick leave hours. Generally, sick leave benefits provide for ordinary sick pay and are cumulative but employees forfeit them upon terminating employment. Because sick leave benefits do not vest with employees, a liability for sick leave benefits is not accrued in the financial statements. However, a certain percentage of sick leave can be converted to vacation leave upon retirement after an employee has worked 5 or more years for the County, and is accrued as a long-term liability.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Note 2 - Fund Balance Classifications of the Governmental Funds

The fund balance categories and classifications for governmental funds as of June 30, 2020, were as follows:

	Major Funds								Total
	General Fund	Road Tax Districts Fund	Coronavirus Relief Fund	Public Works Highway Fund	Development Impact Fee Fund	Bond Funded Capital Projects Fund	Debt Service Fund	Other Governmental Funds	
Fund balances:									
Nonspendable	\$ 250	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 117	\$ 367
Restricted for:									
Air pollution	-	-	-	-	-	-	-	804	804
Bridge construction	-	-	-	-	-	-	-	725	725
Other capital projects	-	-	-	-	-	53,947	-	894	54,841
Financial services	-	-	-	-	-	-	-	261	261
Flood control	-	-	-	-	-	-	-	5,217	5,217
Highways and streets	-	-	-	-	26,045	-	-	-	26,045
Housing rehabilitation	-	-	-	-	-	-	-	1,205	1,205
Judicial activities	-	-	-	-	-	-	-	3,252	3,252
Justice courts	-	-	-	-	-	-	-	747	747
Law enforcement	-	-	-	-	-	-	-	1,392	1,392
Library services	-	-	-	-	-	-	-	828	828
Parks and recreation	-	-	-	-	5,198	-	-	-	5,198
Probation	-	-	-	-	-	-	-	2,296	2,296
Prosecution	-	-	-	-	-	-	-	2,036	2,036
Public safety	-	-	-	-	4,014	-	-	-	4,014
Road maintenance/construct.	-	19,003	-	26,538	-	-	-	254	45,795
Other purposes	-	-	-	-	-	-	-	506	506
Total restricted	-	19,003	-	26,538	35,257	53,947	-	20,417	155,162
Committed to:									
Education	-	-	-	-	-	-	-	2,679	2,679
Public health	-	-	-	-	-	-	-	4,558	4,558
Prosecution	-	-	-	-	-	-	-	4	4
Judicial enhancements	-	-	-	-	-	-	-	2,491	2,491
Total committed	-	-	-	-	-	-	-	9,732	9,732
Assigned to:									
Highways and streets	-	-	-	-	-	-	-	5,477	5,477
Pinal animal care	-	-	-	-	-	-	-	193	193
Waste tire disposal	-	-	-	-	-	-	-	987	987
Other purposes	-	-	-	-	-	-	-	35	35
Other capital projects	-	-	-	-	-	-	-	1,249	1,249
Debt service	-	-	-	-	-	-	427	-	427
Total assigned	-	-	-	-	-	-	427	7,941	8,368
Unassigned	50,569	-	-	-	-	-	-	(1,746)	48,823
Total fund balances	\$ 50,819	\$ 19,003	\$ -	\$ 26,538	\$ 35,257	\$ 53,947	\$ 427	\$ 36,461	\$ 222,452

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Note 3 - Stabilization Arrangements

The Board of Supervisors established by resolution that the County General Fund maintain a Financial Stability Reserve at no less than 10% of the adopted General Fund expenditures to serve as financial protection for unforeseeable future economic circumstances. Any changes to the reserve must be approved by the Board of Supervisors in a public meeting. For the year ended June 30, 2020, the budgeted Stability Reserve was \$24,196, which is included in unassigned fund balance.

Note 4 – Deposits and Investments

Arizona Revised Statutes (A.R.S.) authorize the County to invest public monies in the State Treasurer's investment pool; obligations issued or guaranteed by the United States or any of the senior debt of its agencies, sponsored agencies, corporations, sponsored corporations, or instrumentalities; specified state and local government bonds, notes, and other evidences of indebtedness; interest-earning investments such as savings accounts, certificates of deposit, and repurchase agreements in eligible depositories; specified commercial paper issued by corporations organized and doing business in the United States; specified bonds, debentures, notes, and other evidences of indebtedness that are denominated in United States dollars; and certain open-end and closed-end mutual funds, including exchange traded funds. In addition, the County Treasurer may invest trust funds in certain fixed income securities of corporations doing business in the United States or District of Columbia.

Credit risk - Statutes have the following requirements for credit risk:

1. Commercial paper must be of prime quality and be rated within the top two ratings by a nationally recognized rating agency.
2. Specified bonds, debentures, notes, and other evidences of indebtedness that are denominated in United States dollars must be rated "A" or better at the time of purchase by at least two nationally recognized rating agencies.
3. Fixed income securities must carry one of the two highest ratings by Moody's investors' service and Standard and Poor's rating service. If only one of the above-mentioned services rates the security, it must carry the highest rating of that service.

Custodial credit risk - Statutes require pooled collateral program for public deposits and a Statewide Collateral Pool Administrator (Administrator) in the State Treasurer's Office. The purpose of the pooled collateral program is to ensure that governmental entities' public deposits placed in participating depositories are secured with collateral of 102 percent of the public deposits, less any applicable deposit insurance. An eligible depository may not retain or accept any public deposits unless it has deposited the required collateral with a qualified escrow agent or the Administrator. The Administrator manages the pooled collateral program, including reporting on each depository's compliance with the program.

Concentration of credit risk - Statutes do not include any requirements for concentration of credit risk.

Interest rate risk - Statutes require that public monies invested in securities and deposits have a maximum maturity of 5 years. The maximum maturity for investments in repurchase agreements is 180 days.

Foreign currency risk - Statutes do not allow foreign investments unless the investment is denominated in United States dollars.

Deposits—At June 30, 2020, the carrying amount of the County's deposits was \$95,102 and the bank balance was \$111,051. The County's policy states that the County Treasurer will conform with Arizona Revised Statutes related to custodial credit risk.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Investments—The County's investments at June 30, 2020, categorized within the fair value hierarchy established by generally accepted accounting principles, were as follows:

	Amount	Fair value measurement using		
		Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Investments by fair value level				
U.S. Treasury Securities	\$ 15,152	\$ 15,152	\$ -	\$ -
U.S. Agency Securities	222,419	-	222,419	-
Corporate bonds	15,064	-	15,064	-
Pooled CDs	2,269	-	2,269	-
CD held by Treasurer	52	-	52	-
Total investments at fair value	254,956	15,152	239,804	-
External investment pools measured at fair value				
State Treasurer's investment pools	416			
Total investments measured at fair value	255,372			
Investments measured at amortized cost				
Money Market Funds	205,000			
Total investments measured at amortized cost	205,000			
Total investments	\$ 460,372			

The investments categorized as Level 1 of the fair value hierarchy are valued from market sources and integrate relative credit information, observed market movements, and sector news into the evaluated pricing applications and models. The investments categorized as Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Investments in the State Treasurer's investment pools are valued at the pool's share price multiplied by the number of shares the County held. The fair value of a participant's position in the pools approximates the value of that participant's pool shares; the participant's shares are not identified with specific investments. The State Board of Investment provides oversight for the State Treasurer's investment pools.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Credit Risk—The County’s credit risk policy states that the County will minimize credit risk, the risk of loss due to the failure of the security issuer or backer, by limiting investments to those of the highest credit quality, pre-qualifying the financial institutions, brokers/dealers, intermediaries, and advisors with which the County Treasurer will do business and by diversifying the investment portfolio so that potential losses on individual securities will be minimized. At June 30, 2020, credit risk for the County’s investments was as follows:

<u>Investment Type</u>	<u>Rating</u>	<u>Rating agency</u>	<u>Amount</u>
U.S. Agency Securities	AA+	S&P	\$ 222,419
U.S. Treasury	NR	Not Applicable	15,152
Corporate Bonds	A3	Moody's	8,030
Corporate Bonds	A2	Moody's	5,011
Corporate Bonds	AA	Moody's	2,023
State Treasurer's Investment Pool 7	NR	Not Applicable	416
Money Market	NR	Not Applicable	205,000
CD Held by Treasurer	NR	Not Applicable	52
Pooled CDs	NR	Not Applicable	2,269
			\$ 460,372

Custodial credit risk—For an investment, custodial credit risk is the risk that, in the event of the counterparty’s failure, the County will not be able to recover the value of its investments or collateral securities that are in an outside party’s possession. The County’s policy states that the County Treasurer will conform with Arizona Revised Statutes, which currently does not address custodial credit risk for investments.

Concentration of credit risk—The County’s investment policy states that the County Treasurer will diversify its investments by security type and institution when practical and feasible to do so. The County Treasurer will limit investments to avoid over-concentration in securities from a specific issuer or business sector (excluding U.S. Treasury Securities), and will invest in securities with varying maturities. The County had investments at June 30, 2020, of 5 percent or more in the Federal Farm Credit Bank, the Federal Home Loan Mortgage Corporation, the Federal National Mortgage Association, and the Federal Agricultural Mortgage Corporation. These investments were 12.0 percent, 15.6 percent, 8.6 percent, and 7.8 percent, respectively, of the County’s total investments.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Interest rate risk—The County's investment policy states that the County Treasurer will minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in shorter term securities. At June 30, 2020, the County had the following investments in debt securities.

Investment Type	Investment Maturities		
	Amount	Less than 1 Year	1-5 Years
U.S. Agency Securities	\$ 222,419	\$ 20,064	\$ 202,355
U.S. Treasury Securities	15,152	10,059	5,093
Corporate Bonds	15,064	7,002	8,062
State Treasurer's Investment Pool 7	416	416	-
Money Market	205,000	205,000	-
CD Held by Treasurer	52	52	-
Pooled CDs	2,269	998	1,271
	<u>\$ 460,372</u>	<u>\$ 243,591</u>	<u>\$ 216,781</u>

Foreign currency risk—The County does not have a formal investment policy with respect to foreign currency risk because State statutes do not allow foreign investments unless the investment is denominated in United States dollars.

A reconciliation of cash, deposits, and investments to amounts shown on the Statement of Net Position follows:

<u>Cash, deposits and investments</u>	
Cash on hand	\$ 16
Amount of deposits	95,102
Amount of investments	460,372
Total	<u>\$ 555,490</u>

	Governmental Activities	Business-Type Activities	Investment Trust Funds	Agency Funds	Total
<u>Statement of Net Position:</u>					
Cash, cash equivalents and investments	\$ 172,238	\$ 743	\$ 304,887	\$ 9,927	\$ 487,795
Cash, cash equivalents and investments - restricted	851	-	-	-	851
Cash and investments held by trustees	66,844	-	-	-	66,844
Total	<u>\$ 239,933</u>	<u>\$ 743</u>	<u>\$ 304,887</u>	<u>\$ 9,927</u>	<u>\$ 555,490</u>

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Note 5 – Capital Assets

Capital asset activity for the year ended June 30, 2020 was as follows:

	Balance July 1, 2019, As Restated	Increases	Decreases	Balance June 30, 2020
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 233,762	\$ 2,372	\$ 21	\$ 236,113
Construction in progress	32,254	18,357	32,396	18,215
Total capital assets not being depreciated	266,016	20,729	32,417	254,328
Capital assets being depreciated:				
Buildings & improvements	190,056	5,593	945	194,704
Machinery & equipment	85,940	9,191	6,333	88,798
Intangible - software	22,728	88	-	22,816
Infrastructure	303,842	52,879	-	356,721
Total capital assets being depreciated	602,566	67,751	7,278	663,039
Less accumulated depreciation for:				
Buildings & improvements	88,810	5,984	556	94,238
Machinery & equipment	66,497	7,387	6,295	67,589
Intangible - software	3,838	2,263	-	6,101
Infrastructure	107,997	9,552	-	117,549
Total accumulated depreciation	267,142	25,186	6,851	285,477
Total capital assets being depreciated, net	335,424	42,565	427	377,562
Governmental activities capital assets, net	<u>\$ 601,440</u>	<u>\$ 63,294</u>	<u>\$ 32,844</u>	<u>\$ 631,890</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 282	\$ -	\$ -	\$ 282
Construction in progress	-	268	-	268
Total capital assets not being depreciated	282	268	-	550
Capital assets being depreciated:				
Buildings & improvements	572	-	-	572
Machinery & equipment	1,254	164	7	1,411
Infrastructure	7,372	-	-	7,372
Total capital assets being depreciated	9,198	164	7	9,355
Less accumulated depreciation for:				
Buildings & improvements	100	19	-	119
Machinery & equipment	1,022	108	7	1,123
Infrastructure	2,395	251	-	2,646
Total accumulated depreciation	3,517	378	7	3,888
Total capital assets being depreciated, net	5,681	(214)	-	5,467
Business-type activities capital assets, net	<u>\$ 5,963</u>	<u>\$ 54</u>	<u>\$ -</u>	<u>\$ 6,017</u>

The County restated the beginning balance in its governmental activities capital assets by \$4,573. See Note 15.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 6,985
Public safety	5,177
Highways and streets	12,274
Sanitation	60
Health	350
Welfare	328
Culture and recreation	12
Total governmental activities depreciation expense	<u>\$ 25,186</u>
Business-type activities:	
Sheriff Inmate Services	\$ 95
Airport Economic Development	283
Total business-type activities depreciation expense	<u>\$ 378</u>

Note 6 – Construction Commitments

Pinal County was engaged in multiple construction projects as of June 30, 2020. The following commitments with contractors are as follows:

Project	Spent-to-Date	Remaining Commitment
Development Services Building	\$ 884	\$ 167
Hunt Highway Phase IV / Flood Control	1,822	16
Dudleyville Community Center	514	72
Schnepf Road Auxiliary Lanes	584	44
Meridian Road Improvements	538	319
Ocotillo / Ironwood Drive Alignment	1,802	110
Oracle Maintenance Facility	1,544	8
Sunland Gin Road Reconstruction	233	366
Remaining Contractual Commitments	7,380	2,573

The remaining contractual commitments amount of \$2,573, includes design and/or studies of street construction and the maintenance of existing streets. The County intends to use Road Tax Districts, Public Works Highway, and Bond Funded Capital Projects Funds monies for its outstanding construction commitments.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Note 7 – Due from Other Governments

Of the \$18,411 reported as due from other governments in the General Fund at June 30, 2020, \$6,158 is for an intergovernmental agreement with the City of Apache Junction. The agreement was entered into by the County to share costs with the City of Apache Junction in the re-construction, re-design and improvement of Ironwood Drive within the corporate limits of the City of Apache Junction. An amendment to the original agreement specified an extension of the date of the first scheduled payment and the amount of future payments. This receivable is not expected to be collected within one year since under the terms of the amended agreement, payments are scheduled to commence in 2023. Accordingly, the amount has been reported as deferred inflow of resources in the General Fund. The remaining outstanding amounts are primarily due from taxes to be collected from the State of Arizona and other contractual obligations.

Note 8 – Long-Term Liabilities

The following schedule details the County's long-term liability and obligation activity for the year ended June 30, 2020:

	Balance July 1, 2019	Additions	Reductions	Balance June 30, 2020	Due within one year
Governmental activities:					
Bonds payable	\$ 174,690	\$ 56,330	\$ 9,495	\$ 221,525	\$ 9,860
Unamortized					
premium/discount	11,675	7,454	2,080	17,049	2,219
Note payable	487	-	487	-	-
Capital leases	664	-	217	447	207
Net OPEB liabilities	649	-	24	625	-
Net pension liabilities	211,945	8,247	-	220,192	-
Compensated absences	12,881	11,082	10,747	13,216	6,964
Estimated liabilities for claims and judgments	729	827	692	864	432
Landfill Post-Closure Liability	-	\$ 785	-	785	-
Total governmental activities long-term liabilities	<u>\$ 413,720</u>	<u>\$ 84,725</u>	<u>\$ 23,742</u>	<u>\$ 474,703</u>	<u>\$ 19,682</u>
Business-type activities:					
Net pension liabilities	\$ 343	\$ 29	\$ -	\$ 372	\$ -
Compensated absences	28	25	21	32	17
Total business-type activities long-term liabilities	<u>\$ 371</u>	<u>\$ 54</u>	<u>\$ 21</u>	<u>\$ 404</u>	<u>\$ 17</u>

Pledged Revenue Bonds Payable, Series 2010

On August 25, 2010, the County issued \$12,000 in Pledged Revenue Obligation Bonds, Series 2010, with an original issue discount of \$106. The net proceeds of \$11,700 (after payment of underwriting fees and other issuance costs) were used to pay for the construction of public health clinics in San Tan Valley, Arizona and the City of Maricopa, Arizona and will be used for renovation of Human Resources and Administrative office space. The bonds, which are callable on or after August 1, 2021, have interest rates ranging from 3.0% to 4.5%, payable semiannually on February 1 and August 1 of each year through 2035.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Pledged Revenue Refunding Bonds Payable, Series 2010

On August 25, 2010, the County issued \$18,380 in Pledged Revenue Refunding Obligation Bonds, Series 2010, with a premium of \$1,588. The net proceeds of \$19,720 (after payment of underwriting fees and other issuance costs) were deposited in an irrevocable trust to provide for the advance refunding of the Series 2001 Certificates of Participation that were callable on or after June 1, 2011. The Certificates of Participation were paid off December 1, 2011. The bonds, which are not subject to redemption prior to maturity, have interest rates ranging from 2.5% to 5.0%, payable semiannually on February 1 and August 1 of each year through 2020.

The County has pledged a portion of the Pinal County General Excise Tax Revenues and a portion of the State Shared Revenues to repay both of the Series 2010 bond issuances. Total principal and interest payments remaining on the bonds are \$14,827 payable through August 2035. State shared revenues have averaged \$35.4 million per year over the last 5 years, whereas, Excise Taxes Revenues have averaged \$16.8 million per year over the last 5 years. For the current year, state shared sales and excise revenues recognized by the County were \$40,458 and \$20,121, respectively. In the current year, the principal and interest payments were \$2,315 and \$180, respectively.

Pledged Revenue Bonds Payable, Series 2014

On December 17, 2014, the County issued \$52,700 in Pledged Revenue Obligation Bonds, Series 2014, with a premium of \$6,768. The net proceeds of \$59,004 (after payment of underwriting fees and other issuance costs) will be used to pay for improvements to certain highways and streets, upgrades to public safety radio and appurtenances, and for construction/improvements to court buildings. The bonds, which are not subject to redemption prior to maturity, have interest rates ranging from 2.0% to 5.0%, payable semiannually on February 1 and August 1 of each year through 2034.

Pledged Revenue Refunding Bonds Payable, Series 2014

On December 17, 2014, the County issued \$40,310 in Pledged Revenue Refunding Obligation Bonds, Series 2014, with a premium of \$6,473. The net proceeds after payment of underwriting fees and other issuance costs were deposited in an irrevocable trust to provide for the in-substance defeasance of the Greater Arizona Development Authority (GADA) Loan 2006-1 held with trustee until the loan's early redemption date of August 2016. The loan was paid off August 1, 2016. The bonds, which are not subject to redemption prior to maturity, have interest rates ranging from 2.0% to 5.0%, payable semiannually on February 1 and August 1 of each year through 2025.

The County has pledged a portion of the Pinal County General Excise Tax Revenues, a portion of the State Shared Revenues, and Vehicle License Tax Revenues to repay both of the Series 2014 bond issuances. Total principal and interest payments remaining on the bonds are \$103,990 payable through 2034. State shared revenues have averaged \$35.4 million per year over the last 5 years, whereas, Excise Taxes Revenues have averaged \$16.8 million per year over the last 5 years, and Vehicle License Tax Revenues have averaged \$19.8 million per year over the last 5 years. For the current year, state shared sales and excise revenues recognized by the County were \$40,458 and \$20,121, respectively, and vehicle license tax revenues recognized by the County were \$21,920. In the current year, principal and interest payments were \$3,720 and \$1,307, respectively.

Pledged Revenue Refunding Bonds Payable, Tax-Exempt, Series 2015A

On May 13, 2015, the County issued \$39,075 in Pledged Revenue Refunding Obligation Bonds, Tax-Exempt, Series 2015A, with a premium of \$6,390. The net proceeds of \$44,845 (after payment of underwriting fees and other issuance costs) were deposited in an irrevocable trust to provide for the refunding of the Series 2004 Certificates of Participation. The Certificates of Participation were paid off

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

May 13, 2015. The bonds are not subject to redemption prior to maturity, have interest rates ranging from 3.125% to 5%, payable semiannually on February 1 and August 1 of each year through 2029.

The County has pledged a portion of the Pinal County General Excise Tax Revenues, a portion of the State Shared Revenues, and Vehicle License Tax Revenues to repay the Series 2015 bond issuances. The Series 2015B bonds were paid off during the fiscal year. Total principal and interest payments remaining on the bonds are \$46,272 payable through 2030. State shared revenues have averaged \$35.4 million per year over the last 5 years, whereas, Excise Taxes Revenues have averaged \$16.8 million per year over the last 5 years, and Vehicle License Tax Revenues have averaged \$19.8 million per year over the last 5 years. For the current year, state shared sales and excise revenues recognized by the County were \$40,458 and \$20,121, respectively, and vehicle license tax revenues recognized by the County were \$21,920. In the current year, the principal and interest payments were \$2,115 and \$1,776, respectively.

Pledged Revenue Bonds Payable, Qualified Tax-Exempt, Series 2018

On August 9, 2018, the County issued \$7,360 in Pledged Revenue Obligations Bonds, Series 2018 with a premium of \$426. The net proceeds of \$7,500 (after payment of underwriting fees and other issuance costs) will be used to pay for the construction of new facilities and enhancement of existing County facilities to accommodate the re-districting and consolidation of the Pinal County Justice of the Peace precincts from eight to six. The bonds, which are not subject to redemption prior to maturity, have interest rates ranging from 3.0% to 4.0%, payable semiannually on February 1 and August 1 of each year through 2037.

Pledged Revenue Bonds Payable, Taxable, Series 2018

On December 12, 2018, the County issued \$31,010 in Pledged Revenue Obligations Bonds, Series 2018. The net proceeds of \$29,940 (after payment of underwriting fees and other issuance costs) were used to acquire approximately 496 acres of real property located in the City of Casa Grande, Pinal County, Arizona. The County acquired the property for economic development purposes and has entered into a lease-purchase agreement with Lucid Motors USA Inc. in connection with the development of facilities on the property to be used for automobile manufacturing, assembling, testing and related uses. The bonds, which may be subject to redemption prior to maturity, have interest rates ranging from 3.47% to 4.97%, payable semiannually on February 1 and August 1 of each year through 2048.

The County has pledged a portion of the Pinal County General Excise Tax Revenues, a portion of the State Shared Revenues, and Vehicle License Tax Revenues to repay both of the Series 2018 bond issuances. Total principal and interest payments remaining on the bonds are \$58,636 payable through 2049. State shared revenues have averaged \$35.4 million per year over the last 5 years, whereas, Excise Taxes Revenues have averaged \$16.8 million per year over the last 5 years, and Vehicle License Tax Revenues have averaged \$19.8 million per year over the last 5 years. For the current year, state shared sales and excise revenues recognized by the County were \$40,458 and \$20,121, respectively, and vehicle license tax revenues recognized by the County were \$21,920. In the current year, the interest payments were \$1,616.

Pledged Revenue Bonds Payable, Taxable, Series 2019

On September 26, 2019, the County issued \$56,330 in Pledged Revenue Obligations Bonds, Series 2019, with a premium of \$7,454. The net proceeds of \$63,000 (after payment of underwriting fees and other issuance costs) were used for a County complex located in San Tan Valley, a County complex located in the City of Maricopa, the addition of a new building located in the County Complex in Florence, and the addition of a new building located in the County Justice Complex in Florence. The

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

bonds, which may be subject to redemption prior to maturity, have interest rates ranging from 3.0% to 5.0%, payable semiannually on February 1 and August 1 of each year through 2043.

The County has pledged a portion of the Pinal County General Excise Tax Revenues, a portion of the State Shared Revenues, and Vehicle License Tax Revenues to repay the Series 2019 bond issuance. Total principal and interest payments remaining on the bonds are \$91,067 payable through 2044. State shared revenues have averaged \$35.4 million per year over the last 5 years, whereas, Excise Taxes Revenues have averaged \$16.8 million per year over the last 5 years, and Vehicle License Tax Revenues have averaged \$19.8 million per year over the last 5 years. For the current year, state shared sales and excise revenues recognized by the County were \$40,458 and \$20,121, respectively, and vehicle license tax revenues recognized by the County were \$21,920. In the current year, the interest payments were \$768.

Bonds outstanding at June 30, 2020, were as follows:

<u>Description</u>	<u>Original Amount</u>	<u>Maturity Ranges</u>	<u>Interest Rates</u>	<u>Outstanding Principal</u>
Pledged Revenue Obligations, Series 2010	\$ 12,000	2017-2036	3.0% to 4.5%	\$ 8,880
Pledged Revenue Refunding Obligations, Series 2010	\$ 18,380	2017-2021	2.5% to 5.0%	2,435
Pledged Revenue Obligations, Series 2014	\$ 52,700	2022-2035	2.0% to 5.0%	52,700
Pledged Revenue Refunding Obligations, Series 2014	\$ 40,310	2017-2026	2.0% to 5.0%	26,130
Pledged Revenue Refunding Obligations, Tax-Exempt Series 2015A	\$ 39,075	2020-2030	3.125 to 5.0%	36,960
Pledged Revenue Obligations, Tax-Exempt Series 2018	\$ 7,360	2019-2038	3.00% to 4.00%	7,080
Pledged Revenue Obligations, Taxable Series 2018	\$ 31,010	2023-2049	3.47% to 4.97%	31,010
Pledged Revenue Obligations, Taxable Series 2019	\$ 56,330	2019-2044	3.00% to 5.00%	56,330
				<u>\$ 221,525</u>

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

The following schedule details debt service requirements to maturity for the County's bonds payable at June 30, 2020:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2021	\$ 9,860	\$ 9,672
2022	10,570	9,172
2023	11,100	8,684
2024	12,230	8,160
2025	12,835	7,552
2026-2030	60,400	28,893
2031-2035	45,845	16,964
2036-2040	24,610	9,165
2041-2045	26,570	4,302
2046-2049	7,505	769
Total	<u>\$ 221,525</u>	<u>\$ 103,333</u>

Note payable

The Housing Department had a note payable to the Arizona Department of Housing of \$487. The note was secured by the land and buildings under signed Deeds of Trust. The note payable reached maturity as of September 30, 2019 and therefore has been forgiven in accordance with the loan agreement.

Capital Leases

The County has acquired copier equipment under the provisions of various long-term lease agreements classified as capital leases for accounting purposes because they provide for a transfer of ownership by the end of the lease term. The assets acquired did not meet the County's capitalization thresholds.

The following schedule details debt service requirements to maturity for the County's capital lease payable at June 30, 2020.

Year Ending June 30,	Principal	Interest
2021	\$ 207	\$ 18
2022	181	8
2023	58	2
2024	1	-
	<u>\$ 447</u>	<u>\$ 28</u>

Landfill closure and post closure care costs

In April 2020, the County terminated its contract with an outside agency that was providing operations for its solid waste facility. The County is now responsible for the landfill closure and post closure care costs for the Dudleyville Landfill. As such, the County has estimated these costs to be \$785 as of June 30, 2020 and has recorded a liability in the government-wide statements.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Compensated absences and claims and judgments

Compensated absences are paid from various funds in the same proportion that those funds pay payroll costs. Claims and judgments are generally paid from the fund that accounts for the activity that gave rise to the claim.

During fiscal year 2020, the County paid for governmental-type activity compensated absences as follows: 73 percent from the General Fund, 9 percent from the Public Works Highway Fund, and 18 percent from other governmental funds. The County paid for claims and judgments from the General Fund.

Note 9 – Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the County joined and is covered by two public entity risk pools: the Arizona Counties Property and Casualty Pool and the Arizona Counties Workers' Compensation Pool, which are described below. Settled claims have not exceeded coverage provided in any of the past 3 fiscal years.

The Arizona Counties Property and Casualty Pool is a public entity risk pool currently composed of 13 member counties. The pool provides member counties catastrophic loss coverage for risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; cyber security; and natural disasters; and provides risk management services. Such coverage includes all defense costs as well as the amount of any judgment or settlement. The County is responsible for paying a premium based on its exposure in relation to the exposure of the other participants, and a deductible of \$10 per occurrence for property claims and \$50 per occurrence for liability claims. The County is also responsible for any payments in excess of the maximum coverage of \$300 million per occurrence for property claims and \$15 million per occurrence for liability claims. However, lower limits apply to certain categories of losses. A county must participate in the pool at least 3 years after becoming a member; however, it may withdraw after the initial 3-year period. If the pool were to become insolvent, the County would be assessed an additional contribution.

The Arizona Counties Workers' Compensation Pool is a public entity risk pool currently composed of 12 member counties. The pool provides member counties with workers' compensation coverage, as law requires, and risk-management services. The County is responsible for paying a premium, based on an experience-rating formula that allocates pool expenditures and liabilities among the members.

The Arizona Counties Property and Casualty Pool and the Arizona Counties Workers' Compensation Pool receive independent audits annually and an audit by the Arizona Department of Insurance every 5 years. Both pools accrue liabilities for losses that have been incurred but not reported. These liabilities are determined annually based on an independent actuarial valuation.

As provided by A.R.S. §23-750, the State, its political subdivisions, and any instrumentality, agency, or board of the State or political subdivision have two options for satisfying unemployment compensation obligations: 1) direct quarterly payments to the unemployment fund administered by the Arizona Department of Economic Security (ADES) based on a computed contribution rate assigned to the employer by ADES or 2) the government may elect to be liable for any unemployment compensation obligations. Pinal County has elected to be responsible for its unemployment obligations. The County does not accumulate and reserve monies for its workforce.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Note 10 – Pensions and Other Post-Employment Benefits

The County contributes to the Arizona State Retirement System (ASRS), the Corrections Officer Retirement Plan – Detention Officers (CORP Detention), the Corrections Officer Retirement Plan - Dispatchers (CORP Dispatchers), the Corrections Officer Retirement Plan - Administrative Office of the Courts (CORP AOC), the Public Safety Personnel Retirement System - Pinal County Sheriff (PSPRS), and the Elected Officials Retirement Plan (EORP). The plans are component units of the State of Arizona.

At June 30, 2020, the County reported the following aggregate amounts related to pensions and other postemployment benefits (OPEB) for all plans to which it contributes:

<u>Statement of Net Position and Statement of Activities</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Net OPEB asset	\$ 1,913	\$ -	\$ 1,913
Net OPEB liability	625	-	625
Net pension liability	220,192	372	220,564
Deferred outflows of resources related to OPEB	1,152	-	1,152
Deferred outflows of resources related to pensions	49,264	50	49,314
Deferred inflows of resources related to OPEB	1,266	-	1,266
Deferred inflows of resources related to pensions	20,076	43	20,119
OPEB expense (revenue)	(9)	-	(9)
Pension expense (revenue)	19,838	72	19,910

The County's accrued payroll and employee benefits includes \$1,296 of outstanding pension contribution amounts payable to all pension plans for the year ended June 30, 2020. Also, the County reported \$20,320 of pension contributions and \$454 OPEB contributions as expenditures in the governmental funds related to all pension and OPEB plans to which it contributes.

The ASRS, CORP Detention, CORP Dispatchers, CORP AOC, PSPRS – Pinal County Sheriff, and EORP pension plans are described below. The OPEB plans are not described due to their relative insignificance to the County's financial statements.

A. Arizona State Retirement System

Plan description – County employees not covered by other pension plans described below participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 2. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its website at www.azasrs.gov.

Benefits provided – The ASRS provides retirement and survivor benefits. State statute establishes benefit terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit, as follows:

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

<u>ASRS</u>	Retirement	
	Initial membership date:	
	<u>Before July 1, 2011</u>	<u>On or after July 1, 2011</u>
Years of service and age required to receive benefit	Sum of years and age equal 80 10 years, age 62 5 years, age 50* any years, age 65	30 years, age 55 25 years, age 60 10 years, age 62 5 years, age 50* any years, age 65
Final average salary is based on	Highest 36 consecutive months of last 120 months	Highest 60 consecutive months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

*With actuarially reduced benefits

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earnings. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the retirement benefit option chosen determines the survivor benefit. For all other members, the beneficiary is entitled to the member's account balance that includes all of the member's contributions and employer's contributions, plus interest earned.

Contributions – In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2020, statute required active ASRS members to contribute at the actuarially determined rate of 11.94 percent for retirement of the members' annual covered payroll, and statute required the County to contribute at the actuarially determined rate of 11.45 percent for retirement of the active members' annual covered payroll.

In addition, the County was required by statute to contribute at the actuarially determined rate of 10.29 percent for retirement of annual covered payroll of retired members who worked for the County in positions that an employee who contributes to the ASRS would typically fill. The County's contributions to the pension plan for the year ended June 30, 2020, were \$8,759.

During fiscal year 2020, the County paid for ASRS pension contributions as follows: 67 percent from the General Fund, 12 percent from major funds, and 21 percent from other funds.

Liability – At June 30, 2020, the County reported the following liability for its proportionate share of the ASRS' net pension liability.

<u>ASRS</u>	<u>Net Pension Liability</u>
Pension	\$ 98,950

The net pension liability was measured as of June 30, 2019. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2018, to the measurement date of June 30, 2019.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

The County's proportion of the net liability was based on the actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2019. The County's proportion measured as of June 30, 2019, and the change from its proportions measured as of June 30, 2018, were:

<u>ASRS</u>	<u>Proportion June 30, 2019</u>	<u>Increase (decrease) from June 30, 2018</u>
Pension	0.6513%	(0.0507)%

Expense – For the year ended June 30, 2020, the County recognized the following pension expense.

<u>ASRS</u>	<u>Pension Expense</u>
Pension	\$ 10,128

Deferred outflows/inflows of resources – At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to ASRS pensions from the following sources:

<u>ASRS</u>	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Differences between expected and actual experience	\$ 1,787	\$ 19
Changes of assumptions or other inputs	419	3,940
Net difference between projected and actual earnings on pension plan investments	-	2,224
Changes in proportion and differences between county contributions and proportionate share of contributions	4,586	5,086
County contributions subsequent to the measurement date	<u>8,759</u>	<u>-</u>
Total	<u>\$ 15,551</u>	<u>\$ 11,269</u>

The \$8,759 reported as deferred outflows of resources related to ASRS pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as expenses as follows:

<u>Year Ending June 30</u>	<u>Amount</u>
2021	\$ (693)
2022	(3,952)
2023	(427)
2024	595

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Actuarial Assumptions – The significant actuarial assumptions used to measure the total pension liability are as follows:

	<u>ASRS</u>
Actuarial valuation date	June 30, 2018
Actuarial roll forward date	June 30, 2019
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Projected salary increases	2.7-7.2%
Inflation	2.3%
Permanent benefit increase	Included
Mortality rates	2017 SRA Scale U-MP

Actuarial assumptions used in the June 30, 2018, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

The long-term expected rate of return on ASRS pension plan investments was determined to be 7.5 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>ASRS</u>	<u>Target</u>	<u>Long-term expected</u>
<u>Asset Class</u>	<u>Allocation</u>	<u>geometric real rate of return</u>
Equity	50%	6.09%
Credit	20%	5.36%
Interest Rate Sensitive Bonds	10%	1.62%
Real estate	20%	5.85%
Total	100%	

Discount Rate – The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County’s proportionate share of the ASRS net pension liability to changes in the discount rate – The following table presents the County’s proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5 percent) or 1 percentage point higher (8.5 percent) than the current rate:

<u>ASRS</u>	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
	<u>(6.5)%</u>	<u>Discount Rate</u>	<u>(8.5)%</u>
	<u>(6.5)%</u>	<u>(7.5)%</u>	<u>(8.5)%</u>
County's proportionate share of the net pension liability	\$ 140,830	\$ 98,950	\$ 63,951

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Pension plan fiduciary net position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued ASRS financial report.

B. Public Safety Personnel Retirement System and Corrections Officer Retirement Plan

Plan descriptions – County sheriff employees who are regularly assigned hazardous duty participate in the Public Safety Personnel Retirement System (PSPRS) or employees who became members on or after July 1, 2017, may participate in the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The PSPRS administers an agent multiple-employer defined benefit pension plan. A nine-member board known as the Board of Trustees and the participating local boards govern the PSPRS according to the provisions of A.R.S. Title 38, Chapter 5, Article 4. Employees who were PSPRS members before July 1, 2017, participate in the agent plans, and those who became PSPRS members on or after July 1, 2017, participate in the cost-sharing plans (PSPRS Tier 3 Risk Pool) which are not further disclosed because of their relative insignificance to the County’s financial statements.

County detention officers, county dispatchers, and Administrative Office of the Courts (AOC) probation, surveillance, and juvenile detention officers participate in the Corrections Officer Retirement Plan (CORP) or the Public Safety Personnel Defined Contribution Retirement Plan (PSPDCRP). The CORP administers an agent multiple-employer defined benefit pension plan for county detention officers and county dispatchers (agent plans), which were closed to new members as of July 1, 2018, and a cost-sharing multiple-employer defined benefit pension plan for AOC officers (cost-sharing plan). Employees who were CORP members before July 1, 2018, participate in CORP, and AOC Probation and surveillance officers who became members on or after July 1, 2018, participate in CORP or PSPDCRP. Detention officers, County dispatchers, and juvenile detention officers who became members on or after July 1, 2018, participate in PSPDCRP. The PSPRS Board of Trustees and the participating local boards govern CORP according to the provisions of A.R.S. Title 38, Chapter 5, Article 6.

The PSPRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPRS and CORP plans. The report is available on the PSPRS website at www.psprs.com.

Benefits provided – The PSPRS and CORP provide retirement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

PSPRS

	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012 and before July 1, 2017
Retirement and disability		
Years of service and age required to receive benefit	20 years of service, any age 15 years of service, age 62	25 years of service or 15 years of credited service, age 52.5
Final average salary is based on	Highest 36 consecutive months of last 20 years	Highest 60 consecutive months of last 20 years
Benefit percent		
Normal Retirement	50% less 2.0% for each year of credited service less than 20 years OR plus 2.0% to 2.5% for each year of credited service over 20 years, not to exceed 80%	1.5% to 2.5% per year of credited service, not to exceed 80%
Accidental Disability Retirement	50% or normal retirement, whichever is greater	
Catastrophic Disability Retirement	90% for the first 60 months then reduced to either 62.5% or normal retirement, whichever is greater	
Ordinary Disability Retirement	Normal retirement calculated with actual years of credited service or 20 years of credited service, whichever is greater, multiplied by years of credited service (not to exceed 20 years) divided by 20	
Survivor Benefit		
Retired Members	80% to 100% of retired member's pension benefit	
Active Members	80% to 100% of accidental disability retirement benefit or 100% of average monthly compensation if death was the result of injuries received on the job	

CORP

	Initial membership date:		
	Before January 1, 2012	On or after January 1, 2012 and before July 1, 2018	AOC probation and surveillance officers: On or after July 1, 2018
Retirement and disability			
Years of service and age required to receive benefit	Sum of years and age equals 80 25 years, any age (dispatchers) 20 years, any age (all others) 10 years, age 62	25 years, age 52.5 10 years, age 62	10 years, age 52.5* 10 or more years, age 55
Final average salary is based on	Highest 36 consecutive months of last 10 years	Highest 60 consecutive months of last 10 years	
Benefit percent			
Normal Retirement	2.0% to 2.5% per year of credited service, not to exceed 80%	2.5% per year of credited service, not to exceed 80%	1.25% to 2.25% per year of credited service, not to exceed 80%

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

CORP (continued)	Initial membership date:		
	Before January 1, 2012	On or after January 1, 2012 and before July 1, 2018	AOC probation and surveillance officers: On or after July 1, 2018
Accidental disability retirement	50% or normal retirement if more than 20 years of credited service		50% or normal retirement if more than 25 years of credited service
Total and permanent disability retirement	50% or normal retirement if more than 25 years of credited service		
Ordinary disability retirement	2.5% per year of credited service		
Survivor Benefit			
Retired Members	80% of retired member's pension benefit		
Active Members	40% of average monthly compensation or 100% of average monthly compensation if death was the result of injuries on the job. If there is no surviving spouse or eligible children, the beneficiary is entitled to 2 times the member's contributions		

*With actuarially reduced benefits.

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. PSPRS also provides temporary disability benefits of 50 percent of the member's compensation for up to 12 months.

Employees covered by benefit terms – At June 30, 2020, the following employees were covered by the agent pension plans' benefit terms:

<u>Employee Status</u>	<u>PSPRS Sheriff</u>	<u>CORP Detention</u>	<u>CORP Dispatchers</u>
Inactive employees or beneficiaries currently receiving benefits	114	43	3
Inactive employees entitled to but not yet receiving benefits	26	30	9
Active employees	184	144	6
Total	324	217	18

Contributions – State statutes establish the pension contribution requirements for active PSPRS and CORP employees. In accordance with state statutes, annual actuarial valuations determine employer contribution requirements for PSPRS and CORP pension benefits. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. Contributions rates for the year ended June 30, 2020, are indicated below. Rates are a percentage of active members' annual covered payroll.

	<u>Active member-pension</u>	<u>County-pension</u>
PSPRS Sheriff	7.65% - 11.65%	42.34%
CORP Detention	8.41%	20.36%
CORP Dispatchers	7.96%	30.33%
CORP AOC	8.41%	30.71%

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

In addition, statute required the County to contribute at the actuarially determined rate indicated below of annual covered payroll of retired members who worked for the County in positions that an employee who contributes to the PSPRS or CORP would typically fill and employees participating in the PSPRS Tier 3 Risk Pool and PSPDCRP members in addition to the County's required contributions to the PSPRS Tier 3 Risk Pool and PSPDCRP.

	<u>Pension</u>
PSPRS Sheriff	30.00%
CORP Detention	12.07%
CORP Dispatchers	23.40%
CORP AOC	22.96%

The County's contributions to the plans for the year ended June 30, 2020, were:

	<u>Pension</u>
PSPRS Sheriff	\$ 6,422
CORP Detention	1,467
CORP Dispatchers	98
CORP AOC	2,117

During fiscal year 2020, the County paid for PSPRS and CORP pension contributions as follows: 86 percent from the General Fund and 14 percent from other non-major funds.

Liability – At June 30, 2020, the County reported the following net pension liabilities:

	<u>Net Pension Liability</u>
PSPRS Sheriff	\$ 61,093
CORP Detention	15,248
CORP Dispatchers	1,446
CORP AOC (County's proportionate share)	21,947

The net pension liabilities were measured as of June 30, 2019, and the total liability used to calculate the net liability was determined by an actuarial valuation as of that date. The total liabilities as of June 30, 2019, reflect changes of actuarial assumptions to decrease the investment rate of return from 7.4 to 7.3 percent and update the mortality rates.

Actuarial assumptions– The significant actuarial assumptions used to measure the total pension liability are as follows:

<u>PSPRS and CORP – Pension</u>	
Actuarial valuation date	June 30, 2019
Actuarial cost method	Entry age normal
Investment rate of return	7.3%
Wage inflation	3.5%
Price inflation	2.5%
Cost-of-living adjustment	1.75%
Mortality rates	PubS-2010 tables

Actuarial assumptions used in the June 30, 2019, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

The long-term expected rate of return on PSPRS and CORP plan investments was determined to be 7.3 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>PSPRS and CORP</u>		
<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term expected geometric real rate of return</u>
Short term investments	2%	0.25%
Risk parity	4%	4.01%
Fixed income	5%	3.00%
Real assets	9%	6.75%
GTS	12%	4.01%
Private credit	16%	5.36%
Real estate	10%	4.50%
Private equity	12%	8.40%
Non-U.S. equity	14%	5.00%
U.S. equity	16%	4.75%
Total	<u>100%</u>	

Discount rates - At June 30, 2019, the discount rate used to measure the PSPRS and CORP total pension liabilities was 7.3 percent, which was a decrease of 0.1 from the discount rate used as of June 30, 2018. The projection of cash flows used to determine the discount rates assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the actuarial determined contribution rate and the member rate. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Changes in the net pension liability:

<u>PSPRS - Sheriff</u>	<u>Pension Increase (decrease)</u>		
	<u>Total pension liability</u>	<u>Plan fiduciary net pension</u>	<u>Net pension liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) – (b)</u>
Balances at June 30, 2019	\$ 111,438	\$ 53,420	\$ 58,018
Changes for the year:			
Service cost	2,915	-	2,915
Interest on the total liability	8,266	-	8,266
Differences between expected and actual experience in the measurement of the liability	(1,506)	-	(1,506)
Changes of assumptions or other inputs	2,951	-	2,951
Contributions – employer	-	5,495	(5,495)
Contributions – employee	-	1,220	(1,220)
Net investment income	-	2,905	(2,905)
Benefit payments, including refunds of employee contributions	(5,289)	(5,289)	-
Administrative expenses	-	(52)	52
Other changes	-	(17)	17
Net changes	<u>7,337</u>	<u>4,262</u>	<u>3,075</u>
Balances at June 30, 2020	<u>\$ 118,775</u>	<u>\$ 57,682</u>	<u>\$ 61,093</u>

<u>CORP - Detention</u>	<u>Pension Increase (decrease)</u>		
	<u>Total pension liability</u>	<u>Plan fiduciary net pension</u>	<u>Net pension liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) – (b)</u>
Balances at June 30, 2019	\$ 41,774	\$ 28,184	\$ 13,590
Changes for the year:			
Service cost	1,303	-	1,303
Interest on the pension liability	3,116	-	3,116
Differences between expected and actual experience in the measurement of the pension liability	(144)	-	(144)
Changes of Assumptions	1,179	-	1,179
Contributions – employer	-	1,747	(1,747)
Contributions – employee	-	624	(624)
Net investment income	-	1,539	(1,539)
Benefit payments, including refunds of employee contributions	(1,934)	(1,934)	-
Administrative expenses	-	(28)	28
Other changes	-	(86)	86
Net changes	<u>3,520</u>	<u>1,862</u>	<u>1,658</u>
Balances at June 30, 2020	<u>\$ 45,294</u>	<u>\$ 30,046</u>	<u>\$ 15,248</u>

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

<u>CORP - Dispatchers</u>	<u>Pension Increase (decrease)</u>		
	<u>Total pension liability</u>	<u>Plan fiduciary net pension</u>	<u>Net pension liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) - (b)</u>
Balances at June 30, 2019	\$ 2,897	\$ 1,692	\$ 1,205
Changes for the year:			
Service cost	55	-	55
Interest on the total liability	215	-	215
Difference between expected and actual experience in the measurement of the liability	119	-	119
Changes of Assumptions	67	-	67
Contributions - employer	-	97	(97)
Contributions - employee	-	28	(28)
Net investment income	-	93	(93)
Benefit payments, including refunds of employee contributions	(105)	(105)	-
Administrative expenses	-	(3)	3
Net changes	<u>351</u>	<u>110</u>	<u>241</u>
Balances at June 30, 2020	<u>\$ 3,248</u>	<u>\$ 1,802</u>	<u>\$ 1,446</u>

The County's proportion of the CORP AOC net pension liability was based on the County's actual contributions to the plan relative to the total of all participating counties' actual contributions for the year ended June 30, 2019. The County's proportion measured as of June 30, 2019, and the change from its proportions measured as of June 30, 2018, were:

<u>CORP AOC</u>	<u>Proportion June 30, 2019</u>	<u>Increase (decrease) from June 30, 2018</u>
Pension	5.20%	-0.24%

Sensitivity of the County's net pension liability to changes in the discount rate – The following table presents the County's net pension liabilities calculated using the discount rates of 7.30 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.30%) or 1 percentage point higher (8.30%) than the current rate:

	<u>1% Decrease (6.30%)</u>	<u>Current discount rate (7.30%)</u>	<u>1% Increase (8.30%)</u>
PSPRS Sheriff			
Net pension liability	\$ 78,361	\$ 61,093	\$ 47,164
CORP Detention			
Net pension liability	\$ 22,584	\$ 15,248	\$ 9,375
CORP Dispatchers			
Net pension liability	\$ 1,856	\$ 1,446	\$ 1,108
CORP AOC			
County's proportionate share of the net pension liability	\$ 28,196	\$ 21,947	\$ 16,854

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Pension plan fiduciary net position – Detailed information about the pension plans’ fiduciary net position is available in the separately issued PSPRS and CORP financial reports.

Pension expense – For the year ended June 30, 2020, the County recognized the following pension expense:

	Pension Expense
PSPRS Sheriff	\$ 9,972
CORP Detention	2,071
CORP Dispatchers	196
CORP AOC (County’s proportionate share)	3,376

Pension deferred outflows/inflows of resources – At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>PSPRS - Sheriff</u>	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 5,521	\$ 4,031
Changes of assumptions or other inputs	7,379	-
Net difference between projected and actual earnings on pension plan investments	944	-
County contributions subsequent to the measurement date	6,422	-
Total	\$ 20,266	\$ 4,031

<u>CORP - Detention</u>	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 401	\$ 1,833
Changes of assumptions or other inputs	1,869	-
Net difference between projected and actual earnings on pension plan investments	428	-
County contributions subsequent to the measurement date	1,467	-
Total	\$ 4,165	\$ 1,833

<u>CORP - Dispatchers</u>	Deferred outflows of resources	Deferred inflows of resources
Differences between expected and actual experience	\$ 138	\$ 49
Changes of assumptions or other inputs	64	-
Net difference between projected and actual earnings on pension plan investments	26	-
County contributions subsequent to the measurement date	98	-
Total	\$ 326	\$ 49

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

<u>CORP - AOC</u>	<u>Deferred Outflows of resources</u>	<u>Deferred Inflows of resources</u>
Differences between expected and actual experience	\$ 1,568	\$ 624
Changes of assumptions or other inputs	1,407	-
Net difference between projected and actual earnings on pension plan investments	413	-
Changes in proportion and differences between county contributions and proportionate share of contributions	1,211	810
County contributions subsequent to the measurement date	2,117	-
Total	<u><u>\$ 6,716</u></u>	<u><u>\$ 1,434</u></u>

The amounts reported as deferred outflows of resources related to pensions resulting from county contributions subsequent to the measurement date will be recognized as an increase in the net asset or as a reduction of the net pension liability in the year ending June 30, 2021. Other amounts reported as a deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	<u>PSPRS Sheriff</u>	<u>CORP Detention</u>	<u>CORP Dispatchers</u>	<u>CORP AOC</u>
2021	\$ 3,510	\$ 62	\$ 81	\$ 1,062
2022	2,527	(87)	83	867
2023	2,497	360	8	721
2024	1,034	360	7	515
2025	245	170	-	-

PSPDCRP plan – County sheriff employees, County attorney investigators, County detention officers, County dispatchers, and AOC probation, surveillance, and juvenile detention officers who are not members of PSPRS or CORP participate in the PSPDCRP. The PSPDCRP is a defined contribution pension plan. The PSPRS Board of Trustees governs the PSPDCRP according to the provisions of A.R.S. Title 38, Chapter 5, Article 4.1. Benefit terms, including contribution requirements, are established by State statute.

For the year ended June 30, 2020, active PSPDCRP members were required by statute to contribute at least 9 percent (County sheriff employees and County attorney investigators) or 5 percent (County detention officers, County dispatchers, and AOC probation, surveillance, and juvenile detention officers) of the members' annual covered payroll, and the County was required by statute to contribute 9 percent or 5 percent, respectively, of active members' annual covered payroll to an individual employee account. Employees are immediately vested in their own contributions and the earnings on those contributions. Employees vest in a portion of the County's contributions each year as set forth in statute. The plan retains nonvested County contributions when forfeited because of employment terminations. For the year ended June 30, 2020, the County recognized pension expense of \$61.

C. Elected Officials Retirement Plan

Plan description – Elected officials and judges participate in the Elected Officials Retirement Plan (EORP), ASRS, or the Elected Officials Defined Contribution Retirement System (EODCRS). EORP administers a cost-sharing multiple-employer defined benefit pension plan for elected officials and judges who were members of the plan on December 31, 2013. This EORP pension plan was closed to new members as of January 1, 2014. The PSPRS Board of Trustees governs

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

the EORP according to the provisions of A.R.S. Title 38, Chapter 5, Article 3. The PSPRS issues a publicly available financial report that includes its financial statements and required supplementary information for the EORP plans. The report is available in PSPRS's website at www.psprs.com.

Benefits provided – The EORP provides retirement, disability, and survivor benefits. State statute establishes benefit terms. Retirement, disability, and survivor benefits are calculated on the basis of age, average yearly compensation, and service credit as follows:

EORP	Initial membership date:	
	Before January 1, 2012	On or after January 1, 2012
Retirement and disability		
Years of service and age required to receive benefit	20 years, any age 10 years, age 62 5 years, age 65 5 years, any age* any years and ages if disabled	10 years, age 62 5 years, age 65 any years and age if disabled
Final average salary is based on	Highest 36 consecutive months of last 10 years	Highest 60 consecutive months of last 10 years
Benefit percent		
Normal retirement	4% per year of service not to exceed 80%	3% per year of service, not to exceed 75%
Disability retirement	80% with 10 or more years of service 40% with 5 to 10 years of service 20% with less than 5 years of service	75% with 10 or more years of service 37.5% with 5 to 10 years of service 18.75% with less than 5 years of service
Survivor Benefit		
Retired members	75% of retired member's benefit	50% of retired member's benefit
Active members and other inactive members	75% of disability retirement benefit	50% of disability retirement benefit

* With reduced benefits of 0.25% for each month early retirement precedes the member's normal retirement age, with a maximum reduction of 30%.

Retirement and survivor benefits are subject to automatic cost-of-living adjustments based on inflation. In addition, the Legislature may enact permanent on-time benefit increases after a Joint Legislative Budget Committee analysis of the increase's effects on the plan.

Contributions – State statutes establish active member and employer contribution requirements. Statute also appropriates \$5 million annually through fiscal year 2043 for the EORP from the State of Arizona to supplement the normal cost plus an amount to amortize the unfunded accrued liability, and designates a portion of certain court fees for the EORP. For the year ended June 30, 2020, statute required active EORP members to contribute 7 or 13 percent of the members' annual covered payroll and the County to contribute at the actuarially determined rate of 61.43 percent of all active EORP members' annual covered payroll. Also, statute required the County to contribute 49.49 percent to EORP of the annual covered payroll of elected officials and judges who were ASRS members and 55.43 percent to EORP of the annual covered payroll of elected officials and judges who were EODCRS members, in addition to the County's required contributions to ASRS

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

and EODCRS for these elected officials and judges. The County's contributions to the pension plan for the year ended June 30, 2020, were \$1,490.

During fiscal year 2020, the county paid for EORP pension contributions as follows: 93% from the General Fund and 7% from other funds.

Liability – At June 30, 2020, the County reported a liability for its proportionate share of EORP's net pension liability that reflected a reduction for the County's proportionate share of the State's appropriation for EORP. The amount the County recognized as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the County were as follows:

County's proportionate share of the EORP net pension liability	\$ 21,880
State's proportionate share of the EORP net pension liability associated with the County	2,056
Total	<u><u>\$ 23,936</u></u>

The net pension liability was measured as of June 30, 2019, and the total liability used to calculate the net liability was determined by an actuarial valuation as of that date. The total liabilities as of June 30, 2019, reflect changes of actuarial assumptions to decrease the investment rate of return from 7.4 to 7.3 percent and update the mortality rates.

The County's proportion of the net pension liability was based on the County's required contributions to the plan relative to the total of all participating employers' required contributions for the year ended June 30, 2019. The County's proportion measured as of June 30, 2019, and the change from its proportions measured as of June 30, 2018 were:

<u>EORP</u>	<u>Proportion June 30, 2019</u>	<u>Increase (decrease) from June 30, 2018</u>
Pension	3.30%	-0.19%

Expense – For the year ended June 30, 2020, the County recognized pension expense for EORP of (\$5,890) and revenue of (\$143) for the County's proportionate share of the State's appropriation to EORP and the designated court fees.

Deferred outflows/inflows of resources – At June 30, 2020, the County reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

<u>EORP</u>	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Differences between expected and actual experience	\$ 488	\$ 20
Changes of assumptions or other inputs	69	622
Net difference between projected and actual earnings on pension plan investments	149	-
Changes in proportion and differences between county contributions and proportionate share of contributions	94	861
County contributions subsequent to the measurement date	1,490	-
Total	<u><u>\$ 2,290</u></u>	<u><u>\$ 1,503</u></u>

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

The amounts reported as deferred outflows of resources related to EORP pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net asset or a reduction of the net liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to EORP pensions will be recognized as expenses as follows:

Year Ending June 30	Amount
2021	\$ (746)
2022	(38)
2023	41
2024	40

Actuarial assumptions – The significant actuarial assumptions used to measure the total pension liability are as follows:

<u>EORP</u>	
Actuarial valuation date	June 30, 2019
Actuarial cost method	Entry age normal
Investment rate of return	7.30%
Wage inflation	3.75%
Price inflation	2.50%
Permanent benefit increase	1.75%
Mortality rates	PubG-2010 tables

Actuarial assumptions used in the June 30, 2019, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2016.

The long-term expected rate of return on EORP plan investments was determined to be 7.3 percent using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>EORP</u>	<u>Target allocation</u>	<u>Long-term expected geometric real rate of return</u>
<u>Asset Class</u>		
Short term investments	2%	0.25%
Risk parity	4%	4.01%
Fixed income	5%	3.00%
Real assets	9%	6.75%
GTS	12%	4.01%
Private credit	16%	5.36%
Real estate	10%	4.50%
Private equity	12%	8.40%
Non-U.S. equity	14%	5.00%
U.S. equity	16%	4.75%
Total	100%	

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Discount rate – At June 30, 2019, the discount rate used to measure the EORP total pension liability was 7.3 percent which was a decrease of 0.1 from the discount rate used as of June 30, 2018. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate, employer contributions will be made at the actuarially determined rates, and State contributions will be made as currently required by statute. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the County's proportionate share of the EORP net pension liability to changes in the discount rate – The following table presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.3 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.3 percent) or 1 percentage point higher (8.3 percent) than the current rate:

<u>EORP</u>	<u>1% Decrease (6.3%)</u>	<u>Current discount rate (7.3%)</u>	<u>1% increase (8.3%)</u>
County's proportionate share of net pension liability	\$ 25,056	\$ 21,880	\$ 19,175

Plan fiduciary net position – Detailed information about the plan's fiduciary net position is available in the separately issued EORP financial report.

EODCRS plan - Elected officials and judges who are not members of EORP or ASRS participate in the EODCRS and the Elected Officials Defined Contribution Retirement System Disability Program (EODCDP). The EODCRS is a defined contribution pension plan. The EODCDP is a cost-sharing multiple-employer defined benefit disability (OPEB) plan for EODCRS members. The PSPRS Board of Trustees governs the EODCRS and EODCDP according to the provisions of A.R.S. Title 38, Chapter 5, Articles 3.1 and 3.2. Benefit terms, including contribution requirements, are established by state statute. The EODCDP is not further disclosed because of its relative insignificance to the County's financial statements.

For the year ended June 30, 2020, active EODCRS members were required by statute to contribute 8 percent of the members' annual covered payroll, and the County was required by statute to contribute 6 percent active members' annual covered payroll to an individual employee account. Employees are immediately vested in their own contributions and the County's contributions to the individual account and the earnings on those contributions. For the year ended June 30, 2020, the County recognized pension expense of \$57.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Note 11 – Interfund Balances and Activity

Interfund receivables and payables—interfund balances at June 30, 2020, were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Coronavirus Relief Fund	\$ 12,491
	Bond Funded Capital Projects	964
	Internal Service Funds	15
	Other Governmental Funds	619
		<u>14,089</u>
Bond Funded Capital Projects Fund	Other Governmental Funds	347
Other Governmental Funds	General Fund	8
	Other Governmental Funds	20
		<u>28</u>
Total		<u>\$ 14,464</u>

Interfund balances resulted from cash deficits in individual funds or cash transfers that had not occurred at June 30, 2020, and are expected to be repaid within one year from the date of the financial statements.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Interfund transfers—Interfund transfers for the year ended June 30, 2020, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
General Fund	Debt Service Fund	\$ 11,224
	Other Governmental Funds	10,214
	Internal Service Funds	193
	Enterprise Funds	200
		<u>21,831</u>
Road Tax Districts Fund	Debt Service Fund	1,378
	Public Works Highway Fund	700
		<u>2,078</u>
Public Works Highway Fund	General Fund	2,247
	Debt Service Fund	1,378
	Other Governmental Funds	164
		<u>3,789</u>
Development Impact Fee Fund	Debt Service Fund	3,772
	Public Works Highway Fund	3,000
		<u>6,772</u>
Other Governmental Funds	General Fund	1,190
	Public Works Highway Fund	200
	Debt Service Fund	682
	Other Governmental Funds	1,341
	Internal Service Funds	75
	<u>3,488</u>	
Enterprise Funds	Other Governmental Funds	<u>250</u>
Total Transfers		<u>\$ 38,208</u>

The principal purpose of interfund transfers was to provide funds to cover debt service payments, provide grant matches, provide subsidies to cover operating expenses, and to provide funds for capital outlay. All significant interfund transfers were routine and consistent with the activities of the fund making the transfer.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

Note 12 – County Treasurer’s Investment Pool

Arizona Revised Statutes require community colleges, school districts, and other local governments to deposit certain public monies with the County Treasurer. The Treasurer has a fiduciary responsibility to administer those and the County monies under her stewardship. The Treasurer invests, on a pool basis, all idle monies not specifically invested for a fund or program. In addition, the Treasurer determines the fair value of those pooled investments annually at June 30.

The County Treasurer’s investment pool is not registered with the Securities and Exchange Commission as an investment company and there is no regulatory oversight of its operations. The pool’s structure does not provide for shares and the County has not provided or obtained any legally binding guarantees to support the value of the participants’ investments.

The Treasurer allocates interest earnings to each of the pool’s participants. However, for the County’s monies in the pool the Board of Supervisors authorized \$749 of interest earned in certain other funds to be transferred to the General Fund.

Substantially, all deposits and investments of the County’s primary government are included in the County Treasurer’s investment pool, except for \$66,844 cash and investments held by trustee and \$8,331 of other deposits. Therefore, the deposit and investment risks of the Treasurer’s investment pool are substantially the same as the County’s deposit and investment risks exclusive of the investments just described above. See Note 4 for disclosure of the County’s deposit and investment risks.

Details of each major investment classification follow:

<u>Investment Type</u>	<u>Principal</u>	<u>Interest Rates</u>	<u>Maturities</u>	<u>Amount</u>
Money Market	\$ 205,000	1.800%	Daily	\$ 205,000
U.S. Agency securities	221,155	0.3% - 2.125%	7/20 - 3/25	222,419
U.S. Treasury securities	14,960	1.5% - 1.625%	11/20 - 11/21	15,152
Corporate Bonds	14,968	2.0%	7/20 - 6/21	15,064
Pooled CDs	2,234	1.0% - 1.35%	8/20	2,269
CD Held by Treasurer	52	0.010%	4/21	52
State Treasurer's Investment Pool 7	416	N/A	N/A	416

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(Amounts expressed in thousands)

A condensed statement of the investment pool's net position and changes in net position follows:

Statement of Net Position	
Assets	\$ 480,315
Liabilities	-
Net Position	<u>\$ 480,315</u>

Net position held in trust for:	
Internal participants	\$ 166,470
External participants	313,845
Total net position held in trust	<u>\$ 480,315</u>

Statement of Changes in Net Position	
Total additions	\$ 1,087,517
Total deductions	<u>(960,960)</u>
Net increase	126,557
Net position held in trust:	
July 1, 2019	<u>353,758</u>
June 30, 2020	<u>\$ 480,315</u>

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(amounts expressed in thousands)

Note 13 - Stewardship, Compliance and Accountability

The County exceeded the budget in its Coronavirus Relief Fund by \$12,491. Cash was available to meet the overexpenditure. The expenditures in the Coronavirus Relief Fund were originally recorded in the General Fund and a budget amendment was not prepared as required by State statute when the expenditures were subsequently recorded in the newly established Coronavirus Relief Fund.

At June 30, 2020 the following funds reported deficits in fund balance or net position.

Fund	Deficit
Governmental Funds	
Miscellaneous Grants	\$ 27
Internal Service Funds	
Public Works Fleet Management	\$ 134

The deficit in fund balance for Miscellaneous Grants fund is attributed to the deferring of certain grant revenues. The County accrues grant revenue received within 60 days after year-end, as it is available and measurable. Revenues received after 60 days are considered not available and therefore not accrued.

The deficit in net position for the Public Works Fleet Management fund is attributed both to the reporting of noncurrent net pension liabilities as a result of GASB Statement No. 68, Accounting and Financial Reporting for Pensions and results from operations during the year and is expected to be corrected in future periods.

Note 14 - Subsequent Events

On August 6, 2020, the County issued Pledged Revenue Refunding Obligations, Series 2020, for \$7,085 and premium amount of \$1,643 with interest rates ranging from 4.00% to 5.00% and maturing from August 1, 2024 to August 1, 2035. Net proceeds totaled \$8,496, after payment of \$232 of issuance costs and underwriter's discount. The net proceeds will be used for the refunding of Pledged Revenue Obligation, Series 2010 bonds.

On November 18, 2020, the County issued Pledged Revenue Obligations, Taxable Series 2020, for \$89,055 with interest rates ranging from 0.55% to 2.61% and maturing from August 1, 2021 to August 1, 2033. The proceeds will be used to pay all or a portion of the County's unfunded PSPRS pension liability.

PINAL COUNTY
Notes to the Financial Statements
June 30, 2020
(amounts expressed in thousands)

Note 15 - Beginning Governmental Activities Net Position Restated

Beginning balances are being restated due to errors in previously unrecorded infrastructure related to the completion of roads for the Queen Creek Channel and Battaglia Basin Projects. The effect on the change in net position was not material.

	Governmental Activities
Net position as previously reported on June 30, 2019	\$ 355,514
Prior period adjustment: Infrastructure, net of accumulated depreciation	4,573
Net position as restated, July 1, 2019	\$ 360,087

Page left blank intentionally

Required Supplementary Information



Page left blank intentionally

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 119,738	\$ 119,738	\$ 120,067	\$ 329
Licenses and permits	5,316	5,316	5,204	(112)
Intergovernmental	54,092	54,092	56,152	2,060
Charges for services	9,861	9,861	9,901	40
Fines and forfeits	834	834	998	164
Investment earnings	500	500	741	241
Rentals	1,923	1,923	1,897	(26)
Miscellaneous	928	928	667	(261)
Total revenues	193,192	193,192	195,627	2,435
Expenditures:				
General Government				
Assessor	3,503	3,936	3,785	151
Assistant County Manager-Admin	48,768	48,785	22,555	26,230
Assistant County Manager-Development	6,700	7,641	7,164	477
Board of Supervisors	2,620	2,783	2,547	236
County Manager	19,081	4,692	2,512	2,180
Recorder	1,613	1,763	1,677	86
Treasurer	1,504	1,649	1,416	233
Total General Government	83,789	71,249	41,656	29,593
Public Safety				
Assistant County Manager-Admin	1,033	1,068	1,052	16
Assistant County Manager-Health	7,827	8,197	7,845	352
Attorney	11,838	13,006	12,465	541
Clerk of Superior Court	4,418	4,606	4,255	351
Courts	27,868	30,658	29,249	1,409
Sheriff	47,586	54,102	41,249	12,853
Total Public Safety	100,570	111,637	96,115	15,522
Highways and streets				
Assistant County Manager-Admin	105	7	7	-
Total Highways and streets	105	7	7	-

The notes to the budgetary comparison schedules are an integral part of this schedule.

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule
General Fund

Year Ended June 30, 2020

(Concluded)

(Amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Health				
Assistant County Manager-Admin	17,151	17,229	17,931	(702)
Total Health	17,151	17,229	17,931	(702)
Welfare				
Assistant County Manager-Admin	1,369	1,453	1,433	20
Total Welfare	1,369	1,453	1,433	20
Education				
School Superintendent	1,180	1,284	1,241	43
Total Education	1,180	1,284	1,241	43
Total general fund expenditures	204,164	202,859	158,383	44,476
Excess of revenues over expenditures	(10,972)	(9,667)	37,244	46,911
Other financing sources (uses):				
Insurance reimbursement	100	100	212	112
Proceeds from sale of capital assets	-	-	4	4
Transfers in	3,439	3,716	3,437	(279)
Transfers out	(21,786)	(23,367)	(21,831)	1,536
Total other financing sources (uses)	(18,247)	(19,551)	(18,178)	1,373
Net change in fund balances	(29,219)	(29,218)	19,066	48,284
Fund balances - July 1, 2019	29,219	29,219	31,505	2,286
Increase in prepaid items	-	-	248	248
Fund balances - June 30, 2020	\$ -	\$ 1	\$ 50,819	\$ 50,818

The notes to the budgetary comparison schedules are an integral part of this schedule.

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule
Road Tax Districts Fund
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 8,854	\$ 8,854	\$ 10,084	\$ 1,230
Investment earnings	100	100	288	188
Contributions	24	24	32	8
Total revenues	<u>8,978</u>	<u>8,978</u>	<u>10,404</u>	<u>1,426</u>
Expenditures:				
Current:				
Highways and streets	<u>23,773</u>	<u>23,773</u>	<u>4,922</u>	<u>18,851</u>
Total expenditures	<u>23,773</u>	<u>23,773</u>	<u>4,922</u>	<u>18,851</u>
Excess (deficiency) of revenues over expenditures	<u>(14,795)</u>	<u>(14,795)</u>	<u>5,482</u>	<u>20,277</u>
Other financing sources (uses):				
Transfers out	<u>(2,078)</u>	<u>(2,078)</u>	<u>(2,078)</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,078)</u>	<u>(2,078)</u>	<u>(2,078)</u>	<u>-</u>
Net change in fund balances	(16,873)	(16,873)	3,404	20,277
Fund balance - July 1, 2019	16,873	16,873	15,599	(1,274)
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,003</u>	<u>\$ 19,003</u>

The notes to the budgetary comparison schedules are an integral part of this statement.

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule
Coronavirus Relief Fund
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 255	\$ 12,491	\$ 12,236
Total revenues	-	255	12,491	12,236
Expenditures:				
Public safety	-	-	12,491	(12,491)
Total expenditures	-	-	12,491	(12,491)
Excess (deficiency) of revenues over expenditures	-	255	-	(255)
Other financing sources (uses):				
Transfers out	-	(255)	-	255
Total other financing sources (uses)	-	(255)	-	255
Net change in fund balances	-	-	-	-
Fund balance - July 1, 2019	-	-	-	-
Fund balance - June 30, 2020	\$ -	\$ -	\$ -	\$ -

The notes to the budgetary comparison schedules are an integral part of this statement.

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule
Public Works Highway Fund
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 32,183	\$ 32,183	\$ 32,029	\$ (154)
Investment earnings	260	260	433	173
Contributions	773	773	61	(712)
Miscellaneous	50	50	122	72
Total revenues	<u>33,266</u>	<u>33,266</u>	<u>32,645</u>	<u>(621)</u>
Expenditures:				
Current:				
Highways and streets	55,025	54,595	28,234	26,361
Capital outlay	600	738	501	237
Total expenditures	<u>55,625</u>	<u>55,333</u>	<u>28,735</u>	<u>26,598</u>
Excess (deficiency) of revenues over expenditures	<u>(22,359)</u>	<u>(22,067)</u>	<u>3,910</u>	<u>25,977</u>
Other financing sources (uses):				
Sale of capital assets	50	50	250	200
Transfers in	3,900	3,900	3,900	-
Transfers out	(3,911)	(4,203)	(3,789)	414
Total other financing sources (uses)	<u>39</u>	<u>(253)</u>	<u>361</u>	<u>614</u>
Net change in fund balances	<u>(22,320)</u>	<u>(22,320)</u>	<u>4,271</u>	<u>26,591</u>
Fund balance - July 1, 2019	<u>22,320</u>	<u>22,320</u>	<u>22,267</u>	<u>(53)</u>
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,538</u>	<u>\$ 26,538</u>

The notes to the budgetary comparison schedules are an integral part of this statement.

PINAL COUNTY
Required Supplementary Information
Budgetary Comparison Schedule
Development Impact Fee Fund
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 8,634	\$ 8,634	\$ 12,111	\$ 3,477
Investment earnings	-	-	539	539
Total revenues	<u>8,634</u>	<u>8,634</u>	<u>12,650</u>	<u>4,016</u>
Expenditures:				
Current:				
Culture and recreation	30,593	30,450	332	30,118
Total expenditures	<u>30,593</u>	<u>30,450</u>	<u>332</u>	<u>30,118</u>
Excess (deficiency) of revenues over expenditures	<u>(21,959)</u>	<u>(21,816)</u>	<u>12,318</u>	<u>34,134</u>
Other financing sources (uses):				
Transfers out	(6,772)	(6,915)	(6,772)	143
Total other financing sources (uses)	<u>(6,772)</u>	<u>(6,915)</u>	<u>(6,772)</u>	<u>143</u>
Net change in fund balances	(28,731)	(28,731)	5,546	34,277
Fund balance - July 1, 2019	28,731	28,731	29,711	980
Fund balance - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,257</u>	<u>\$ 35,257</u>

The notes to the budgetary comparison schedules are an integral part of this statement.

Pinal County
Required Supplementary Information
Notes to Budgetary Comparison Schedules
June 30, 2020
(Amounts expressed in thousands)

Note 1 – Budgeting and Budgetary Control

A.R.S. requires the County to prepare and adopt a balanced budget annually for each governmental fund. The Board of Supervisors must approve such operating budgets on or before the third Monday in July to allow sufficient time for the legal announcements and hearings required for the adoption of the property tax levy on the third Monday in August. A.R.S. prohibits expenditures or liabilities in excess of the amounts budgeted.

Expenditures may not legally exceed appropriations at the department level. In certain instances, transfers of appropriations between departments or from the contingency account to a department may be made upon the Board of Supervisors' approval. For the fiscal year ended June 30, 2020 the Board of Supervisors elected to not appropriate transfers from the contingency account at the department level.

Note 2 - Budgetary Basis of Accounting

The County's budget is prepared on a basis consistent with U.S. generally accepted accounting principles except for the following unbudgeted items:

- The Accommodation School adopts a budget, however, the County did not legally adopt the budget.

PINAL COUNTY
Required Supplementary Information
Schedule of the County's Proportionate Share of the Net Pension Liability Cost-Sharing Pension Plans
June 30, 2020

(Amounts expressed in thousands)

ASRS

	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2011*
County's proportion of the net pension liability	0.651%	0.702%	0.662%	0.677%	0.690%	0.681%	
County's proportionate share of the net pension liability	\$ 98,950	\$ 97,904	\$ 103,152	\$ 109,192	\$ 107,527	\$ 100,718	
County's covered payroll	\$ 68,794	\$ 67,258	\$ 62,560	\$ 65,244	\$ 68,613	\$ 61,388	
County's proportionate share of the net pension liability as a percentage of its covered payroll	143.8%	145.6%	164.9%	167.4%	156.7%	164.1%	
Plan fiduciary net position as a percentage of the total pension liability	73.24%	73.40%	69.92%	67.06%	68.35%	69.49%	

* Information not available for 2014 through 2011.

CORP - AOC

	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2011*
County's proportion of the net pension liability	5.20%	5.44%	5.04%	4.67%	4.94%	5.18%	
County's proportionate share of the net pension liability	\$ 21,947	\$ 19,566	\$ 20,207	\$ 13,164	\$ 12,001	\$ 11,623	
County's covered payroll	\$ 6,531	\$ 5,944	\$ 5,730	\$ 5,138	\$ 5,948	\$ 5,570	
County's proportionate share of the net pension liability as a percentage of its covered payroll	336.0%	329.2%	352.7%	256.2%	201.8%	208.9%	
Plan fiduciary net position as a percentage of the total pension liability	51.99%	53.72%	49.21%	54.81%	57.89%	58.59%	

* Information not available 2014 through 2011.

PINAL COUNTY
Required Supplementary Information
Schedule of the County's Proportionate Share of the Net Pension Liability Cost-Sharing Pension Plans
June 30, 2020

(Amounts expressed in thousands)

EORP

	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2011*
County's proportion of the net pension liability	3.30%	3.49%	3.28%	3.42%	3.33%	3.27%	
County's proportionate share of the net pension liability	\$ 21,880	\$ 22,005	\$ 39,922	\$ 32,353	\$ 25,973	\$ 22,006	
State's proportionate share of the net pension liability associated with the County	\$ 2,056	\$ 3,770	\$ 8,286	\$ 6,680	\$ 8,097	\$ 6,747	
Total	<u>\$ 23,936</u>	<u>\$ 25,775</u>	<u>\$ 48,208</u>	<u>\$ 39,033</u>	<u>\$ 34,070</u>	<u>\$ 28,753</u>	
County's covered payroll	\$ 2,674	\$ 2,574	\$ 2,730	\$ 2,251	\$ 2,723	\$ 3,018	
County's proportionate share of the net pension liability as a percentage of its covered payroll	818.2%	854.9%	1462.3%	1437.3%	953.8%	729.2%	
Plan fiduciary net position as a percentage of the total pension liability	30.14%	30.36%	19.70%	23.42%	28.32%	31.91%	

* Information not available 2014 through 2011.

PINAL COUNTY
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios-Agent Pension Plans
June 30, 2020 (Concluded)
(Amounts expressed in thousands)

<u>PSPRS - Sheriff</u>	2020	2019	2018	2017	2016	2015	2014
	(2019)	(2018)	(2017)	(2016)	(2015)	(2014)	through 2011*
Total pension liability:							
Service cost	\$ 2,915	\$ 2,740	\$ 2,807	\$ 2,500	\$ 2,671	\$ 2,699	
Interest on the total pension liability	8,266	7,133	6,776	6,289	6,055	5,133	
Changes of benefit terms	-	-	1,405	3,614	-	1,569	
Differences between expected and actual experience in the measurement of the pension liability	(1,506)	8935	(2,766)	(940)	(1,206)	(1,323)	
Changes of assumptions or other inputs	2,951	-	2,820	3,490	-	7,654	
Benefit payments, including refunds of employee contributions	(5,289)	(4,770)	(5,154)	(4,604)	(4,308)	(3,640)	
Net change in total pension liability	7,337	14,038	5,888	10,349	3,212	12,092	
Total pension liability – beginning	111,438	97,400	91,512	81,163	77,951	65,859	
Total pension liability – ending (a)	<u>\$ 118,775</u>	<u>\$ 111,438</u>	<u>\$ 97,400</u>	<u>\$ 91,512</u>	<u>\$ 81,163</u>	<u>\$ 77,951</u>	
Plan fiduciary net position:							
Contributions – employer	\$ 5,495	\$ 5,590	\$ 3,702	\$ 3,263	\$ 2,917	\$ 2,899	
Contributions – employee	1,220	1,212	1,464	1,487	1,389	1,434	
Net investment income	2,905	3,348	5,305	259	1,578	5,190	
Benefit payments, including refunds of employee contributions	(5,289)	(4,770)	(5,154)	(4,604)	(4,308)	(3,640)	
Hall/Parker settlement	-	(1,885)	-	-	-	-	
Administrative expense	(52)	(52)	(47)	(38)	(39)	(42)	
Other changes	(17)	288	(245)	(89)	(252)	(108)	
Net change in plan fiduciary net position	4,262	3,731	5,025	278	1,285	5,733	
Plan fiduciary net position – beginning	53,420	49,689	44,664	44,386	43,101	37,368	
Plan fiduciary net position – ending (b)	<u>\$ 57,682</u>	<u>\$ 53,420</u>	<u>\$ 49,689</u>	<u>\$ 44,664</u>	<u>\$ 44,386</u>	<u>\$ 43,101</u>	
County's net pension liability – ending (a) – (b)	<u>\$ 61,093</u>	<u>\$ 58,018</u>	<u>\$ 47,711</u>	<u>\$ 46,848</u>	<u>\$ 36,777</u>	<u>\$ 34,850</u>	
Plan fiduciary net position as a percentage of the total pension liability	48.56%	47.94%	51.02%	48.81%	54.69%	55.29%	
Covered payroll	\$ 13,205	\$ 12,773	\$ 13,045	\$ 12,245	\$ 13,423	\$ 12,940	
County's net pension liability as a percentage of covered payroll	462.65%	454.22%	365.74%	382.59%	273.98%	269.32%	

* Information not available 2014 through 2011.

PINAL COUNTY
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios-Agent Pension Plans
June 30, 2020 (Concluded)
(Amounts expressed in thousands)

<u>CORP - Detention</u>	2020	2019	2018	2017	2016	2015	2014
	(2019)	(2018)	(2017)	(2016)	(2015)	(2014)	through 2011*
Total pension liability:							
Service cost	\$ 1,303	\$ 1,446	\$ 1,185	\$ 1,151	\$ 1,863	\$ 1,929	
Interest on the total pension liability	3,116	3,025	2,408	2,333	2,436	2,283	
Changes of benefit terms	-	(2,665)	6,985	46	-	143	
Differences between expected and actual experience in the measurement of the pension liability	(144)	619	(824)	(1,193)	(3,061)	(1,398)	
Changes of assumptions or other inputs	1,179	-	442	1,483	-	1,377	
Benefit payments, including refunds of employee contributions	(1,934)	(1,609)	(1,499)	(1,412)	(2,973)	(1,733)	
Net change in total pension liability	<u>3,520</u>	<u>816</u>	<u>8,697</u>	<u>2,408</u>	<u>(1,735)</u>	<u>2,601</u>	
Total pension liability – beginning	41,774	40,958	32,261	29,853	31,588	28,987	
Total pension liability – ending (a)	<u>\$ 45,294</u>	<u>\$ 41,774</u>	<u>\$ 40,958</u>	<u>\$ 32,261</u>	<u>\$ 29,853</u>	<u>\$ 31,588</u>	
Plan fiduciary net position:							
Contributions – employer	\$ 1,747	\$ 1,110	\$ 766	\$ 793	\$ 938	\$ 1,217	
Contributions – employee	624	679	617	683	851	1,066	
Net investment income	1,539	1,867	2,789	145	891	2,914	
Benefit payments, including refunds of employee contributions	(1,934)	(1,609)	(1,499)	(1,412)	(2,973)	(1,733)	
Administrative expense	(28)	(29)	(25)	(21)	(23)	(23)	
Other changes	(86)	(1)	(108)	(666)	(14)	39	
Net change in plan fiduciary net position	<u>1,862</u>	<u>2,017</u>	<u>2,540</u>	<u>(478)</u>	<u>(330)</u>	<u>3,480</u>	
Plan fiduciary net position – beginning	28,184	26,167	23,627	24,105	24,435	20,955	
Plan fiduciary net position – ending (b)	<u>30,046</u>	<u>28,184</u>	<u>26,167</u>	<u>23,627</u>	<u>24,105</u>	<u>24,435</u>	
County's net pension liability – ending (a) – (b)	<u>\$ 15,248</u>	<u>\$ 13,590</u>	<u>\$ 14,791</u>	<u>\$ 8,634</u>	<u>\$ 5,748</u>	<u>\$ 7,153</u>	
Plan fiduciary net position as a percentage of the total pension liability	66.34%	67.47%	63.89%	73.24%	80.75%	77.35%	
Covered payroll	\$ 7,594	\$ 7,832	\$ 7,550	\$ 7,506	\$ 11,308	\$ 12,606	
County's net pension liability as a percentage of covered payroll	200.79%	173.52%	195.91%	115.03%	50.83%	56.74%	

*Information not available 2014 through 2011.

PINAL COUNTY
Required Supplementary Information
Schedule of Changes in the County's Net Pension Liability and Related Ratios-Agent Pension Plans
June 30, 2020 (Concluded)
(Amounts expressed in thousands)

<u>CORP - Dispatchers</u>	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2011*
Total pension liability:							
Service cost	\$ 55	\$ 61	\$ 61	\$ 55	\$ 89	\$ 90	
Interest on the total pension liability	215	205	164	175	180	162	
Changes of benefit terms	-	(168)	396	6	-	22	
Differences between expected and actual experience in the measurement of the pension liability	119	110	24	(221)	(154)	(54)	
Changes of assumptions or other inputs	67	-	35	51	-	115	
Benefit payments, including refunds of employee contributions	(105)	(117)	(67)	(145)	(173)	(59)	
Net change in total pension liability	351	91	613	(79)	(58)	276	
Total pension liability – beginning	2,897	2,806	2,193	2,272	2,330	2,054	
Total pension liability – ending (a)	<u>\$ 3,248</u>	<u>\$ 2,897</u>	<u>\$ 2,806</u>	<u>\$ 2,193</u>	<u>\$ 2,272</u>	<u>\$ 2,330</u>	
Plan fiduciary net position:							
Contributions – employer	\$ 97	\$ 71	\$ 62	\$ 53	\$ 62	\$ 68	
Contributions – employee	28	31	34	34	43	51	
Net investment income	93	111	168	9	53	176	
Benefit payments, including refunds of employee contributions	(105)	(117)	(67)	(145)	(173)	(59)	
Administrative expense	(3)	(2)	(2)	(1)	(2)	(1)	
Other changes	-	-	-	-	(1)	-	
Net change in plan fiduciary net position	110	94	195	(50)	(18)	235	
Plan fiduciary net position – beginning	1,692	1,598	1,403	1,453	1,471	1,236	
Plan fiduciary net position – ending (b)	<u>\$ 1,802</u>	<u>\$ 1,692</u>	<u>\$ 1,598</u>	<u>\$ 1,403</u>	<u>\$ 1,453</u>	<u>\$ 1,471</u>	
County's net pension liability – ending (a) – (b)	<u>\$ 1,446</u>	<u>\$ 1,205</u>	<u>\$ 1,208</u>	<u>\$ 790</u>	<u>\$ 819</u>	<u>\$ 859</u>	
Plan fiduciary net position as a percentage of the total pension liability	55.48%	58.41%	56.95%	63.98%	63.95%	63.13%	
Covered payroll	\$ 352	\$ 362	\$ 428	\$ 379	\$ 580	\$ 648	
County's net pension liability as a percentage of covered payroll	410.80%	332.87%	282.24%	208.44%	141.21%	132.60%	

*Information not available 2014 through 2011.

PINAL COUNTY
Required Supplementary Information
Schedule of County Pension Contributions
June 30, 2020
(Concluded)
(Amounts expressed in thousands)

ASRS

	2020	2019	2018	2017	2016	2015	2014	2013 through 2011*
Statutorily required contribution	\$ 8,759	\$ 7,679	\$ 7,605	\$ 7,003	\$ 7,002	\$ 7,472	\$ 6,565	
County's contributions in relation to the statutorily required contribution	8,759	7,679	7,605	7,003	7,002	7,472	6,565	
County's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
County's covered payroll	\$ 76,498	\$ 68,794	\$ 67,258	\$ 62,560	\$ 65,244	\$ 68,613	\$ 61,388	
County's contributions as a percentage of covered payroll	11.45%	11.16%	11.31%	11.19%	10.73%	10.89%	10.69%	

*2013 through 2011 information not available.

CORP - AOC

	2020	2019	2018	2017	2016	2015	2014	2013 through 2011*
Statutorily required contribution	\$ 2,117	\$ 2,026	\$ 1,387	\$ 1,196	\$ 1,025	\$ 885	\$ 806	
County's contributions in relation to the statutorily required contribution	2,117	2,026	1,387	1,196	1,025	885	806	
County's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
County's covered payroll	\$ 6,778	\$ 6,531	\$ 5,944	\$ 5,730	\$ 5,138	\$ 5,948	\$ 5,570	
County's contributions as a percentage of covered payroll	31.23%	31.02%	23.33%	20.87%	19.95%	14.88%	14.47%	

*2013 through 2011 information not available

PINAL COUNTY
Required Supplementary Information
Schedule of County Pension Contributions
June 30, 2020
(Concluded)
(Amounts expressed in thousands)

PSPRS - Sheriff

	2020	2019	2018	2017	2016	2015	2014	2013 through 2011*
Actuarially determined contribution	\$ 6,422	\$ 5,495	\$ 5,225	\$ 4,147	\$ 3,957	\$ 3,086	\$ 2,899	
County's contributions in relation to the actuarially determined contribution	6,422	5,495	3,340	3,792	3,333	3,086	2,899	
County's contribution deficiency (excess)	\$ -	\$ -	\$ 1,885	\$ 355	\$ 624	\$ -	\$ -	
County's covered payroll	\$ 15,046	\$ 13,205	\$ 12,773	\$ 13,045	\$ 12,245	\$ 13,423	\$ 12,940	
County's contributions as a percentage of covered payroll	42.68%	41.61%	26.15%	29.07%	27.22%	22.99%	22.40%	

*2013 through 2010 information not available.

CORP - Detention

	2020	2019	2018	2017	2016	2015	2014	2013 through 2011*
Actuarially determined contribution	1,467	1,747	1,072	824	878	1,029	1,217	
County's contributions in relation to the actuarially determined contribution	1,467	1,747	1,072	783	805	1,029	1,217	
County's contribution deficiency(excess)	\$ -	\$ -	\$ -	\$ 41	\$ 73	\$ -	\$ -	
County's covered payroll	\$ 7,206	\$ 7,594	\$ 7,832	\$ 7,550	\$ 7,506	\$ 11,308	\$ 12,606	
County's contributions as a percentage of covered payroll	20.36%	23.01%	13.69%	10.37%	10.72%	9.10%	9.65%	

*2013 through 2011 information not available.

PINAL COUNTY
Required Supplementary Information
Schedule of County Pension Contributions
June 30, 2020
(Concluded)
(Amounts expressed in thousands)

CORP - Dispatchers

	2020	2019	2018	2017	2016	2015	2014	2013 through 2011*
Actuarially determined contribution	\$ 98	\$ 97	\$ 66	\$ 71	\$ 62	\$ 66	\$ 68	
County's contributions in relation to the actuarially determined contribution	98	97	66	63	53	66	68	
County's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ 8	\$ 9	\$ -	\$ -	
County's covered payroll	\$ 323	\$ 352	\$ 362	\$ 428	\$ 379	\$ 580	\$ 648	
County's contributions as a percentage of covered payroll	30.34%	27.56%	18.23%	14.72%	13.98%	11.38%	10.49%	

*2013 through 2011 information not available.

EORP

	2020	2019	2018	2017	2016	2015	2014	2013 through 2011*
Statutorily required contribution	\$ 1,490	\$ 1,920	\$ 605	\$ 641	\$ 529	\$ 640	\$ 699	
County's contributions in relation to the statutorily required contribution	1,490	1,920	-	641	529	640	699	
County's contribution deficiency (excess)	\$ -	\$ -	\$ 605	\$ -	\$ -	\$ -	\$ -	
County's covered payroll	\$ 2,426	\$ 2,674	\$ 2,574	\$ 2,730	\$ 2,251	\$ 2,723	\$ 3,018	
County's contributions as a percentage of covered payroll	61.42%	71.80%	-%	23.48%	23.50%	23.50%	23.16%	

*2013 through 2011 information not available.

PINAL COUNTY
Required Supplementary Information
Notes to Pension Plan Schedules
June 30, 2020

(Amounts expressed in thousands)

Note 1 – Actuarially Determined Contribution Rates

Actuarially determined contribution rates for PSPRS and CORP are calculated as of June 30 two years prior to the end of the fiscal year in which contributions are made. The actuarial methods and assumptions used to establish the contribution requirements are as follows:

Actuarial cost method	Entry age normal
Amortization method	Level percent-of-pay, closed
Remaining amortization period as of the 2018 actuarial valuation	17 years for unfunded actuarial accrued liability, 20 years for excess
Asset valuation method	7-year smoothed market value; 80%/120% market corridor
Actuarial assumptions:	
Investment rate of return	In the 2019 actuarial valuation, the investment rate of return for was decreased from 7.4% to 7.3%. In the 2017 actuarial valuation, the investment rate of return was decreased from 7.5% to 7.4%. In the 2016 actuarial valuation, the investment rate of return was decreased from 7.85% to 7.5%. In the 2013 actuarial valuation, the investment rate of return was decreased from 8.0% to 7.85%.
Projected salary increases	In the 2017 actuarial valuation, projected salary increases were decreased from 4.0%-8.0% to 3.5%-7.5% for PSPRS and from 4.0%-7.25% to 3.5%-6.5% for CORP. In the 2014 actuarial valuation, projected salary increases were decreased from 4.5%-8.5% to 4.0%-8.0% for PSPRS and from 4.5%-7.75% to 4.0%-7.25% for CORP. In the 2013 actuarial valuation, projected salary increases were decreased from 5.0%-9.0% to 4.5%-8.5% for PSPRS and from 5.0%-8.25% to 4.5%-7.75% for CORP.
Wage growth	In the 2017 actuarial valuation, wage growth was decreased from 4% to 3.5% for PSPRS and CORP. In the 2014 actuarial valuation, wage growth was decreased from 4.5% to 4.0% for PSPRS and CORP. In the 2013 actuarial valuation, wage growth was decreased from 5.0% to 4.5% for PSPRS and CORP.
Retirement age	Experience-based table of rates that is specific to the type of of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period July 1, 2006 – June 30, 2011.
Mortality	In the 2017 actuarial valuation, changed to RP-2014 tables, with 75% of MP-2016 fully generational projection scales. RP-2000 mortality table (adjusted by 105% for both males and females)

PINAL COUNTY
Required Supplementary Information
Notes to Pension Plan Schedules
June 30, 2020
(Amounts expressed in thousands)

Note 2 – Factors that affect trends

Arizona courts have ruled that provisions of a 2011 law that changed the mechanism for funding permanent pension benefit increases and increased employee pension contribution rates were unconstitutional or a breach of contract because those provisions apply to individuals who were members as of the law's effective date. As a result, PSPRS, CORP, CORP-AOC and EORP changed benefit terms to reflect the prior mechanism for funding permanent benefit increases for those members and revised actuarial assumptions to explicitly value future permanent benefit increases. PSPRS and EORP also reduced those members' employee contribution rates. These changes are reflected in the plans' pension liabilities for fiscal year 2015 (measurement date 2014) for members who were retired as of the law's effective date and fiscal year 2018 (measurement date 2017) for members who retired or will retire after the law's effective date. These changes also increased the PSPRS, CORP, and CORP-AOC required pension contributions beginning in fiscal year 2016 for members who were retired as of the law's effective date. These changes increased the PSPRS, CORP, and CORP-AOC required contributions beginning in fiscal year 2019 for members who retired or will retire after the law's effective date. EORP required contributions are not based on actuarial valuations, and therefore, these changes did not affect them. PSPRS and CORP allowed the County to phase in the increased contributions for members who were retired as of the law's effective date over 3 years. As a result, the County's pension contributions were less than the actuarially determined contributions for 2016 and 2017. Also, the County refunded excess employee contributions to PSPRS and EORP members. PSPRS and EORP allowed the County to reduce its actual employer contributions for the refund amounts. As a result, the County's pension contributions were less than the actuarially or statutorily determined contributions for 2018 and 2019.

The fiscal year 2019 (measurement date 2018) pension liabilities for EORP and CORP reflect the replacement of the permanent benefit increase (PBI) for retirees based on investment returns with a cost of living adjustment based on inflation. Also, the EORP liability and required pension contributions for fiscal year 2019 reflect a statutory change that requires the employer contribution rate to be actuarially determined. This change increased the discount rate used to calculate the liability thereby reducing the total pension liability.

Page left blank intentionally

Combining Statements and Individual Fund Schedules



Page left blank intentionally

PINAL COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020
(Amounts expressed in thousands)

	Special Revenue Funds	Capital Projects Funds	Total
Assets			
Cash, cash equivalents and investments	\$ 31,031	\$ 3,339	\$ 34,370
Receivables (net of allowances for uncollectibles):			
Property taxes	253	-	253
Accounts	960	2	962
Due from other funds	28	-	28
Due from other governments	5,841	-	5,841
Inventories	51	-	51
Prepaid items	66	-	66
Restricted assets:			
Cash and cash equivalents	801	-	801
Total assets	<u>\$ 39,031</u>	<u>\$ 3,341</u>	<u>\$ 42,372</u>
Liabilities			
Accounts payable	\$ 1,651	\$ 40	\$ 1,691
Accrued payroll and employee benefits	568	-	568
Due to other funds	639	347	986
Deposits held for others	77	4	81
Unearned revenue	706	-	706
Total liabilities	<u>3,641</u>	<u>391</u>	<u>4,032</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	238	-	238
Unavailable revenue - intergovernmental	1,641	-	1,641
Total deferred inflows of resources	<u>1,879</u>	<u>-</u>	<u>1,879</u>
Fund Balances			
Nonspendable:			
Inventories	51	-	51
Prepaid items	66	-	66
Total nonspendable	<u>117</u>	<u>-</u>	<u>117</u>
Restricted	18,544	1,873	20,417
Committed	9,732	-	9,732
Assigned	6,864	1,077	7,941
Unassigned	(1,746)	-	(1,746)
Total fund balances	<u>33,511</u>	<u>2,950</u>	<u>36,461</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 39,031</u>	<u>\$ 3,341</u>	<u>\$ 42,372</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Special Revenue Funds	Capital Projects Funds	Total
Revenues:			
Taxes	\$ 10,254	\$ -	\$ 10,254
Licenses and permits	3,282	-	3,282
Intergovernmental	29,957	-	29,957
Charges for services	5,714	-	5,714
Fines and forfeits	520	-	520
Investment earnings	504	23	527
Contributions	1,505	245	1,750
Rentals	407	-	407
Miscellaneous	780	44	824
Total revenues	<u>52,923</u>	<u>312</u>	<u>53,235</u>
Expenditures:			
Current			
General government	1,749	1,615	3,364
Public safety	18,695	29	18,724
Highways and streets	4,233	444	4,677
Sanitation	507	-	507
Health	13,522	-	13,522
Welfare	7,407	-	7,407
Culture and recreation	1,926	-	1,926
Education	5,686	-	5,686
Debt Service			
Principal retirement	23	-	23
Interest	5	-	5
Capital outlay	-	1,832	1,832
Total expenditures	<u>53,753</u>	<u>3,920</u>	<u>57,673</u>
Deficiency of revenues over expenditures	<u>(830)</u>	<u>(3,608)</u>	<u>(4,438)</u>
Other financing sources (uses):			
Sale of capital assets	446	-	446
Transfers in	8,029	3,940	11,969
Transfers out	<u>(3,168)</u>	<u>(320)</u>	<u>(3,488)</u>
Total other financing sources (uses)	<u>5,307</u>	<u>3,620</u>	<u>8,927</u>
Net change in fund balances	4,477	12	4,489
Fund balances - July 1, 2019	29,027	2,938	31,965
Changes in nonspendable resources:			
Decrease in inventories	(8)	-	(8)
Increase in prepaid items	15	-	15
Fund balances - June 30, 2020	<u>\$ 33,511</u>	<u>\$ 2,950</u>	<u>\$ 36,461</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Adult Probation	Air Quality	Animal Control
Assets			
Cash, cash equivalents and investments	\$ 1,061	\$ 1,306	\$ 252
Receivables (net of allowances for uncollectibles):			
Property taxes	-	-	5
Accounts	184	1	2
Due from other funds	-	-	-
Due from other governments	75	22	-
Inventories	-	-	-
Prepaid items	-	-	-
Restricted assets:			
Cash and cash equivalents - restricted	-	-	-
Total assets	<u>\$ 1,320</u>	<u>\$ 1,329</u>	<u>\$ 259</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ 28	\$ 3	\$ 18
Accrued payroll and employee benefits	90	28	43
Due to other funds	-	-	-
Total current liabilities	<u>118</u>	<u>31</u>	<u>61</u>
Noncurrent liabilities:			
Deposits held for others	-	-	-
Unearned revenue	-	494	-
Total noncurrent liabilities	<u>-</u>	<u>494</u>	<u>-</u>
Total liabilities	<u>118</u>	<u>525</u>	<u>61</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	-	5
Unavailable revenue - intergovernmental	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>5</u>
Fund Balances			
Nonspendable:			
Inventories	-	-	-
Prepaid items	-	-	-
Total nonspendable	<u>-</u>	<u>-</u>	<u>-</u>
Restricted	1,520	804	-
Committed	-	-	-
Assigned	-	-	193
Unassigned	(318)	-	-
Total fund balances	<u>1,202</u>	<u>804</u>	<u>193</u>
Total liabilities, deferred inflows of resources and, fund balances	<u>\$ 1,320</u>	<u>\$ 1,329</u>	<u>\$ 259</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Attorney	Capital Projects Replacement	Clerk of Courts
Assets			
Cash, cash equivalents and investments	\$ 1,598	\$ 235	\$ 2,243
Receivables (net of allowances for uncollectibles):			
Property taxes	-	-	-
Accounts	8	40	114
Due from other funds	-	8	-
Due from other governments	317	-	6
Inventories	-	-	-
Prepaid items	-	-	-
Restricted assets:			
Cash and cash equivalents - restricted	-	-	-
Total assets	\$ 1,923	\$ 283	\$ 2,363
Liabilities			
Current liabilities:			
Accounts payable	-	111	-
Accrued payroll and employee benefits	28	-	2
Due to other funds	-	-	-
Total current liabilities	28	111	2
Noncurrent liabilities:			
Deposits held for others	-	-	-
Unearned revenue	-	-	-
Total noncurrent liabilities	-	-	-
Total liabilities	28	111	2
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	174	-	-
Total deferred inflows of resources	174	-	-
Fund Balances			
Nonspendable:			
Inventories	-	-	-
Prepaid items	-	-	-
Total nonspendable	-	-	-
Restricted	2,036	-	941
Committed	-	-	1,420
Assigned	-	172	-
Unassigned	(315)	-	-
Total fund balances	1,721	172	2,361
Total liabilities, deferred inflows of resources and, fund balances	\$ 1,923	\$ 283	\$ 2,363

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Courts	Employee Wellness	Health Services
Assets			
Cash, cash equivalents and investments	\$ 1,867	\$ 35	\$ -
Receivables (net of allowances for uncollectibles):			
Property taxes	-	-	-
Accounts	87	-	-
Due from other funds	6	-	-
Due from other governments	205	-	19
Inventories	-	-	-
Prepaid items	-	-	-
Restricted assets:			
Cash and cash equivalents - restricted	-	-	-
Total assets	<u>\$ 2,165</u>	<u>\$ 35</u>	<u>\$ 19</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ 76	\$ -	\$ -
Accrued payroll and employee benefits	13	-	3
Due to other funds	-	-	16
Total current liabilities	<u>89</u>	<u>-</u>	<u>19</u>
Noncurrent liabilities:			
Deposits held for others	-	-	-
Unearned revenue	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>89</u>	<u>-</u>	<u>19</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	14	-	-
Total deferred inflows of resources	<u>14</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable:			
Inventories	-	-	-
Prepaid items	-	-	-
Total nonspendable	<u>-</u>	<u>-</u>	<u>-</u>
Restricted	2,114	-	-
Committed	29	-	-
Assigned	-	35	-
Unassigned	(81)	-	-
Total fund balances	<u>2,062</u>	<u>35</u>	<u>-</u>
Total liabilities, deferred inflows of resources and, fund balances	<u>\$ 2,165</u>	<u>\$ 35</u>	<u>\$ 19</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Housing Grants	Justice Courts	Juvenile Probation
Assets			
Cash, cash equivalents and investments	\$ 456	\$ 1,655	\$ 994
Receivables (net of allowances for uncollectibles):			
Property taxes	-	-	-
Accounts	105	122	26
Due from other funds	-	-	-
Due from other governments	46	-	18
Inventories	51	-	-
Prepaid items	39	-	-
Restricted assets:			
Cash and cash equivalents - restricted	801	-	-
Total assets	<u>\$ 1,498</u>	<u>\$ 1,777</u>	<u>\$ 1,038</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ 58	\$ 5	\$ 257
Accrued payroll and employee benefits	24	6	42
Due to other funds	-	-	-
Total current liabilities	<u>82</u>	<u>11</u>	<u>299</u>
Noncurrent liabilities:			
Deposits held for others	28	-	-
Unearned revenue	93	-	-
Total noncurrent liabilities	<u>121</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>203</u>	<u>11</u>	<u>299</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable:			
Inventories	51	-	-
Prepaid items	39	-	-
Total nonspendable	<u>90</u>	<u>-</u>	<u>-</u>
Restricted	1,205	747	776
Committed	-	1,042	-
Assigned	-	-	-
Unassigned	-	(23)	(37)
Total fund balances	<u>1,295</u>	<u>1,766</u>	<u>739</u>
Total liabilities, deferred inflows of resources and, fund balances	<u>\$ 1,498</u>	<u>\$ 1,777</u>	<u>\$ 1,038</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Library Grants	Miscellaneous Fees	Miscellaneous Grants
Assets			
Cash, cash equivalents and investments	\$ 3	\$ 395	\$ -
Receivables (net of allowances for uncollectibles):			
Property taxes	-	-	-
Accounts	-	3	-
Due from other funds	-	-	-
Due from other governments	-	-	121
Inventories	-	-	-
Prepaid items	-	-	-
Restricted assets:			
Cash and cash equivalents - restricted	-	-	-
Total assets	\$ 3	\$ 398	\$ 121
Liabilities			
Current liabilities:			
Accounts payable	\$ 3	\$ 2	\$ 4
Accrued payroll and employee benefits	-	5	-
Due to other funds	-	-	111
Total current liabilities	3	7	115
Noncurrent liabilities:			
Deposits held for others	-	-	-
Unearned revenue	-	-	-
Total noncurrent liabilities	-	-	-
Total liabilities	3	7	115
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	33
Total deferred inflows of resources	-	-	33
Fund Balances			
Nonspendable:			
Inventories	-	-	-
Prepaid items	-	-	-
Total nonspendable	-	-	-
Restricted	-	448	-
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	(57)	(27)
Total fund balances	-	391	(27)
Total liabilities, deferred inflows of resources and, fund balances	\$ 3	\$ 398	\$ 121

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Public Defender	Public Works Roadways	Public Works Services
Assets			
Cash, cash equivalents and investments	\$ 191	\$ 5,539	\$ 457
Receivables (net of allowances for uncollectibles):			
Property taxes	-	-	-
Accounts	-	11	177
Due from other funds	-	-	-
Due from other governments	9	-	965
Inventories	-	-	-
Prepaid items	-	-	-
Restricted assets:			
Cash and cash equivalents - restricted	-	-	-
Total assets	<u>\$ 200</u>	<u>\$ 5,550</u>	<u>\$ 1,599</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ -	\$ -	\$ 224
Accrued payroll and employee benefits	3	24	19
Due to other funds	-	-	171
Total current liabilities	<u>3</u>	<u>24</u>	<u>414</u>
Noncurrent liabilities:			
Deposits held for others	-	49	-
Unearned revenue	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>49</u>	<u>-</u>
Total liabilities	<u>3</u>	<u>73</u>	<u>414</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	-	-	825
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>825</u>
Fund Balances			
Nonspendable:			
Inventories	-	-	-
Prepaid items	-	-	-
Total nonspendable	<u>-</u>	<u>-</u>	<u>-</u>
Restricted	197	-	-
Committed	-	-	-
Assigned	-	5,477	987
Unassigned	-	-	(627)
Total fund balances	<u>197</u>	<u>5,477</u>	<u>360</u>
Total liabilities, deferred inflows of resources and, fund balances	<u>\$ 200</u>	<u>\$ 5,550</u>	<u>\$ 1,599</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Sheriff	Treasurer	Workforce Grants
Assets			
Cash, cash equivalents and investments	\$ 86	\$ 261	\$ -
Receivables (net of allowances for uncollectibles):			
Property taxes	-	-	-
Accounts	51	-	16
Due from other funds	-	-	-
Due from other governments	1,300	-	525
Inventories	-	-	-
Prepaid items	27	-	-
Restricted assets:			
Cash and cash equivalents - restricted	-	-	-
Total assets	<u>\$ 1,464</u>	<u>\$ 261</u>	<u>\$ 541</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ 89	\$ -	\$ 169
Accrued payroll and employee benefits	10	-	5
Due to other funds	-	-	341
Total current liabilities	<u>99</u>	<u>-</u>	<u>515</u>
Noncurrent liabilities:			
Deposits held for others	-	-	-
Unearned revenue	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>99</u>	<u>-</u>	<u>515</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	-	-
Unavailable revenue - intergovernmental	203	-	-
Total deferred inflows of resources	<u>203</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable:			
Inventories	-	-	-
Prepaid items	27	-	-
Total nonspendable	<u>27</u>	<u>-</u>	<u>-</u>
Restricted	1,392	261	26
Committed	4	-	-
Assigned	-	-	-
Unassigned	<u>(261)</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>1,162</u>	<u>261</u>	<u>26</u>
Total liabilities, deferred inflows of resources and, fund balances	<u>\$ 1,464</u>	<u>\$ 261</u>	<u>\$ 541</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Desert Vista Sanitation District	Flood Control District	Library District
Assets			
Cash, cash equivalents and investments	\$ 27	\$ 5,272	\$ 892
Receivables (net of allowances for uncollectibles):			
Property taxes	-	72	81
Accounts	-	8	2
Due from other funds	-	-	-
Due from other governments	-	363	-
Inventories	-	-	-
Prepaid items	-	-	-
Restricted assets:			
Cash and cash equivalents - restricted	-	-	-
Total assets	<u>\$ 27</u>	<u>\$ 5,715</u>	<u>\$ 975</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ -	\$ 430	\$ 50
Accrued payroll and employee benefits	-	14	16
Due to other funds	-	-	-
Total current liabilities	<u>-</u>	<u>444</u>	<u>66</u>
Noncurrent liabilities:			
Deposits held for others	-	-	-
Unearned revenue	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>444</u>	<u>66</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	-	54	81
Unavailable revenue - intergovernmental	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>54</u>	<u>81</u>
Fund Balances			
Nonspendable:			
Inventories	-	-	-
Prepaid items	-	-	-
Total nonspendable	<u>-</u>	<u>-</u>	<u>-</u>
Restricted	27	5,217	828
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	<u>27</u>	<u>5,217</u>	<u>828</u>
Total liabilities, deferred inflows of resources and, fund balances	<u>\$ 27</u>	<u>\$ 5,715</u>	<u>\$ 975</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Lighting Special Districts	Public Health Services District	Queen Creek Domestic Water Improvement District
Assets			
Cash, cash equivalents and investments	\$ 5	\$ 3,519	\$ -
Receivables (net of allowances for uncollectibles):			
Property taxes	1	-	-
Accounts	-	3	-
Due from other funds	-	14	-
Due from other governments	-	1,850	-
Inventories	-	-	-
Prepaid items	-	-	-
Restricted assets:			
Cash and cash equivalents - restricted	-	-	-
Total assets	<u>\$ 6</u>	<u>\$ 5,386</u>	<u>\$ -</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ -	\$ 124	\$ -
Accrued payroll and employee benefits	-	193	-
Due to other funds	-	-	-
Total current liabilities	<u>-</u>	<u>317</u>	<u>-</u>
Noncurrent liabilities:			
Deposits held for others	-	-	-
Unearned revenue	-	119	-
Total noncurrent liabilities	<u>-</u>	<u>119</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>436</u>	<u>-</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	1	-	-
Unavailable revenue - intergovernmental	-	392	-
Total deferred inflows of resources	<u>1</u>	<u>392</u>	<u>-</u>
Fund Balances			
Nonspendable:			
Inventories	-	-	-
Prepaid items	-	-	-
Total nonspendable	<u>-</u>	<u>-</u>	<u>-</u>
Restricted	5	-	-
Committed	-	4,558	-
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	<u>5</u>	<u>4,558</u>	<u>-</u>
Total liabilities, deferred inflows of resources and, fund balances	<u>\$ 6</u>	<u>\$ 5,386</u>	<u>\$ -</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020
(Amounts expressed in thousands)

	Accommodation School	Total
Assets		
Cash, cash equivalents and investments	\$ 2,682	\$ 31,031
Receivables (net of allowances for uncollectibles):		
Property taxes	94	253
Accounts	-	960
Due from other funds	-	28
Due from other governments	-	5,841
Inventories	-	51
Prepaid items	-	66
Restricted assets:		
Cash and cash equivalents - restricted	-	801
Total assets	\$ 2,776	\$ 39,031
Liabilities		
Current liabilities:		
Accounts payable	\$ -	\$ 1,651
Accrued payroll and employee benefits	-	568
Due to other funds	-	639
Total current liabilities	-	2,858
Noncurrent liabilities:		
Deposits held for others	-	77
Unearned revenue	-	706
Total noncurrent liabilities	-	783
Total liabilities	-	3,641
Deferred Inflows of Resources		
Unavailable revenue - property taxes	97	238
Unavailable revenue - intergovernmental	-	1,641
Total deferred inflows of resources	97	1,879
Fund Balances		
Nonspendable:		
Inventories	-	51
Prepaid items	-	66
Total nonspendable	-	117
Restricted	-	18,544
Committed	2,679	9,732
Assigned	-	6,864
Unassigned	-	(1,746)
Total fund balances	2,679	33,511
Total liabilities, deferred inflows of resources and, fund balances	\$ 2,776	\$ 39,031

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Adult Probation	Air Quality	Animal Control
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	1,260	213
Intergovernmental	4,383	274	-
Charges for services	972	-	290
Fines and forfeits	-	-	13
Investment earnings	15	8	2
Contributions	-	-	107
Rentals	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>5,370</u>	<u>1,542</u>	<u>625</u>
Expenditures:			
Current			
General government	-	-	-
Public safety	5,117	-	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	1,256	2,324
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service			
Principal retirement	-	-	5
Interest	-	-	1
Total expenditures	<u>5,117</u>	<u>1,256</u>	<u>2,330</u>
Excess (deficiency) of revenues over expenditures	<u>253</u>	<u>286</u>	<u>(1,705)</u>
Other financing sources (uses):			
Sale of capital assets	-	-	3
Transfers in	-	-	1,629
Transfers out	-	(182)	(35)
Total other financing sources (uses)	<u>-</u>	<u>(182)</u>	<u>1,597</u>
Net change in fund balances	253	104	(108)
Fund balances (deficit) - July 1, 2019	949	700	301
Changes in nonspendable resources:			
Decrease in inventories	-	-	-
Increase (decrease) in prepaid	-	-	-
Fund balances (deficit) - June 30, 2020	<u>\$ 1,202</u>	<u>\$ 804</u>	<u>\$ 193</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Attorney	Capital Projects Replacement	Clerk of Courts
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	1,225	-	-
Charges for services	-	-	594
Fines and forfeits	488	-	-
Investment earnings	34	5	34
Contributions	-	-	-
Rentals	-	-	-
Miscellaneous	35	146	-
Total revenues	1,782	151	628
Expenditures:			
Current			
General government	-	544	-
Public safety	2,394	-	208
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service			
Principal retirement	-	-	-
Interest	-	-	-
Total expenditures	2,394	544	208
Excess (deficiency) of revenues over expenditures	(612)	(393)	420
Other financing sources (uses):			
Sale of capital assets	1	126	-
Transfers in	214	500	-
Transfers out	(51)	(375)	(217)
Total other financing sources (uses)	164	251	(217)
Net change in fund balances	(448)	(142)	203
Fund balances (deficit) - July 1, 2019	2,169	314	2,158
Changes in nonspendable resources:			
Decrease in inventories	-	-	-
Increase (decrease) in prepaid	-	-	-
Fund balances (deficit) - June 30, 2020	\$ 1,721	\$ 172	\$ 2,361

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Courts	Employee Wellness	Health Services
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	1,115	-	68
Charges for services	514	-	-
Fines and forfeits	-	-	-
Investment earnings	14	5	3
Contributions	-	-	-
Rentals	-	-	-
Miscellaneous	18	-	-
Total revenues	<u>1,661</u>	<u>5</u>	<u>71</u>
Expenditures:			
Current			
General government	-	-	-
Public safety	1,666	-	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	120
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service			
Principal retirement	-	-	-
Interest	-	-	-
Total expenditures	<u>1,666</u>	<u>-</u>	<u>120</u>
Excess (deficiency) of revenues over expenditures	<u>(5)</u>	<u>5</u>	<u>(49)</u>
Other financing sources (uses):			
Sale of capital assets	-	-	-
Transfers in	590	-	-
Transfers out	(69)	-	-
Total other financing sources (uses)	<u>521</u>	<u>-</u>	<u>-</u>
Net change in fund balances	516	5	(49)
Fund balances (deficit) - July 1, 2019	1,546	30	49
Changes in nonspendable resources:			
Decrease in inventories	-	-	-
Increase (decrease) in prepaid	-	-	-
Fund balances (deficit) - June 30, 2020	<u>\$ 2,062</u>	<u>\$ 35</u>	<u>\$ -</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Housing Grants	Justice Courts	Juvenile Probation
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	4,948	12	3,067
Charges for services	-	754	120
Fines and forfeits	-	1	-
Investment earnings	1	42	13
Contributions	-	-	-
Rentals	213	-	-
Miscellaneous	189	-	-
Total revenues	<u>5,351</u>	<u>809</u>	<u>3,200</u>
Expenditures:			
Current			
General government	-	-	-
Public safety	-	438	3,164
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	5,230	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service			
Principal retirement	-	9	-
Interest	-	2	-
Total expenditures	<u>5,230</u>	<u>449</u>	<u>3,164</u>
Excess (deficiency) of revenues over expenditures	<u>121</u>	<u>360</u>	<u>36</u>
Other financing sources (uses):			
Sale of capital assets	316	-	-
Transfers in	-	-	8
Transfers out	-	(577)	(11)
Total other financing sources (uses)	<u>316</u>	<u>(577)</u>	<u>(3)</u>
Net change in fund balances	437	(217)	33
Fund balances (deficit) - July 1, 2019	866	1,983	706
Changes in nonspendable resources:			
Decrease in inventories	(8)	-	-
Increase (decrease) in prepaid	-	-	-
Fund balances (deficit) - June 30, 2020	<u>\$ 1,295</u>	<u>\$ 1,766</u>	<u>\$ 739</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Library Grants	Miscellaneous Fees	Miscellaneous Grants
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	25	-	350
Charges for services	-	471	-
Fines and forfeits	-	-	-
Investment earnings	-	-	2
Contributions	-	-	-
Rentals	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>25</u>	<u>471</u>	<u>352</u>
Expenditures:			
Current			
General government	-	302	250
Public safety	-	-	80
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	48
Welfare	-	-	-
Culture and recreation	25	-	-
Education	-	-	-
Debt service			
Principal retirement	-	9	-
Interest	-	2	-
Total expenditures	<u>25</u>	<u>313</u>	<u>378</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>158</u>	<u>(26)</u>
Other financing sources (uses):			
Sale of capital assets	-	-	-
Transfers in	-	-	56
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>56</u>
Net change in fund balances	-	158	30
Fund balances (deficit) - July 1, 2019	-	233	(57)
Changes in nonspendable resources:			
Decrease in inventories	-	-	-
Increase (decrease) in prepaid	-	-	-
Fund balances (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ 391</u>	<u>\$ (27)</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Public Defender	Public Works Roadways	Public Works Services
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	1,518	-
Intergovernmental	27	-	943
Charges for services	-	669	834
Fines and forfeits	-	-	-
Investment earnings	3	87	8
Contributions	-	524	19
Rentals	-	-	10
Miscellaneous	-	5	48
Total revenues	<u>30</u>	<u>2,803</u>	<u>1,862</u>
Expenditures:			
Current			
General government	-	-	637
Public safety	116	-	700
Highways and streets	-	1,027	711
Sanitation	-	-	504
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service			
Principal retirement	-	-	-
Interest	-	-	-
Total expenditures	<u>116</u>	<u>1,027</u>	<u>2,552</u>
Excess (deficiency) of revenues over expenditures	<u>(86)</u>	<u>1,776</u>	<u>(690)</u>
Other financing sources (uses):			
Sale of capital assets	-	-	-
Transfers in	108	-	438
Transfers out	-	(200)	-
Total other financing sources (uses)	<u>108</u>	<u>(200)</u>	<u>438</u>
Net change in fund balances	22	1,576	(252)
Fund balances (deficit) - July 1, 2019	175	3,901	612
Changes in nonspendable resources:			
Decrease in inventories	-	-	-
Increase (decrease) in prepaid	-	-	-
Fund balances (deficit) - June 30, 2020	<u>\$ 197</u>	<u>\$ 5,477</u>	<u>\$ 360</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Sheriff	Treasurer	Workforce Grants
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	4,587	-	2,000
Charges for services	36	57	-
Fines and forfeits	18	-	-
Investment earnings	20	4	-
Contributions	248	-	-
Rentals	-	-	184
Miscellaneous	166	-	4
Total revenues	5,075	61	2,188
Expenditures:			
Current			
General government	-	16	-
Public safety	4,812	-	-
Highways and streets	-	-	-
Sanitation	-	-	-
Health	-	-	-
Welfare	-	-	2,177
Culture and recreation	-	-	-
Education	-	-	-
Debt service			
Principal retirement	-	-	-
Interest	-	-	-
Total expenditures	4,812	16	2,177
Excess (deficiency) of revenues over expenditures	263	45	11
Other financing sources (uses):			
Sale of capital assets	-	-	-
Transfers in	84	-	-
Transfers out	-	-	-
Total other financing sources (uses)	84	-	-
Net change in fund balances	347	45	11
Fund balances (deficit) - July 1, 2019	800	216	15
Changes in nonspendable resources:			
Decrease in inventories	-	-	-
Increase (decrease) in prepaid	15	-	-
Fund balances (deficit) - June 30, 2020	\$ 1,162	\$ 261	\$ 26

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Desert Vista Sanitation District	Flood Control District	Library District
Revenues:			
Taxes	\$ -	\$ 3,688	\$ 2,517
Licenses and permits	-	52	-
Intergovernmental	-	359	-
Charges for services	-	24	-
Fines and forfeits	-	-	-
Investment earnings	-	84	23
Contributions	-	-	-
Rentals	-	-	-
Miscellaneous	-	2	95
Total revenues	<u>-</u>	<u>4,209</u>	<u>2,635</u>
Expenditures:			
Current			
General government	-	-	-
Public safety	-	-	-
Highways and streets	-	2,476	-
Sanitation	3	-	-
Health	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	1,901
Education	-	-	-
Debt service			
Principal retirement	-	-	-
Interest	-	-	-
Total expenditures	<u>3</u>	<u>2,476</u>	<u>1,901</u>
Excess (deficiency) of revenues over expenditures	<u>(3)</u>	<u>1,733</u>	<u>734</u>
Other financing sources (uses):			
Sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	(252)	(672)
Total other financing sources (uses)	<u>-</u>	<u>(252)</u>	<u>(672)</u>
Net change in fund balances	(3)	1,481	62
Fund balances (deficit) - July 1, 2019	30	3,736	766
Changes in nonspendable resources:			
Decrease in inventories	-	-	-
Increase (decrease) in prepaid	-	-	-
Fund balances (deficit) - June 30, 2020	<u>\$ 27</u>	<u>\$ 5,217</u>	<u>\$ 828</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Lighting Special Districts	Public Health Services District	Queen Creek Domestic Water Improvement District
Revenues:			
Taxes	\$ 18	\$ 4,018	\$ -
Licenses and permits	-	239	-
Intergovernmental	-	4,270	-
Charges for services	-	369	-
Fines and forfeits	-	-	-
Investment earnings	2	48	1
Contributions	-	381	-
Rentals	-	-	-
Miscellaneous	-	72	-
Total revenues	20	9,397	1
Expenditures:			
Current			
General government	-	-	-
Public safety	-	-	-
Highways and streets	19	-	-
Sanitation	-	-	-
Health	-	9,774	-
Welfare	-	-	-
Culture and recreation	-	-	-
Education	-	-	-
Debt service			
Principal retirement	-	-	-
Interest	-	-	-
Total expenditures	19	9,774	-
Excess (deficiency) of revenues over expenditures	1	(377)	1
Other financing sources (uses):			
Sale of capital assets	-	-	-
Transfers in	-	1,207	-
Transfers out	-	(506)	(21)
Total other financing sources (uses)	-	701	(21)
Net change in fund balances	1	324	(20)
Fund balances (deficit) - July 1, 2019	4	4,234	20
Changes in nonspendable resources:			
Decrease in inventories	-	-	-
Increase (decrease) in prepaid	-	-	-
Fund balances (deficit) - June 30, 2020	\$ 5	\$ 4,558	\$ -

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Accommodation School	Total
Revenues:		
Taxes	\$ 13	\$ 10,254
Licenses and permits	-	3,282
Intergovernmental	2,304	29,957
Charges for services	10	5,714
Fines and forfeits	-	520
Investment earnings	46	504
Contributions	226	1,505
Rentals	-	407
Miscellaneous	-	780
Total revenues	2,599	52,923
Expenditures:		
Current		
General government	-	1,749
Public safety	-	18,695
Highways and streets	-	4,233
Sanitation	-	507
Health	-	13,522
Welfare	-	7,407
Culture and recreation	-	1,926
Education	5,686	5,686
Debt service		
Principal retirement	-	23
Interest	-	5
Total expenditures	5,686	53,753
Excess (deficiency) of revenues over expenditures	(3,087)	(830)
Other financing sources (uses):		
Sale of capital assets	-	446
Transfers in	3,195	8,029
Transfers out	-	(3,168)
Total other financing sources (uses)	3,195	5,307
Net change in fund balances	108	4,477
Fund balances (deficit) - July 1, 2019	2,571	29,027
Changes in nonspendable resources:		
Decrease in inventories	-	(8)
Increase (decrease) in prepaid	-	15
Fund balances (deficit) - June 30, 2020	\$ 2,679	\$ 33,511

Page left blank intentionally

PINAL COUNTY
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2020

(Amounts expressed in thousands)

	<u>Capital Projects Miscellaneous</u>	<u>Public Works Gantzel Road Fund</u>	<u>Kelvin Road Bridge Construction</u>	<u>Fairgrounds Construction</u>
Assets				
Cash, cash equivalents and investments	\$ 2,256	\$ 257	\$ 724	\$ 102
Receivables (net of allowances for uncollectibles):				
Accounts	-	1	1	-
Total assets	<u>2,256</u>	<u>258</u>	<u>725</u>	<u>102</u>
Liabilities				
Accounts payable	40	-	-	-
Due to other funds	347	-	-	-
Deposits held for others	-	4	-	-
Total liabilities	<u>387</u>	<u>4</u>	<u>-</u>	<u>-</u>
Fund Balances				
Restricted	894	254	725	-
Assigned	975	-	-	102
Total fund balances (deficit)	<u>1,869</u>	<u>254</u>	<u>725</u>	<u>102</u>
Total liabilities and fund balances	<u>\$ 2,256</u>	<u>\$ 258</u>	<u>\$ 725</u>	<u>\$ 102</u>

PINAL COUNTY
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2020

(Amounts expressed in thousands)

	Total
Assets	
Cash, cash equivalents and investments	\$ 3,339
Receivables (net of allowances for uncollectibles):	
Accounts	2
Total assets	3,341
Liabilities	
Accounts payable	40
Due to other funds	347
Deposits held for others	4
Total liabilities	391
Fund Balances	
Restricted	1,873
Assigned	1,077
Total fund balances (deficit)	2,950
Total liabilities and fund balances	\$ 3,341

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Capital Projects Miscellaneous	Public Works Gantzel Road Fund	Kelvin Road Bridge Construction	Fairgrounds Construction
Revenues:				
Investment earnings	\$ -	\$ 8	\$ 13	\$ 2
Contributions	-	245	-	-
Miscellaneous	44	-	-	-
Total revenues	<u>44</u>	<u>253</u>	<u>13</u>	<u>2</u>
Expenditures:				
General government	1,615	-	-	-
Public safety	29	-	-	-
Highways and streets	439	-	5	-
Capital outlay	1,822	-	10	-
Total expenditures	<u>3,905</u>	<u>-</u>	<u>15</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(3,861)</u>	<u>253</u>	<u>(2)</u>	<u>2</u>
Other financing sources:				
Transfers in	3,940	-	-	-
Transfers out	-	(320)	-	-
Total other financing sources (uses)	<u>3,940</u>	<u>(320)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	79	(67)	(2)	2
Fund balances (deficit) - July 1, 2019	<u>1,790</u>	<u>321</u>	<u>727</u>	<u>100</u>
Fund balances (deficit) - June 30, 2020	<u>\$ 1,869</u>	<u>\$ 254</u>	<u>\$ 725</u>	<u>\$ 102</u>

PINAL COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Total
Revenues:	
Investment earnings	\$ 23
Contributions	245
Miscellaneous	44
Total revenues	312
Expenditures:	
General government	1,615
Public safety	29
Highways and streets	444
Capital outlay	1,832
Total expenditures	3,920
Excess (deficiency) of revenues over expenditures	(3,608)
Other financing sources:	
Transfers in	3,940
Transfers out	(320)
Total other financing sources (uses)	3,620
Net change in fund balances	12
Fund balances (deficit) - July 1, 2019	2,938
Fund balances (deficit) - June 30, 2020	\$ 2,950

PINAL COUNTY
Special Revenue Funds
Adult Probation
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 4,618	\$ 4,824	\$ 4,383	\$ (441)
Charges for services	1,000	1,000	972	(28)
Investment earnings	-	-	15	15
Miscellaneous	-	-	-	-
Total revenues	<u>5,618</u>	<u>5,824</u>	<u>5,370</u>	<u>(454)</u>
Expenditures:				
Current:				
Public safety	<u>6,634</u>	<u>6,841</u>	<u>5,117</u>	<u>1,724</u>
Total expenditures	<u>6,634</u>	<u>6,841</u>	<u>5,117</u>	<u>1,724</u>
Excess (deficiency) of revenues over expenditures	<u>(1,016)</u>	<u>(1,017)</u>	<u>253</u>	<u>1,270</u>
Net change in fund balances	(1,016)	(1,017)	253	1,270
Fund balance (deficit) - July 1, 2019	<u>1,016</u>	<u>1,017</u>	<u>949</u>	<u>(68)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,202</u>	<u>\$ 1,202</u>

PINAL COUNTY
Special Revenue Funds
Air Quality
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Licenses and permits	\$ 1,220	\$ 1,220	\$ 1,260	\$ 40
Intergovernmental	424	424	274	(150)
Investment earnings	-	-	8	8
Miscellaneous	-	-	-	-
Total revenues	<u>1,644</u>	<u>1,644</u>	<u>1,542</u>	<u>(102)</u>
Expenditures:				
Current:				
Health	<u>2,461</u>	<u>2,461</u>	<u>1,256</u>	<u>1,205</u>
Total expenditures	<u>2,461</u>	<u>2,461</u>	<u>1,256</u>	<u>1,205</u>
Excess (deficiency) of revenues over expenditures	<u>(817)</u>	<u>(817)</u>	<u>286</u>	<u>1,103</u>
Other financing sources (uses):				
Sale of capital assets	-	-	-	-
Transfers in	181	181	-	(181)
Transfers out	<u>(363)</u>	<u>(363)</u>	<u>(182)</u>	<u>181</u>
Total other financing sources (uses)	<u>(182)</u>	<u>(182)</u>	<u>(182)</u>	<u>-</u>
Net change in fund balances	(999)	(999)	104	1,103
Fund balance (deficit) - July 1, 2019	<u>999</u>	<u>999</u>	<u>700</u>	<u>(299)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 804</u>	<u>\$ 804</u>

PINAL COUNTY
Special Revenue Funds
Animal Control
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	245	245	213	(32)
Charges for services	305	305	290	(15)
Fines and forfeits	15	15	13	(2)
Investment earnings	-	-	2	2
Contributions	50	83	107	24
Miscellaneous	5	5	-	(5)
Total revenues	<u>620</u>	<u>653</u>	<u>625</u>	<u>(28)</u>
Expenditures:				
Current:				
Health	2,507	2,540	2,324	216
Debt service:				
Principal retirement	-	-	5	(5)
Interest	-	-	1	(1)
Total expenditures	<u>2,507</u>	<u>2,540</u>	<u>2,330</u>	<u>210</u>
Excess (deficiency) of revenues over expenditures	<u>(1,887)</u>	<u>(1,887)</u>	<u>(1,705)</u>	<u>182</u>
Other financing sources (uses):				
Sale of capital assets	-	-	3	3
Transfers in	1,629	1,629	1,629	-
Transfers out	<u>(35)</u>	<u>(35)</u>	<u>(35)</u>	<u>-</u>
Total other financing sources (uses)	<u>1,594</u>	<u>1,594</u>	<u>1,597</u>	<u>3</u>
Net change in fund balances	(293)	(293)	(108)	185
Fund balance (deficit) - July 1, 2019	<u>293</u>	<u>293</u>	<u>301</u>	<u>8</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 193</u>	<u>\$ 193</u>

PINAL COUNTY
Special Revenue Funds
Attorney
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,432	\$ 2,822	\$ 1,225	\$ (1,597)
Charges for services	-	-	-	-
Fines and forfeits	552	558	488	(70)
Investment earnings	2	2	34	32
Miscellaneous	7	10	35	25
Total revenues	<u>1,993</u>	<u>3,392</u>	<u>1,782</u>	<u>(1,610)</u>
Expenditures:				
Current:				
Public safety	<u>3,825</u>	<u>5,207</u>	<u>2,394</u>	<u>2,813</u>
Total expenditures	<u>3,825</u>	<u>5,207</u>	<u>2,394</u>	<u>2,813</u>
Excess (deficiency) of revenues over expenditures	<u>(1,832)</u>	<u>(1,815)</u>	<u>(612)</u>	<u>1,203</u>
Other financing sources (uses):				
Sale of capital assets	-	-	1	1
Transfers in	374	377	214	(163)
Transfers out	<u>(189)</u>	<u>(214)</u>	<u>(51)</u>	<u>163</u>
Total other financing sources (uses)	<u>185</u>	<u>163</u>	<u>164</u>	<u>1</u>
Net change in fund balances	(1,647)	(1,652)	(448)	1,204
Fund balance (deficit) - July 1, 2019	<u>1,647</u>	<u>1,652</u>	<u>2,169</u>	<u>517</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,721</u>	<u>\$ 1,721</u>

PINAL COUNTY
Special Revenue Funds
Capital Projects Replacement
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 5	\$ 5
Miscellaneous	-	-	146	146
Total revenues	<u>-</u>	<u>-</u>	<u>151</u>	<u>151</u>
Expenditures:				
Current:				
General government	<u>558</u>	<u>558</u>	<u>544</u>	<u>14</u>
Total expenditures	<u>558</u>	<u>558</u>	<u>544</u>	<u>14</u>
Excess (deficiency) of revenues over expenditures	<u>(558)</u>	<u>(558)</u>	<u>(393)</u>	<u>165</u>
Other financing sources (uses):				
Sale of capital assets	150	150	126	(24)
Transfers in	500	500	500	-
Transfers out	<u>(625)</u>	<u>(625)</u>	<u>(375)</u>	<u>250</u>
Total other financing sources (uses)	<u>25</u>	<u>25</u>	<u>251</u>	<u>226</u>
Net change in fund balances	<u>(533)</u>	<u>(533)</u>	<u>(142)</u>	<u>391</u>
Fund balance (deficit) - July 1, 2019	<u>533</u>	<u>533</u>	<u>314</u>	<u>(219)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 172</u>	<u>\$ 172</u>

PINAL COUNTY
Special Revenue Funds
Clerk of Courts
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 542	\$ 542	\$ 594	\$ 52
Investment earnings	23	23	34	11
Total revenues	<u>565</u>	<u>565</u>	<u>628</u>	<u>63</u>
Expenditures:				
Current:				
Public safety	<u>2,115</u>	<u>2,116</u>	<u>208</u>	<u>1,908</u>
Total expenditures	<u>2,115</u>	<u>2,116</u>	<u>208</u>	<u>1,908</u>
Excess (deficiency) of revenues over expenditures	<u>(1,550)</u>	<u>(1,551)</u>	<u>420</u>	<u>1,971</u>
Other financing sources (uses):				
Transfers out	<u>(207)</u>	<u>(217)</u>	<u>(217)</u>	<u>-</u>
Total other financing sources (uses)	<u>(207)</u>	<u>(217)</u>	<u>(217)</u>	<u>-</u>
Net change in fund balances	(1,757)	(1,768)	203	1,971
Fund balance (deficit) - July 1, 2019	<u>1,757</u>	<u>1,768</u>	<u>2,158</u>	<u>390</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,361</u>	<u>\$ 2,361</u>

PINAL COUNTY
Special Revenue Funds
Courts
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 796	\$ 805	\$ 1,115	\$ 310
Charges for services	532	532	514	(18)
Fines and forfeits	-	-	-	-
Investment earnings	10	10	14	4
Miscellaneous	8	8	18	10
Total revenues	<u>1,346</u>	<u>1,355</u>	<u>1,661</u>	<u>306</u>
Expenditures:				
Current:				
Public safety	<u>3,408</u>	<u>3,424</u>	<u>1,666</u>	<u>1,758</u>
Total expenditures	<u>3,408</u>	<u>3,424</u>	<u>1,666</u>	<u>1,758</u>
Excess (deficiency) of revenues over expenditures	<u>(2,062)</u>	<u>(2,069)</u>	<u>(5)</u>	<u>2,064</u>
Other financing sources (uses):				
Transfers in	679	686	590	(96)
Transfers out	<u>(72)</u>	<u>(72)</u>	<u>(69)</u>	<u>3</u>
Total other financing sources (uses)	<u>607</u>	<u>614</u>	<u>521</u>	<u>(93)</u>
Net change in fund balances	(1,455)	(1,455)	516	1,971
Fund balance (deficit) - July 1, 2019	<u>1,455</u>	<u>1,455</u>	<u>1,546</u>	<u>91</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,062</u>	<u>\$ 2,062</u>

PINAL COUNTY
Special Revenue Funds
Employee Wellness
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 5	\$ 5
Total revenues	<u>-</u>	<u>-</u>	<u>5</u>	<u>5</u>
Net change in fund balances	-	-	5	5
Fund balance (deficit) - July 1, 2019	<u>-</u>	<u>-</u>	<u>30</u>	<u>30</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 35</u></u>	<u><u>\$ 35</u></u>

PINAL COUNTY
Special Revenue Funds
Health Services
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 116	\$ 116	\$ 68	\$ (48)
Investment earnings	1	1	3	2
Total revenues	<u>117</u>	<u>117</u>	<u>71</u>	<u>(46)</u>
Expenditures:				
Current:				
Health	<u>117</u>	<u>120</u>	<u>120</u>	<u>-</u>
Total expenditures	<u>117</u>	<u>120</u>	<u>120</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(3)</u>	<u>(49)</u>	<u>(46)</u>
Net change in fund balances	-	(3)	(49)	(46)
Fund balance (deficit) - July 1, 2019	<u>-</u>	<u>3</u>	<u>49</u>	<u>46</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PINAL COUNTY
Special Revenue Funds
Housing Grants
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 171	\$ 171	\$ 4,948	\$ 4,777
Investment earnings	-	-	1	1
Rentals	-	-	213	213
Miscellaneous	-	-	189	189
Total revenues	<u>171</u>	<u>171</u>	<u>5,351</u>	<u>5,180</u>
Expenditures:				
Current:				
Welfare	171	171	5,230	(5,059)
Total expenditures	<u>171</u>	<u>171</u>	<u>5,230</u>	<u>(5,059)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>121</u>	<u>121</u>
Other financing sources (uses):				
Sale of capital assets	-	-	316	316
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>316</u>	<u>316</u>
Net change in fund balances	-	-	437	437
Fund balance (deficit) - July 1, 2019	<u>-</u>	<u>-</u>	<u>866</u>	<u>866</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	(8)	(8)
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,295</u>	<u>\$ 1,295</u>

PINAL COUNTY
Special Revenue Funds
Justice Courts
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 12	\$ 12	\$ -
Charges for services	702	705	754	49
Fines and forfeits	32	32	1	(31)
Investment earnings	-	-	42	42
Total revenues	<u>734</u>	<u>749</u>	<u>809</u>	<u>60</u>
Expenditures:				
Current:				
Public safety	1,825	1,838	438	1,400
Debt service:				
Principal retirement	-	-	9	(9)
Interest	-	-	2	(2)
Total expenditures	<u>1,825</u>	<u>1,838</u>	<u>449</u>	<u>1,389</u>
Excess (deficiency) of revenues over expenditures	<u>(1,091)</u>	<u>(1,089)</u>	<u>360</u>	<u>1,449</u>
Other financing sources (uses):				
Transfers out	<u>(658)</u>	<u>(659)</u>	<u>(577)</u>	<u>82</u>
Total other financing sources (uses)	<u>(658)</u>	<u>(659)</u>	<u>(577)</u>	<u>82</u>
Net change in fund balances	(1,749)	(1,748)	(217)	1,531
Fund balance (deficit) - July 1, 2019	<u>1,749</u>	<u>1,748</u>	<u>1,983</u>	<u>235</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,766</u>	<u>\$ 1,766</u>

PINAL COUNTY
Special Revenue Funds
Juvenile Probation
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 3,062	\$ 3,122	\$ 3,067	\$ (55)
Charges for services	74	74	120	46
Investment earnings	-	-	13	13
Total revenues	<u>3,136</u>	<u>3,196</u>	<u>3,200</u>	<u>4</u>
Expenditures:				
Current:				
Public safety	<u>3,648</u>	<u>3,708</u>	<u>3,164</u>	<u>544</u>
Total expenditures	<u>3,648</u>	<u>3,708</u>	<u>3,164</u>	<u>544</u>
Excess (deficiency) of revenues over expenditures	<u>(512)</u>	<u>(512)</u>	<u>36</u>	<u>548</u>
Other financing sources (uses):				
Transfers in	9	11	8	(3)
Transfers out	<u>(17)</u>	<u>(20)</u>	<u>(11)</u>	<u>9</u>
Total other financing sources (uses)	<u>(8)</u>	<u>(9)</u>	<u>(3)</u>	<u>6</u>
Net change in fund balances	(520)	(521)	33	554
Fund balance (deficit) - July 1, 2019	<u>520</u>	<u>521</u>	<u>706</u>	<u>185</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 739</u>	<u>\$ 739</u>

PINAL COUNTY
Special Revenue Funds
Library Grants
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 25	\$ 25	\$ 25	\$ -
Total revenues	<u>25</u>	<u>25</u>	<u>25</u>	<u>-</u>
Expenditures:				
Current:				
Culture and recreation	25	25	25	-
Total expenditures	<u>25</u>	<u>25</u>	<u>25</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Fund balance (deficit) - July 1, 2019	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PINAL COUNTY
Special Revenue Funds
Miscellaneous Fees
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 371	\$ 371	\$ 471	\$ 100
Total revenues	<u>371</u>	<u>371</u>	<u>471</u>	<u>100</u>
Expenditures:				
Current:				
General government	606	606	302	304
Debt service:				
Principal retirement	-	-	9	(9)
Interest	-	-	2	(2)
Total expenditures	<u>606</u>	<u>606</u>	<u>313</u>	<u>293</u>
Excess (deficiency) of revenues over expenditures	<u>(235)</u>	<u>(235)</u>	<u>158</u>	<u>393</u>
Net change in fund balances	(235)	(235)	158	393
Fund balance (deficit) - July 1, 2019	<u>235</u>	<u>235</u>	<u>233</u>	<u>(2)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 391</u>	<u>\$ 391</u>

PINAL COUNTY
Special Revenue Funds
Miscellaneous Grants
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 172	\$ 377	\$ 350	\$ (27)
Investment earnings	-	3	2	(1)
Total revenues	<u>172</u>	<u>380</u>	<u>352</u>	<u>(28)</u>
Expenditures:				
Current:				
General government	178	285	250	35
Public safety	90	124	80	44
Health	-	106	48	58
Total expenditures	<u>268</u>	<u>515</u>	<u>378</u>	<u>137</u>
Excess (deficiency) of revenues over expenditures	<u>(96)</u>	<u>(135)</u>	<u>(26)</u>	<u>109</u>
Other financing sources (uses):				
Transfers in	-	56	56	-
Total other financing sources (uses)	<u>-</u>	<u>56</u>	<u>56</u>	<u>-</u>
Net change in fund balances	(96)	(79)	30	109
Fund balance (deficit) - July 1, 2019	<u>96</u>	<u>79</u>	<u>(57)</u>	<u>(136)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27)</u>	<u>\$ (27)</u>

PINAL COUNTY
Special Revenue Funds
Public Defender
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 36	\$ 36	\$ 27	\$ (9)
Investment earnings	-	-	3	3
Total revenues	<u>36</u>	<u>36</u>	<u>30</u>	<u>(6)</u>
Expenditures:				
Current:				
Public safety	<u>339</u>	<u>342</u>	<u>116</u>	<u>226</u>
Total expenditures	<u>339</u>	<u>342</u>	<u>116</u>	<u>226</u>
Excess (deficiency) of revenues over expenditures	<u>(303)</u>	<u>(306)</u>	<u>(86)</u>	<u>220</u>
Other financing sources (uses):				
Transfers in	<u>129</u>	<u>131</u>	<u>108</u>	<u>(23)</u>
Total other financing sources (uses)	<u>129</u>	<u>131</u>	<u>108</u>	<u>(23)</u>
Net change in fund balances	(174)	(175)	22	197
Fund balance (deficit) - July 1, 2019	<u>174</u>	<u>175</u>	<u>175</u>	<u>-</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 197</u>	<u>\$ 197</u>

PINAL COUNTY
Special Revenue Funds
Public Works Roadways
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Licenses and permits	\$ 453	\$ 453	\$ 1,518	\$ 1,065
Charges for services	350	350	669	319
Investment earnings	40	40	87	47
Contributions	185	185	524	339
Miscellaneous	-	-	5	5
Total revenues	<u>1,028</u>	<u>1,028</u>	<u>2,803</u>	<u>1,775</u>
Expenditures:				
Current:				
Highways and streets	4,509	4,461	1,027	3,434
Total expenditures	<u>4,509</u>	<u>4,461</u>	<u>1,027</u>	<u>3,434</u>
Excess (deficiency) of revenues over expenditures	<u>(3,481)</u>	<u>(3,433)</u>	<u>1,776</u>	<u>5,209</u>
Other financing sources (uses):				
Sale of capital assets	-	-	-	-
Transfers out	(200)	(248)	(200)	48
Total other financing sources (uses)	<u>(200)</u>	<u>(248)</u>	<u>(200)</u>	<u>48</u>
Net change in fund balances	(3,681)	(3,681)	1,576	5,257
Fund balance (deficit) - July 1, 2019	<u>3,681</u>	<u>3,681</u>	<u>3,901</u>	<u>220</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,477</u>	<u>\$ 5,477</u>

PINAL COUNTY
Special Revenue Funds
Public Works Services
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 945	\$ 1,082	\$ 943	\$ (139)
Charges for services	560	560	834	274
Investment earnings	1	1	8	7
Contributions	25	58	19	(39)
Rentals	10	10	10	-
Miscellaneous	20	20	48	28
Total revenues	<u>1,561</u>	<u>1,731</u>	<u>1,862</u>	<u>131</u>
Expenditures:				
Current:				
General government	953	953	637	316
Public safety	871	871	700	171
Highways and streets	-	339	711	(372)
Sanitation	996	996	504	492
Total expenditures	<u>2,820</u>	<u>3,159</u>	<u>2,552</u>	<u>607</u>
Excess (deficiency) of revenues over expenditures	<u>(1,259)</u>	<u>(1,428)</u>	<u>(690)</u>	<u>738</u>
Other financing sources (uses):				
Transfers in	<u>362</u>	<u>531</u>	<u>438</u>	<u>(93)</u>
Total other financing sources (uses)	<u>362</u>	<u>531</u>	<u>438</u>	<u>(93)</u>
Net change in fund balances	(897)	(897)	(252)	645
Fund balance (deficit) - July 1, 2019	<u>897</u>	<u>897</u>	<u>612</u>	<u>(285)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 360</u>	<u>\$ 360</u>

PINAL COUNTY
Special Revenue Funds
Sheriff
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 3,271	\$ 4,765	\$ 4,587	\$ (178)
Charges for services	90	96	36	(60)
Fines and forfeits	12	12	18	6
Investment earnings	6	6	20	14
Contributions	200	217	248	31
Miscellaneous	75	144	166	22
Total revenues	<u>3,654</u>	<u>5,240</u>	<u>5,075</u>	<u>(165)</u>
Expenditures:				
Current:				
Public safety	<u>4,841</u>	<u>6,466</u>	<u>4,812</u>	<u>1,654</u>
Total expenditures	<u>4,841</u>	<u>6,466</u>	<u>4,812</u>	<u>1,654</u>
Excess (deficiency) of revenues over expenditures	<u>(1,187)</u>	<u>(1,226)</u>	<u>263</u>	<u>1,489</u>
Other financing sources (uses):				
Sale of capital assets	-	-	-	-
Transfers in	<u>51</u>	<u>90</u>	<u>84</u>	<u>(6)</u>
Total other financing sources (uses)	<u>51</u>	<u>90</u>	<u>84</u>	<u>(6)</u>
Net change in fund balances	(1,136)	(1,136)	347	1,483
Fund balance (deficit) - July 1, 2019	<u>1,136</u>	<u>1,136</u>	<u>800</u>	<u>(336)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>15</u>	<u>15</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,162</u>	<u>\$ 1,162</u>

PINAL COUNTY
Special Revenue Funds
Treasurer
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 55	\$ 55	\$ 57	\$ 2
Investment earnings	-	-	4	4
Total revenues	<u>55</u>	<u>55</u>	<u>61</u>	<u>6</u>
Expenditures:				
Current:				
General government	<u>219</u>	<u>219</u>	<u>16</u>	<u>203</u>
Total expenditures	<u>219</u>	<u>219</u>	<u>16</u>	<u>203</u>
Excess (deficiency) of revenues over expenditures	<u>(164)</u>	<u>(164)</u>	<u>45</u>	<u>209</u>
Net change in fund balances	(164)	(164)	45	209
Fund balance (deficit) - July 1, 2019	<u>164</u>	<u>164</u>	<u>216</u>	<u>52</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 261</u>	<u>\$ 261</u>

PINAL COUNTY
Special Revenue Funds
Workforce Grants
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 2,849	\$ 2,849	\$ 2,000	\$ (849)
Rentals	179	179	184	5
Miscellaneous	-	-	4	4
Total revenues	<u>3,028</u>	<u>3,028</u>	<u>2,188</u>	<u>(840)</u>
Expenditures:				
Current:				
Welfare	<u>3,024</u>	<u>3,024</u>	<u>2,177</u>	<u>847</u>
Total expenditures	<u>3,024</u>	<u>3,024</u>	<u>2,177</u>	<u>847</u>
Excess (deficiency) of revenues over expenditures	<u>4</u>	<u>4</u>	<u>11</u>	<u>7</u>
Other financing sources (uses):				
Transfers out	<u>(4)</u>	<u>(4)</u>	<u>-</u>	<u>4</u>
Total other financing sources (uses)	<u>(4)</u>	<u>(4)</u>	<u>-</u>	<u>4</u>
Net change in fund balances	-	-	11	11
Fund balance (deficit) - July 1, 2019	<u>-</u>	<u>-</u>	<u>15</u>	<u>15</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26</u>	<u>\$ 26</u>

PINAL COUNTY
Special Revenue Funds
Desert Vista Sanitation District
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 177	\$ 177	\$ -	\$ (177)
Investment earnings	-	-	-	-
Total revenues	<u>177</u>	<u>177</u>	<u>-</u>	<u>(177)</u>
Expenditures:				
Current:				
Sanitation	<u>235</u>	<u>235</u>	<u>3</u>	<u>232</u>
Total expenditures	<u>235</u>	<u>235</u>	<u>3</u>	<u>232</u>
Excess (deficiency) of revenues over expenditures	<u>(58)</u>	<u>(58)</u>	<u>(3)</u>	<u>55</u>
Net change in fund balances	(58)	(58)	(3)	55
Fund balance (deficit) - July 1, 2019	<u>58</u>	<u>58</u>	<u>30</u>	<u>(28)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27</u>	<u>\$ 27</u>

PINAL COUNTY
Special Revenue Funds
Flood Control District
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 5,235	\$ 5,235	\$ 3,688	\$ (1,547)
Licenses and permits	15	15	52	37
Intergovernmental	-	-	359	359
Charges for services	15	15	24	9
Investment earnings	40	40	84	44
Rentals	-	-	-	-
Miscellaneous	-	-	2	2
Total revenues	<u>5,305</u>	<u>5,305</u>	<u>4,209</u>	<u>(1,096)</u>
Expenditures:				
Current:				
Highways and streets	<u>8,738</u>	<u>8,685</u>	<u>2,476</u>	<u>6,209</u>
Total expenditures	<u>8,738</u>	<u>8,685</u>	<u>2,476</u>	<u>6,209</u>
Excess (deficiency) of revenues over expenditures	<u>(3,433)</u>	<u>(3,380)</u>	<u>1,733</u>	<u>5,113</u>
Other financing sources (uses):				
Transfers in	170	170	-	(170)
Transfers out	<u>(205)</u>	<u>(258)</u>	<u>(252)</u>	<u>6</u>
Total other financing sources (uses)	<u>(35)</u>	<u>(88)</u>	<u>(252)</u>	<u>(164)</u>
Net change in fund balances	<u>(3,468)</u>	<u>(3,468)</u>	<u>1,481</u>	<u>4,949</u>
Fund balance (deficit) - July 1, 2019	<u>3,468</u>	<u>3,468</u>	<u>3,736</u>	<u>268</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,217</u>	<u>\$ 5,217</u>

PINAL COUNTY
Special Revenue Funds
Library District
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 2,438	\$ 2,438	\$ 2,517	\$ 79
Investment earnings	13	13	23	10
Miscellaneous	95	95	95	-
Total revenues	<u>2,546</u>	<u>2,546</u>	<u>2,635</u>	<u>89</u>
Expenditures:				
Current:				
Culture and recreation	<u>2,597</u>	<u>2,597</u>	<u>1,901</u>	<u>696</u>
Total expenditures	<u>2,597</u>	<u>2,597</u>	<u>1,901</u>	<u>696</u>
Excess (deficiency) of revenues over expenditures	<u>(51)</u>	<u>(51)</u>	<u>734</u>	<u>785</u>
Other financing sources (uses):				
Transfers out	<u>(672)</u>	<u>(672)</u>	<u>(672)</u>	<u>-</u>
Total other financing sources (uses)	<u>(672)</u>	<u>(672)</u>	<u>(672)</u>	<u>-</u>
Net change in fund balances	(723)	(723)	62	785
Fund balance (deficit) - July 1, 2019	<u>723</u>	<u>723</u>	<u>766</u>	<u>43</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	-	-	-	-
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 828</u>	<u>\$ 828</u>

PINAL COUNTY
Special Revenue Funds
Lighting Special Districts
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 38	\$ 38	\$ 18	\$ (20)
Investment earnings	-	-	2	2
Total revenues	<u>38</u>	<u>38</u>	<u>20</u>	<u>(18)</u>
Expenditures:				
Current:				
Highways and streets	<u>48</u>	<u>48</u>	<u>19</u>	<u>29</u>
Total expenditures	<u>48</u>	<u>48</u>	<u>19</u>	<u>29</u>
Excess (deficiency) of revenues over expenditures	<u>(10)</u>	<u>(10)</u>	<u>1</u>	<u>11</u>
Net change in fund balances	(10)	(10)	1	11
Fund balance (deficit) - July 1, 2019	<u>10</u>	<u>10</u>	<u>4</u>	<u>(6)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5</u>	<u>\$ 5</u>

PINAL COUNTY
Special Revenue Funds
Public Health Services District
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 3,542	\$ 3,542	\$ 4,018	\$ 476
Licenses and permits	267	267	239	(28)
Intergovernmental	4,777	4,777	4,270	(507)
Charges for services	401	401	369	(32)
Investment earnings	38	38	48	10
Contributions	151	151	381	230
Miscellaneous	-	-	72	72
Total revenues	<u>9,176</u>	<u>9,176</u>	<u>9,397</u>	<u>221</u>
Expenditures:				
Current:				
Health	<u>13,774</u>	<u>13,774</u>	<u>9,774</u>	<u>4,000</u>
Total expenditures	<u>13,774</u>	<u>13,774</u>	<u>9,774</u>	<u>4,000</u>
Excess (deficiency) of revenues over expenditures	<u>(4,598)</u>	<u>(4,598)</u>	<u>(377)</u>	<u>4,221</u>
Other financing sources (uses):				
Transfers in	1,387	1,387	1,207	(180)
Transfers out	<u>(686)</u>	<u>(686)</u>	<u>(506)</u>	<u>180</u>
Total other financing sources (uses)	<u>701</u>	<u>701</u>	<u>701</u>	<u>-</u>
Net change in fund balances	(3,897)	(3,897)	324	4,221
Fund balance (deficit) - July 1, 2019	<u>3,897</u>	<u>3,897</u>	<u>4,234</u>	<u>337</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,558</u>	<u>\$ 4,558</u>

PINAL COUNTY
Special Revenue Funds
Queen Creek Domestic Water Improvement District
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Investment earnings	-	-	1	1
Total revenues	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
Expenditures:				
Current:				
General government	<u>41</u>	<u>19</u>	<u>-</u>	<u>19</u>
Total expenditures	<u>41</u>	<u>19</u>	<u>-</u>	<u>19</u>
Excess (deficiency) of revenues over expenditures	<u>(41)</u>	<u>(19)</u>	<u>1</u>	<u>20</u>
Other financing sources (uses):				
Transfers out	<u>-</u>	<u>(22)</u>	<u>(21)</u>	<u>1</u>
Total other financing sources (uses)	<u>-</u>	<u>(22)</u>	<u>(21)</u>	<u>1</u>
Net change in fund balances	(41)	(41)	(20)	21
Fund balance (deficit) - July 1, 2019	<u>41</u>	<u>41</u>	<u>20</u>	<u>(21)</u>
Changes in nonspendable resources:				
Decrease in inventory	-	-	-	-
Increase in prepaid items	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PINAL COUNTY
Capital Projects
Capital Projects Miscellaneous
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Miscellaneous	\$ -	\$ -	\$ 44	\$ 44
Total revenues	-	-	44	44
Expenditures:				
Current:				
General government	5,132	3,093	1,615	1,478
Public safety	35	35	29	6
Highways and streets	-	490	439	51
Capital outlay	600	2,149	1,822	327
Total expenditures	5,767	5,767	3,905	1,862
Deficiency of revenues over expenditures	(5,767)	(5,767)	(3,861)	1,906
Other financing sources:				
Transfers in	4,190	4,190	3,940	(250)
Total other financing sources	4,190	4,190	3,940	(250)
Net change in fund balance	(1,577)	(1,577)	79	1,656
Fund balance (deficit) - July 1, 2019	1,577	1,577	1,790	213
Fund balance (deficit) - June 30, 2020	\$ -	\$ -	\$ 1,869	\$ 1,869

PINAL COUNTY
Capital Projects
Public Works Gantzel Road Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 8	\$ 8
Contributions	-	-	245	245
Total revenues	-	-	253	253
Expenditures:				
Current:				
Total expenditures	-	-	-	-
Deficiency of revenues over expenditures	-	-	253	253
Other financing sources:				
Transfers out	(320)	(320)	(320)	-
Total other financing sources	(320)	(320)	(320)	-
Net change in fund balance	(320)	(320)	(67)	253
Fund balance (deficit) - July 1, 2019	320	320	321	1
Fund balance (deficit) - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 254</u>	<u>\$ 254</u>

PINAL COUNTY
Capital Projects
Kelvin Road Bridge Construction
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Investment earnings	\$ 2	\$ 2	\$ 13	\$ 11
Total revenues	2	2	13	11
Expenditures:				
Highways and streets	25	25	5	20
Capital outlay	573	573	10	563
Total expenditures	598	598	15	583
Deficiency of revenues over expenditures	(596)	(596)	(2)	594
Net change in fund balance	(596)	(596)	(2)	594
Fund balance (deficit) - July 1, 2019	596	596	727	131
Fund balance (deficit) - June 30, 2020	\$ -	\$ -	\$ 725	\$ 725

PINAL COUNTY
Capital Projects
Fairgrounds Construction
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment earnings	\$ -	\$ -	\$ 2	\$ 2
Total revenues	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
Expenditures:				
Capital outlay	<u>100</u>	<u>100</u>	<u>-</u>	<u>100</u>
Total expenditures	<u>100</u>	<u>100</u>	<u>-</u>	<u>100</u>
Deficiency of revenues over expenditures	<u>(100)</u>	<u>(100)</u>	<u>2</u>	<u>102</u>
Net change in fund balance	<u>(100)</u>	<u>(100)</u>	<u>2</u>	<u>102</u>
Fund balance (deficit) - July 1, 2019	<u>100</u>	<u>100</u>	<u>100</u>	<u>-</u>
Fund balance (deficit) - June 30, 2020	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 102</u></u>	<u><u>\$ 102</u></u>

PINAL COUNTY
Bond Funded Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:				
Investment earnings	\$ -	\$ -	\$ 351	\$ 351
Miscellaneous	-	-	3	3
Total revenues	<u>-</u>	<u>-</u>	<u>354</u>	<u>354</u>
Expenditures:				
Current:				
General government	78,000	78,000	134	77,866
Costs of issuance	-	-	785	(785)
Capital outlay	942	942	11,790	(10,848)
Total expenditures	<u>78,942</u>	<u>78,942</u>	<u>12,709</u>	<u>66,233</u>
Deficiency of revenues over expenditures	<u>(78,942)</u>	<u>(78,942)</u>	<u>(12,355)</u>	<u>66,587</u>
Other financing sources:				
Issuance of debt	78,000	78,000	56,330	(21,670)
Premium on debt	-	-	7,454	7,454
Total other financing sources	<u>78,000</u>	<u>78,000</u>	<u>63,784</u>	<u>(14,216)</u>
Net change in fund balances	(942)	(942)	51,429	52,371
Fund balance, beginning - July 1, 2019	942	942	2,518	1,576
Fund balance, ending - June 30, 2020	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 53,947</u>	<u>\$ 53,947</u>

PINAL COUNTY
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances -
Budget and Actual
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget
Revenues:				
Investment earnings	\$ -	\$ -	\$ 20	\$ 20
Total revenues	-	-	20	20
Expenditures:				
Current:				
General government	1,122	1,122	7	1,115
Debt service:				
Principal retirement	9,730	9,730	9,730	-
Interest	7,934	9,809	8,701	1,108
Total expenditures	18,786	20,661	18,438	2,223
Deficiency of revenues over expenditures	(18,786)	(20,661)	(18,418)	2,243
Other financing sources:				
Transfers in	18,373	20,249	18,434	(1,815)
Total other financing sources	18,373	20,249	18,434	(1,815)
Net change in fund balances	(413)	(412)	16	428
Fund balance, beginning - July 1, 2019	413	413	411	(2)
Fund balance, ending - June 30, 2020	\$ -	\$ 1	\$ 427	\$ 426

PINAL COUNTY
Combining Statement of Net Position
Nonmajor Internal Service Funds
June 30, 2020
(Amounts expressed in thousands)

	<u>Public Works Fleet Management</u>	<u>Pinal County Employee Benefits</u>	<u>Total</u>
Assets			
Current assets:			
Cash, cash equivalents and investments	\$ -	\$ 163	\$ 163
Total current assets	<u>-</u>	<u>163</u>	<u>163</u>
Total assets	<u>-</u>	<u>163</u>	<u>163</u>
Deferred Outflows of Resources			
Deferred outflows related to pensions	<u>16</u>	<u>-</u>	<u>16</u>
Total deferred outflows of resources	<u>16</u>	<u>-</u>	<u>16</u>
Liabilities			
Current liabilities:			
Accounts payable	1	64	65
Accrued payroll and employee benefits	1	-	1
Due to other funds	<u>15</u>	<u>-</u>	<u>15</u>
Total current liabilities	<u>17</u>	<u>64</u>	<u>81</u>
Noncurrent liabilities:			
Net pension liability	<u>119</u>	<u>-</u>	<u>119</u>
Total noncurrent liabilities	<u>119</u>	<u>-</u>	<u>119</u>
Total liabilities	<u>136</u>	<u>64</u>	<u>200</u>
Deferred Inflows of Resources			
Deferred inflows related to pensions	<u>14</u>	<u>-</u>	<u>14</u>
Total deferred inflows of resources	<u>14</u>	<u>-</u>	<u>14</u>
NET POSITION			
Unrestricted (deficit)	<u>(134)</u>	<u>99</u>	<u>(35)</u>
Total net position	<u>\$ (134)</u>	<u>\$ 99</u>	<u>\$ (35)</u>

PINAL COUNTY
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Nonmajor Internal Service Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Public Works Fleet Management	Pinal County Employee Benefits	Total
Operating revenues:			
Charges for services	\$ -	\$ 21,085	\$ 21,085
Miscellaneous	2	-	2
Total operating revenues	<u>2</u>	<u>21,085</u>	<u>21,087</u>
Operating expenses:			
Personal services	126	-	126
Supplies	92	-	92
Repairs and maintenance	25	-	25
Professional services	-	20,919	20,919
Miscellaneous	6	-	6
Total operating expenses	<u>249</u>	<u>20,919</u>	<u>21,168</u>
Operating income (loss)	<u>(247)</u>	<u>166</u>	<u>(81)</u>
Nonoperating revenues:			
Gain on investments	-	4	4
Total nonoperating revenues	<u>-</u>	<u>4</u>	<u>4</u>
Net income (loss) before transfers	(247)	170	(77)
Transfers in	<u>268</u>	<u>-</u>	<u>268</u>
Change in net position	21	170	191
Net position (deficit) - July 1, 2019	<u>(155)</u>	<u>(71)</u>	<u>(226)</u>
Net position (deficit) - June 30, 2020	<u>\$ (134)</u>	<u>\$ 99</u>	<u>\$ (35)</u>

PINAL COUNTY
Combining Statement of Cash Flows
Nonmajor Internal Service Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Public Works Fleet Management	Pinal County Employee Benefits	Total
Cash flows from operating activities:			
Other receipts from operations	\$ 2	\$ -	\$ 2
Receipts from employee contributions	-	21,543	21,543
Payments to suppliers and providers of goods and services	(122)	-	(122)
Payments for employee wages and benefits	(125)	-	(125)
Payments for claims	-	(20,861)	(20,861)
Net cash provided by (used for) operating activities	<u>(245)</u>	<u>682</u>	<u>437</u>
Cash flows from noncapital financing activities:			
Cash received from other funds	<u>245</u>	<u>(523)</u>	<u>(278)</u>
Net cash provided by (used for) noncapital financing activities	<u>245</u>	<u>(523)</u>	<u>(278)</u>
Cash flows from investing activities:			
Interest received on investments	<u>-</u>	<u>4</u>	<u>4</u>
Net cash provided by investing activities	<u>-</u>	<u>4</u>	<u>4</u>
Net increase in cash and cash equivalents	-	163	163
Cash and cash equivalents - beginning	-	-	-
Cash and cash equivalents - ending	<u>\$ -</u>	<u>\$ 163</u>	<u>\$ 163</u>

(Continued)

PINAL COUNTY
Combining Statement of Cash Flows
Nonmajor Internal Service Funds
Year Ended June 30, 2020
(Concluded)
(Amounts expressed in thousands)

	Public Works Fleet Management	Pinal County Employee Benefits	Total
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ (247)	\$ 166	\$ (81)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:			
Net pension liability	(2)	-	(2)
Deferred outflows related to pensions	5	-	5
Deferred inflows related to pensions	(1)	-	(1)
Accounts receivable	-	458	458
Accounts payable	1	58	59
Accrued payroll and employee benefits	(1)	-	(1)
Total adjustments and changes	<u>2</u>	<u>516</u>	<u>518</u>
Net cash provided by (used for) operating activities	<u>\$ (245)</u>	<u>\$ 682</u>	<u>\$ 437</u>

PINAL COUNTY
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2020

(Amounts expressed in thousands)

	Sheriff Inmate Services	Airport Economic Development	Total
Assets			
Current assets:			
Cash, cash equivalents and investments	\$ 231	\$ 512	\$ 743
Receivables (net of allowances for uncollectibles):			
Accounts	-	48	48
Notes receivable	-	241	241
Due from other governments	-	271	271
Total current assets	<u>231</u>	<u>1,072</u>	<u>1,303</u>
Noncurrent assets:			
Capital assets:			
Land	-	282	282
Buildings and improvements	56	516	572
Machinery and equipment	1,029	382	1,411
Infrastructure	-	7,372	7,372
Construction in progress	-	268	268
Less accumulated depreciation	<u>(770)</u>	<u>(3,118)</u>	<u>(3,888)</u>
Total noncurrent assets	<u>315</u>	<u>5,702</u>	<u>6,017</u>
Total assets	<u>546</u>	<u>6,774</u>	<u>7,320</u>
Deferred Outflows of Resources			
Deferred outflows related to pensions	<u>12</u>	<u>38</u>	<u>50</u>
Total deferred outflows of resources	<u>12</u>	<u>38</u>	<u>50</u>
Liabilities			
Current liabilities:			
Accounts payable	18	143	161
Accrued payroll and employee benefits	3	7	10
Unearned revenue	-	58	58
Compensated absences	<u>3</u>	<u>14</u>	<u>17</u>
Total current liabilities	<u>24</u>	<u>222</u>	<u>246</u>
Noncurrent liabilities:			
Net pension liability	90	282	372
Compensated absences	<u>2</u>	<u>13</u>	<u>15</u>
Total noncurrent liabilities	<u>92</u>	<u>295</u>	<u>387</u>
Total liabilities	<u>116</u>	<u>517</u>	<u>633</u>
Deferred Inflows of Resources			
Deferred inflows related to pensions	<u>10</u>	<u>33</u>	<u>43</u>
Total deferred inflows of resources	<u>10</u>	<u>33</u>	<u>43</u>
Net Position			
Investment in capital assets	315	5,628	5,943
Unrestricted (deficit)	<u>117</u>	<u>634</u>	<u>751</u>
Total net position	<u>\$ 432</u>	<u>\$ 6,262</u>	<u>\$ 6,694</u>

PINAL COUNTY
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Nonmajor Enterprise Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Sheriff Inmate Services</u>	<u>Airport Economic Development</u>	<u>Total</u>
Operating revenues:			
Rentals	\$ -	\$ 629	\$ 629
Miscellaneous	784	101	885
Total operating revenues	<u>784</u>	<u>730</u>	<u>1,514</u>
Operating expenses:			
Personal services	84	324	408
Supplies	492	49	541
Depreciation	95	283	378
Repairs and maintenance	149	300	449
Professional services	59	188	247
Public utility service	-	79	79
Miscellaneous	5	15	20
Total operating expenditures	<u>884</u>	<u>1,238</u>	<u>2,122</u>
Operating income (loss)	<u>(100)</u>	<u>(508)</u>	<u>(608)</u>
Nonoperating revenues:			
Intergovernmental	-	56	56
Capital Contributions	-	268	268
Gain on investments	10	8	18
Total nonoperating revenues	<u>10</u>	<u>332</u>	<u>342</u>
Net position (deficit) before transfers	(90)	(176)	(266)
Transfers in	-	200	200
Transfers out	(250)	-	(250)
Change in net position	(340)	24	(316)
Net position (deficit) - July 1, 2019	772	6,238	7,010
Net position (deficit) - June 30, 2020	<u>\$ 432</u>	<u>\$ 6,262</u>	<u>\$ 6,694</u>

PINAL COUNTY
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	Sheriff Inmate Services	Airport Economic Development	Total
Cash flows from operating activities:			
Other receipts from operations	\$ 785	\$ 795	\$ 1,580
Payments to suppliers and providers of goods and services	(694)	(584)	(1,278)
Payments for employee wages and benefits	(89)	(280)	(369)
Net cash provided by (used for) operating activities	<u>2</u>	<u>(69)</u>	<u>(67)</u>
Cash flows from noncapital financing activities:			
Receipts from federal and local agencies	-	69	69
Cash transfers from (to) other funds	(250)	200	(50)
Net cash provided by (used for) noncapital financing activities	<u>(250)</u>	<u>269</u>	<u>19</u>
Cash flows from capital financing activities:			
Gain on sale of capital assets	-	-	-
Purchase and construction of capital assets	(164)	(194)	(358)
Net cash used for noncapital financing activities	<u>(164)</u>	<u>(194)</u>	<u>(358)</u>
Cash flows from investing activities:			
Interest received on investments	10	8	18
Net cash provided by investing activities	<u>10</u>	<u>8</u>	<u>18</u>
Net increase (decrease) in cash and cash equivalents	(402)	14	(388)
Cash and cash equivalents - beginning	633	498	1,131
Cash and cash equivalents - ending	<u>\$ 231</u>	<u>\$ 512</u>	<u>\$ 743</u>

(Continued)

PINAL COUNTY
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended June 30, 2020
(Concluded)
(Amounts expressed in thousands)

	Sheriff Inmate Services	Airport Economic Development	Total
Reconciliation of operating loss to net cash provided by (used for) operating activities:			
Operating loss	\$ (100)	\$ (508)	\$ (608)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities:			
Depreciation	95	283	378
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:			
Net pension liability	(6)	35	29
Deferred outflows of resources related to pensions	5	6	11
Deferred inflows of resources related to pensions	(2)	1	(1)
Accounts receivable	1	3	4
Notes receivable	-	39	39
Accounts payable	10	47	57
Accrued payroll and employee benefits	(1)	(2)	(3)
Accrued compensated absences	-	4	4
Unearned revenue	-	23	23
Total adjustments and changes	102	439	541
Net cash provided by (used for) operating activities	\$ 2	\$ (69)	\$ (67)

PINAL COUNTY
Combining Statement of Fiduciary Net Position
Investment Trust Funds
June 30, 2020
(Amounts expressed in thousands)

	Treasurer's Pool Investment	Individual Investment Accounts	Total
Assets			
Cash, cash equivalents and investments	\$ 304,470	\$ 417	\$ 304,887
Interest receivable	474	-	474
Total assets	\$ 304,944	\$ 417	\$ 305,361
Net Position			
Held in trust for investment trust participants	\$ 304,944	\$ 417	\$ 305,361

PINAL COUNTY
Combining Statement of Fiduciary Net Position
Agency Funds
June 30, 2020
(Amounts expressed in thousands)

	<u>Special Purpose</u>	<u>Other Agency</u>	<u>Total</u>
Assets			
Cash, cash equivalents and investments	<u>\$ 719</u>	<u>\$ 9,208</u>	<u>\$ 9,927</u>
Liabilities			
Deposits held for others	<u>\$ 719</u>	<u>\$ 9,208</u>	<u>\$ 9,927</u>

PINAL COUNTY
Combining Statement of Changes in Fiduciary Net Position
Investment Trust Funds
Year Ended June 30, 2020
(Amount expressed in thousands)

	Treasurer's Pool Investment	Individual Investment Accounts	Total
Additions:			
Contributions by participants	\$ 665,444	\$ -	\$ 665,444
Investment earnings	6,241	7	6,248
Total additions	<u>671,685</u>	<u>7</u>	<u>671,692</u>
Deductions:			
Distributions to participants	587,046	-	587,046
Total deductions	<u>587,046</u>	<u>-</u>	<u>587,046</u>
Change in net position	84,639	7	84,646
Net position - July 1, 2019	<u>220,305</u>	<u>410</u>	<u>220,715</u>
Net position - June 30, 2020	<u>\$ 304,944</u>	<u>\$ 417</u>	<u>\$ 305,361</u>

PINAL COUNTY
Combining Statement of Changes in Assets and Liabilities
Agency Funds
Year Ended June 30, 2020
(Amounts expressed in thousands)

	<u>Balance</u> <u>June 30, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2020</u>
Special Purpose:				
Assets				
Cash, cash equivalents and investments	\$ 577	\$ 1,988	\$ 1,846	\$ 719
Liabilities				
Deposits held for others	\$ 577	\$ 1,988	\$ 1,846	\$ 719
Other Agency:				
Assets				
Cash, cash equivalents and investments	\$ 8,947	\$ 71,179	\$ 70,918	\$ 9,208
Liabilities				
Deposits held for others	\$ 8,947	\$ 71,179	\$ 70,918	\$ 9,208
Total - All Agency Funds				
Assets				
Cash, cash equivalents and investments	\$ 9,524	\$ 73,167	\$ 72,764	\$ 9,927
Liabilities				
Deposits held for others	\$ 9,524	\$ 73,167	\$ 72,764	\$ 9,927

Statistical Section



Page left blank intentionally

STATISTICAL SECTION

This part of the Pinal County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends – Schedules on pages 179 through 183

Financial trend schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity – Schedules on pages 184 through 188

Revenue capacity schedules present information to help the reader assess the County's most significant local revenue, the property tax.

Debt Capacity – Schedules on pages 189 through 191

Debt capacity schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt.

Demographic and Economic Information – Schedules on pages 192 through 195

Demographic and Economic information schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information – Schedule on page 196 through 198

Operating information schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

Page left blank intentionally

PINAL COUNTY
Net Position by Component
Last Ten Fiscal Years
(Accrual basis of accounting)
(Amounts expressed in thousands)

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
	(as restated)									(as restated)
Governmental Activities										
Net investment in capital assets	\$ 447,188	\$ 415,401	\$ 390,480	\$ 361,945	\$ 348,084	\$ 280,480	\$ 325,742	\$ 317,867	\$ 311,004	\$ 306,347
Restricted	101,332	99,721	106,249	97,069	87,255	96,330	92,483	90,734	94,611	91,943
Unrestricted (deficit)	(118,864)	(155,035)	(177,734)	(155,023)	(142,639)	(87,284)	41,547	56,415	58,237	57,200
Total governmental activities net position	<u>\$ 429,656</u>	<u>\$ 360,087</u>	<u>\$ 318,995</u>	<u>\$ 303,991</u>	<u>\$ 292,700</u>	<u>\$ 289,526</u>	<u>\$ 459,772</u>	<u>\$ 465,016</u>	<u>\$ 463,852</u>	<u>\$ 455,490</u>
Business-type Activities										
Net investment in capital assets	\$ 5,943	\$ 5,963	\$ 5,724	\$ 3,046	\$ 3,245	\$ 3,502	\$ 2,132	\$ 2,269	\$ 1,608	\$ 3,333
Restricted	-	-	-	-	-	-	155	139	450	3,426
Unrestricted (deficit)	751	1,047	811	728	387	(818)	(57)	786	2,663	5,109
Total business-type activities net position	<u>\$ 6,694</u>	<u>\$ 7,010</u>	<u>\$ 6,535</u>	<u>\$ 3,774</u>	<u>\$ 3,632</u>	<u>\$ 2,684</u>	<u>\$ 2,230</u>	<u>\$ 3,194</u>	<u>\$ 4,721</u>	<u>\$ 11,868</u>
Net Position										
Net investment in capital assets	\$ 453,131	\$ 421,364	\$ 396,204	\$ 364,991	\$ 351,329	\$ 283,982	\$ 327,874	\$ 320,136	\$ 312,612	\$ 309,680
Restricted	101,332	99,721	106,249	97,069	87,255	96,330	92,638	90,873	95,061	95,369
Unrestricted (deficit)	(118,113)	(153,988)	(176,923)	(154,295)	(142,252)	(88,102)	41,490	57,201	60,900	62,309
Total net position	<u>\$ 436,350</u>	<u>\$ 367,097</u>	<u>\$ 325,530</u>	<u>\$ 307,765</u>	<u>\$ 296,332</u>	<u>\$ 292,210</u>	<u>\$ 462,002</u>	<u>\$ 468,210</u>	<u>\$ 468,573</u>	<u>\$ 467,358</u>

PINAL COUNTY
Changes in Net Position
Last Ten Fiscal Years
(Accrual basis of accounting)
(Amounts expressed in thousands)

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses										
Governmental activities										
General government	\$ 48,297	\$ 51,642	\$ 54,662	\$ 45,590	\$ 45,406	\$ 50,653	\$ 41,218	\$ 43,152	\$ 46,024	\$ 68,581
Public safety	127,766	121,670	133,840	123,252	115,375	114,103	113,921	116,653	113,497	96,425
Highways and streets	43,894	39,341	39,387	36,327	33,461	30,896	32,877	29,183	28,937	30,614
Sanitation	1,352	431	997	397	416	303	301	324	422	444
Health	31,238	30,663	32,480	30,750	30,694	30,820	30,880	31,132	33,182	27,702
Welfare	9,197	9,094	8,369	9,057	8,545	5,900	7,213	8,161	6,217	6,017
Culture and recreation	2,534	2,032	1,668	1,601	1,653	1,498	1,954	1,942	2,002	2,116
Education	8,408	6,756	6,310	6,256	5,952	6,076	5,976	6,431	6,733	9,027
Interest on long-term debt	7,435	5,265	4,692	5,004	4,503	12,742	6,599	6,673	7,039	7,408
Cost of Insurance	-	1,282	-	-	-	-	-	-	-	-
Total governmental activities expenses	<u>280,121</u>	<u>268,176</u>	<u>282,405</u>	<u>258,234</u>	<u>246,005</u>	<u>252,991</u>	<u>240,939</u>	<u>243,651</u>	<u>244,053</u>	<u>248,334</u>
Business-type activities										
Long Term Care	-	-	-	-	-	-	-	68	16,623	61,555
Sheriff Inmate Services	884	368	233	191	394	797	752	836	742	519
Home Health	-	-	-	-	-	-	-	-	1,953	6,210
Fairgrounds	-	-	-	-	-	-	-	-	85	479
Adult Day Care	-	-	-	-	-	-	-	-	-	-
Airport Economic Development (1)	1,238	1,013	835	835	3,086	1,098	1,346	515	417	281
Total business-type activities	<u>2,122</u>	<u>1,381</u>	<u>1,068</u>	<u>1,026</u>	<u>3,480</u>	<u>1,895</u>	<u>2,098</u>	<u>1,419</u>	<u>19,820</u>	<u>69,044</u>
Total primary government expenses	<u>\$ 282,243</u>	<u>\$ 269,557</u>	<u>\$ 283,473</u>	<u>\$ 259,260</u>	<u>\$ 249,485</u>	<u>\$ 254,886</u>	<u>\$ 243,037</u>	<u>\$ 245,070</u>	<u>\$ 263,873</u>	<u>\$ 317,378</u>
Program Revenues										
Governmental activities										
Charges for services:										
General government	\$ 10,744	\$ 8,342	\$ 8,019	\$ 8,023	\$ 10,960	\$ 4,730	\$ 4,583	\$ 4,510	\$ 3,749	\$ 4,963
Public Safety	10,812	12,784	12,713	11,480	16,621	14,875	23,764	25,615	25,089	26,923
Other activities	20,509	17,026	18,247	11,822	10,760	8,493	7,722	6,170	4,635	4,764
Operating grants and contributions	66,552	48,288	51,952	48,532	22,795	18,866	19,806	33,498	32,172	31,607
Capital grants and contributions	28,496	16,521	11,102	10,495	21,301	34,162	22,642	21,031	23,146	22,157
Total governmental activities program revenues	<u>137,113</u>	<u>102,961</u>	<u>102,033</u>	<u>90,352</u>	<u>82,437</u>	<u>81,126</u>	<u>78,517</u>	<u>90,824</u>	<u>88,791</u>	<u>90,414</u>

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Business-type activities										
Business-type activities										
Charges for Services										
Long Term Care	-	-	-	-	-	-	-	-	16,089	62,678
Home Health	-	-	-	-	-	-	-	-	2,070	7,253
Other activities	629	754	542	507	644	298	93	602	240	304
Operating grants and contributions	324	295	15	47	2,227	211	386	625	122	705
Total business-type activities program revenues	953	1,049	557	554	2,871	509	479	1,227	18,521	70,940
Total primary government program revenues	\$ 138,066	\$ 104,010	\$ 102,890	\$ 90,906	\$ 84,914	\$ 81,635	\$ 78,996	\$ 92,051	\$ 107,312	\$ 161,354
Net (expense)/revenue										
Governmental activities	\$ (143,008)	\$ (165,215)	\$ (180,372)	\$ (167,882)	\$ (163,568)	\$ (171,865)	\$ (162,422)	\$ (152,827)	\$ (155,262)	\$ (157,920)
Business-type activities	(1,169)	(332)	(511)	(472)	(609)	(1,386)	(1,619)	(192)	(1,299)	1,896
Total primary government net expenses	\$ (144,177)	\$ (165,547)	\$ (180,883)	\$ (168,354)	\$ (164,177)	\$ (173,251)	\$ (164,041)	\$ (153,019)	\$ (156,561)	\$ (156,024)
General Revenues and Other Changes in Net Position										
Government Activities										
Taxes:										
Property taxes	\$ 104,149	\$ 97,911	\$ 93,906	\$ 88,122	\$ 87,782	\$ 84,095	\$ 78,709	\$ 87,584	\$ 93,350	\$ 112,674
General county sales tax	20,121	17,852	16,358	14,976	14,561	14,007	13,554	12,800	12,460	12,104
Share of State sales taxes	40,458	36,898	35,411	32,823	31,633	30,565	29,450	27,586	26,700	20,921
Road improvement tax	10,084	9,179	8,298	7,820	7,550	7,107	6,877	6,530	6,341	4,798
Other taxes	31,337	30,065	28,949	27,067	23,665	24,932	24,173	15,564	15,056	14,559
Miscellaneous state assistance	-	550	-	-	-	550	550	-	-	-
Grants and contrib not restricted to specific programs	1,494	1,386	550	1,311	-	2,000	-	-	-	-
Investment earnings:										
Interest on investments	2,899	4,273	756	396	957	574	434	360	690	995
Miscellaneous	1,985	3,706	10,600	6,682	1,200	(588)	3,376	1,547	2,178	2,007
Reassignment of debt	-	-	-	-	-	-	-	-	(2,131)	-
Transfers	50	(86)	-	(24)	(1,000)	-	55	2,020	8,980	1,654
Total governmental activities	212,577	201,734	194,828	179,173	166,348	163,242	157,178	153,991	163,624	169,712
Business-type activities:										
Investment earnings:										
Interest on investments	18	24	2	(3)	-	-	3	7	37	137
Miscellaneous	885	697	530	593	525	473	699	678	964	1,055
Reassignment of debt	-	-	-	-	-	-	-	-	2,131	-
Extraordinary item: Insurance recovery	-	-	-	-	-	-	8	-	-	-
Transfers	(50)	86	-	24	1,000	-	(55)	(2,020)	(8,980)	(1,654)
Total business-type activities	853	807	532	614	1,525	473	655	(1,335)	(5,848)	(462)
Total primary government	\$ 213,430	\$ 202,541	\$ 195,360	\$ 179,787	\$ 167,873	\$ 163,715	\$ 157,833	\$ 152,656	\$ 157,776	\$ 169,250
Change in Net Position										
Governmental Activities	\$ 69,569	\$ 36,519	\$ 14,456	\$ 11,291	\$ 2,780	\$ (8,623)	\$ (5,244)	\$ 1,164	\$ 8,362	\$ 11,792
Business-type Activities	(316)	475	21	142	916	(913)	(964)	(1,527)	(7,147)	1,434
Total Primary Government	\$ 69,253	\$ 36,994	\$ 14,477	\$ 11,433	\$ 3,696	\$ (9,536)	\$ (6,208)	\$ (363)	\$ 1,215	\$ 13,226

(1) Airport Economic Development was reclassified with the implementation of GASB 54 in FY 2011 from governmental activities to business-type activities.

PINAL COUNTY
Fund Balances of Governmental Funds
Last Ten Fiscal Years

(Modified accrual basis of accounting)
(Amounts expressed in thousands)

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
									(as restated)	(as restated)
General Fund (1)										
Nonspendable	\$ 250	\$ 2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,344
Restricted	-	-	-	-	715	715	715	715	715	715
Unassigned	50,569	31,503	31,497	28,444	22,438	19,271	35,791	47,326	43,014	42,309
Total general fund	<u>\$ 50,819</u>	<u>\$ 31,505</u>	<u>\$ 31,497</u>	<u>\$ 28,444</u>	<u>\$ 23,153</u>	<u>\$ 19,986</u>	<u>\$ 36,506</u>	<u>\$ 48,041</u>	<u>\$ 43,729</u>	<u>\$ 44,368</u>
All Other Governmental Funds (1)										
Nonspendable	\$ 117	\$ 110	\$ 90	\$ 114	\$ 100	\$ 84	\$ 71	\$ 108	\$ 98	\$ 96
Restricted	155,162	100,397	110,885	122,642	137,292	156,283	93,363	91,314	96,598	101,452
Committed	9,732	2,316	1,982	2,150	1,688	2,429	2,442	2,632	4,915	4,539
Assigned	8,368	829	4,173	2,552	1,166	1,535	2,990	4,479	8,105	3,163
Unassigned	(1,746)	(1,181)	(738)	(1,530)	(225)	(1,819)	(167)	-	-	(148)
Total all other governmental funds	<u>\$ 171,633</u>	<u>\$ 102,471</u>	<u>\$ 116,392</u>	<u>\$ 125,928</u>	<u>\$ 140,021</u>	<u>\$ 158,512</u>	<u>\$ 98,699</u>	<u>\$ 98,533</u>	<u>\$ 109,716</u>	<u>\$ 109,102</u>

(1) Starting with FY 2011, fund balance presentation has changed, due to implementation of GASB 54.

PINAL COUNTY
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)
(Amounts expressed in thousands)

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Revenues										
Taxes	\$ 140,405	\$ 133,019	\$ 126,779	\$ 118,546	\$ 112,714	\$ 108,149	\$ 105,166	\$ 111,292	\$ 115,068	\$ 130,923
Licenses and permits	8,486	7,168	7,794	6,753	5,525	5,128	4,717	3,546	3,005	2,758
Intergovernmental	130,629	109,310	104,827	96,844	102,947	94,514	89,292	91,258	91,928	81,164
Charges for services	27,726	26,891	29,009	22,451	24,639	18,357	29,065	29,309	28,925	27,661
Fines and forfeits	1,518	2,023	1,656	2,456	2,871	2,034	2,122	4,152	3,482	4,474
Investment earnings	2,899	4,272	750	354	957	574	434	360	690	995
Contributions	1,843	1,807	5,401	3,199	628	1,571	337	805	393	372
Rentals	2,304	467	528	516	450	487	487	396	430	524
Miscellaneous	1,616	3,760	5,559	4,146	1,440	1,051	2,141	1,385	1,138	1,438
Total revenues	<u>317,426</u>	<u>288,717</u>	<u>282,303</u>	<u>255,265</u>	<u>252,171</u>	<u>231,865</u>	<u>233,761</u>	<u>242,503</u>	<u>245,059</u>	<u>250,309</u>
Expenditures										
Current:										
General government	45,140	48,450	40,043	36,042	34,820	35,638	35,239	35,916	40,156	66,438
Public safety	127,137	120,758	117,297	110,385	116,161	115,220	115,788	117,950	112,448	96,791
Highways and streets	37,840	57,222	45,191	36,737	36,474	29,532	24,650	26,525	23,140	24,157
Sanitation	507	563	1,126	421	416	303	301	324	422	444
Health	31,453	31,026	32,223	31,949	30,694	30,715	31,115	31,130	32,945	27,589
Welfare	8,840	8,738	8,116	8,724	8,186	5,727	6,692	7,804	5,902	5,759
Culture and recreation	2,258	2,013	1,644	1,571	1,653	1,433	1,915	1,888	1,906	2,059
Education	6,927	6,756	6,310	6,256	5,952	6,076	5,976	6,431	6,733	9,027
Capital outlay	14,123	46,608	19,947	19,144	20,644	6,230	8,335	6,449	7,952	7,009
Debt service:										
Principal retirement	9,947	11,653	10,884	8,081	7,822	59,158	10,507	10,746	10,240	11,511
Interest and fiscal charges	8,726	6,740	6,889	7,192	7,481	11,097	6,582	6,982	7,292	7,038
Cost of issuance	785	1,282	-	-	-	440	-	-	-	440
Other	-	-	-	-	-	1,159	4	3	3	4
Total expenditures	<u>293,683</u>	<u>341,809</u>	<u>289,670</u>	<u>266,502</u>	<u>270,303</u>	<u>302,728</u>	<u>247,104</u>	<u>252,148</u>	<u>249,139</u>	<u>258,266</u>
Excess (deficiency) of revenues over expenditures	<u>23,743</u>	<u>(53,092)</u>	<u>(7,367)</u>	<u>(11,237)</u>	<u>(18,132)</u>	<u>(70,863)</u>	<u>(13,343)</u>	<u>(9,645)</u>	<u>(4,080)</u>	<u>(7,957)</u>
Other financing sources (uses)										
Transfers in	37,740	35,035	41,241	40,627	35,483	24,212	28,597	25,265	30,453	29,671
Transfers out	(37,958)	(35,390)	(41,521)	(38,032)	(33,232)	(24,515)	(28,542)	(23,245)	(25,484)	(28,005)
Proceeds from sale of capital assets	700	601	703	1,282	156	127	234	134	341	427
Capital lease agreements	-	39	461	582	-	-	-	-	-	-
Insurance reimbursement	212	76	24	182	99	2,126	1,682	610	87	126
Bond proceeds	56,330	38,370	-	-	-	95,495	-	-	-	12,000
Discount on bonds	-	-	-	-	-	-	-	-	-	(106)
Refunding bonds	-	-	-	-	-	40,310	-	-	-	18,380
Payment to refunded bond escrow agent	-	-	-	-	-	(43,242)	-	-	-	(19,720)
Premium on new debt issued	7,454	426	-	-	-	19,631	-	-	-	1,588
Total other financing sources	<u>64,478</u>	<u>39,157</u>	<u>908</u>	<u>4,641</u>	<u>2,506</u>	<u>114,144</u>	<u>1,971</u>	<u>2,764</u>	<u>5,397</u>	<u>14,361</u>
Net change in fund balances	<u>\$ 88,221</u>	<u>\$ (13,935)</u>	<u>\$ (6,459)</u>	<u>\$ (6,596)</u>	<u>\$ (15,626)</u>	<u>\$ 43,281</u>	<u>\$ (11,372)</u>	<u>\$ (6,881)</u>	<u>\$ 1,317</u>	<u>\$ 6,404</u>
Debt Service as a percentage of noncapital expenditures	7.31%	7.10%	7.10%	6.50%	6.40%	24.7%	7.2%	7.4%	7.4%	7.8%

PINAL COUNTY
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

(Amounts expressed in thousands)

Fiscal Year	Type	Net Assessed Value	Estimated Actual Value	Percent of Net Assessed Value to Estimated Actual Value
2010/11	Primary	\$ 2,546,949	\$ 22,166,148	11.5%
	Secondary	2,673,415	22,958,054	11.6%
2011/12	Primary	2,160,151	18,877,720	11.4%
	Secondary	2,218,641	19,219,008	11.5%
2012/13	Primary	2,153,783	18,747,927	11.5%
	Secondary	2,177,012	18,918,839	11.5%
2013/14	Primary	1,988,882	17,907,662	11.1%
	Secondary	2,005,344	18,007,722	11.1%
2014/15	Primary	2,005,152	18,408,874	10.9%
	Secondary	2,040,750	18,679,292	10.9%
2015/16	Primary	2,057,548	19,104,777	10.8%
	Secondary	2,450,252	22,826,726	10.7%
2016/17	Primary	2,119,751	20,091,668	10.6%
	Secondary	2,583,823	24,505,311	10.5%
2017/18	Primary	2,239,027	21,243,904	10.5%
	Secondary	2,699,117	25,571,320	10.6%
2018/19	Primary	2,355,433	22,283,528	10.6%
	Secondary	2,774,864	26,211,155	10.6%
2019/20	Primary	2,525,247	23,764,526	10.6%
	Secondary	3,057,139	28,917,288	10.6%

Source: County assessment records

PINAL COUNTY
Taxable Assessed Value and Estimated Actual Value of Property
Last Ten Tax Years
(\$ Amounts expressed in thousands)

<u>Tax Year</u>	<u>Commercial Property</u>	<u>Residential Property</u>	<u>Vacant/Ag Land</u>	<u>Other</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Limited Value</u>	<u>Assessed Value as a Percentage of Limited Value</u>
2010	\$ 561,560	\$ 1,470,541	\$ 504,035	\$ 10,813	\$ 2,546,949	4.3213	\$ 22,166,148	11.49%
2011	581,044	1,216,288	353,163	9,656	2,160,151	4.3304	18,877,720	11.44%
2012	613,223	1,203,181	325,002	12,377	2,153,783	4.1464	18,747,927	11.49%
2013	551,188	1,136,974	285,853	14,867	1,988,882	4.1343	17,907,662	11.11%
2014	603,138	1,184,374	202,173	15,467	2,005,152	4.1324	18,408,874	10.89%
2015	499,188	1,262,332	282,841	13,187	2,057,548	4.3324	19,104,777	10.77%
2016	508,805	1,326,227	262,787	21,932	2,119,751	4.2014	20,091,668	10.55%
2017	530,329	1,418,170	264,023	26,505	2,239,027	4.2001	21,243,904	10.54%
2018	602,105	1,513,386	213,177	26,766	2,355,434	4.1601	22,283,528	10.57%
2019	646,874	1,633,631	219,072	25,670	2,525,247	4.1173	23,764,526	10.63%

Source: Pinal County Assessor's Office/AZDOR Abstract of Assessment Roll

Notes: Property in Pinal County is assessed annually with values being set by either the County Assessor or the Arizona Department of Revenue. The values are the basis for Primary Taxes and annual changes therein are restricted by the State Constitution. Assessment ratios are set by the legislature for individual property types. The taxable assessed value is arrived at by multiplying an assessment ratio that has varied from ten percent for residential property, to twenty-five percent for commercial property. Tax rates are per \$100 of assessed value.

PINAL COUNTY
Direct Property Tax Rates
Last Ten Fiscal Years
(\$ Amounts expressed in thousands)

Fiscal Year	Assessed Value	County Primary Rate	Library	Flood	Fire	Mary C. O'Brien School	Total
2010/11	\$ 2,546,949	3.9999	0.0970	0.1700	0.0544	N/A	4.3213
2011/12	2,160,151	3.9999	0.0970	0.1700	0.0635	N/A	4.3304
2012/13	2,153,783	3.7999	0.0970	0.1700	0.0795	N/A	4.1464
2013/14	1,988,882	3.7999	0.0970	0.1700	0.0674	N/A	4.1343
2014/15	2,005,152	3.7999	0.0970	0.1700	0.0655	N/A	4.1324
2015/16	2,057,548	3.9999	0.0970	0.1700	0.0655	N/A	4.3324
2016/17	2,119,751	3.8699	0.0965	0.1693	0.0657	N/A	4.2014
2017/18	2,239,027	3.8699	0.0965	0.1693	0.0644	N/A	4.2001
2018/19	2,355,434	3.8300	0.0965	0.1693	0.0643	N/A	4.1601
2019/20	2,525,247	3.7900	0.0965	0.1693	0.0615	N/A	4.1173

Source: County Tax Records

Note: As of fiscal year 2010/11 the Mary C. O'Brien School rate is included in the County's Primary Rate.

PINAL COUNTY
Principal Property Taxpayers
Current Year and Nine Years Ago
(\$ Amounts expressed in thousands)

<u>Taxpayer</u>	<u>2020</u>			<u>2011</u>		
	<u>Primary Assessed Value</u>	<u>Rank</u>	<u>Percent of Total Value</u>	<u>Primary Assessed Value</u>	<u>Rank</u>	<u>Percent of Total Value</u>
Arizona Public Service Company	\$ 79,107	1	3.13%	\$ 89,409	1	3.51%
CCA Propertites of Arizona Inc	39,006	2	1.54%	37,900	3	1.49%
ASARCO LLC / Ray Copper Complex	35,422	3	1.40%	58,429	2	2.29%
Kinder Morgan (former: El Paso Natural Gas Co.)	21,907	4	0.87%	22,467	4	0.88%
Unisource Energy Corporation (EPF)	17,960	5	0.71%			
Corrections Corporation of America	15,427	6	0.61%			
Union Pacific Railroad Co	13,887	7	0.55%			
Arizona Water Company	13,439	8	0.53%	10,481	9	0.41%
Union Pacific Railroad	12,969	9	0.51%			
Johnson Utilities LLC	10,711	10	0.42%			
Wal-Mart Stores East, LP				21,385	5	0.84%
Transwestern Pipline Co. LLC				15,299	6	0.60%
Quest Corporation				12,222	7	0.48%
Southwest Gas Corp (T&D)				12,046	8	0.47%
WP Casa Grande Retail LLC				9,323	10	0.37%
Total	<u>259,835</u>		<u>10.29%</u>	<u>288,961</u>		<u>11.34%</u>
Total Assessed Value	<u>\$ 2,525,247</u>			<u>\$ 2,546,949</u>		

Source: County Treasurer Tax Records

PINAL COUNTY
Property Tax Levies and Collections
Last Ten Fiscal Years
(\$ Amounts expressed in thousands)

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	\$ 109,076	\$ 98,065	89.91%	\$ 10,145	\$ 108,210	99.21%
2012	91,738	81,278	88.60%	8,383	89,661	97.74%
2013	87,103	77,831	89.36%	7,950	85,781	98.48%
2014	80,497	72,250	89.75%	7,055	79,305	98.52%
2015	81,182	73,613	90.68%	4,456	78,069	96.17%
2016	87,317	79,270	90.77%	6,304	85,574	98.00%
2017	87,221	83,732	96.00%	2,742	86,474	99.14%
2018	92,079	90,029	97.77%	1,476	91,505	99.38%
2019	95,942	94,403	98.39%	1,412	95,815	99.87%
2020	101,698	98,884	97.23%	-	98,884	97.23%

Source: County financial records

PINAL COUNTY
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

(Amounts expressed in thousands, except per capita amount)

Fiscal Year	General Bonded Debt			Other Governmental Activities Debt			
	Pledged Revenue Bonds	Percentage of Actual Taxable Value of Property ¹	Per Capita ²	Certificates of Participation	Note Payable	Capital Leases	Loans
2010/2011	30,380	1.19%	23	61,685	487	6,985	64,458
2011/2012	30,349	1.40%	24	59,798	487	4,414	62,949
2012/2013	28,434	1.32%	24	57,618	487	2,073	58,361
2013-2014	26,780	1.35%	25	55,351	487	566	53,601
2014-2015	179,445	8.95%	26	-	487	416	7,904
2015-2016	174,608	8.49%	27	-	487	-	6,032
2016-2017	166,754	7.14%	28	-	487	521	4,093
2017-2018	158,445	6.48%	29	-	487	823	2,082
2018-2019	186,365	7.09%	30	-	487	664	2,082
2019-2020	238,574	9.46%	33	-	-	447	-

Business -Type Activities					
Fiscal Year	Capital Leases	Loans	Total Primary Government	Percentage of Personal Income ²	Per Capita ²
2010/2011	69	2,347	166,411	1.88%	23
2011/2012	-	-	157,997	1.70%	24
2012/2013	-	-	146,973	1.54%	24
2013-2014	-	-	136,785	1.36%	25
2014-2015	-	-	188,252	1.77%	26
2015-2016	-	-	181,127	1.61%	27
2016-2017	-	-	171,855	1.45%	28
2017-2018	-	-	161,837	1.28%	29
2018-2019	-	-	187,236	1.37%	30
2019-2020	-	-	239,021	1.60%	33

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

During FY11-12 the Long Term Care (LTC) AHCCCS contract was not renewed so services were ended for both LTC and Home Health. Remaining Principal & Interest on Capital Leases and Loans are outstanding debt for Total Primary Government rather than for Business-Type Activities.

¹See Total Taxable assessed Value in the Taxable Assessed Value and Estimated Actual Value of Property schedule on page 185.

²See the Schedule of Demographic and Economic Statistics on page 192 for personal income and population data.

PINAL COUNTY
Legal Debt Margin Information
Last Ten Fiscal Years
(Amounts expressed in thousands)

	Fiscal Year									
	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020
Debt Limit	\$ 160,405	\$ 133,118	\$ 130,621	\$ 120,321	\$ 122,445	\$ 147,015	\$ 155,029	\$ 161,947	\$ 166,492	\$ 183,428
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 160,405	\$ 133,118	\$ 130,621	\$ 120,321	\$ 122,445	\$ 147,015	\$ 155,029	\$ 161,947	\$ 166,492	\$ 183,428
Total net debt applicable to the limit as a percentage of the debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

Legal Debt Margin Calculation for Fiscal Year 2019/2020

Assessed Value:

Secondary

\$ 3,057,139

Debt Limit

\$ 183,428

(6% of total assessed value)

Debt applicable to limit:

General Obligation Bonds

-

Less: Amount available in

Debt Service Fund

-

Total net debt applicable

to limit

Legal Debt Margin

\$ 183,428

Note: General obligation debt may not exceed six percent of the value of the County's taxable property as of the latest assessment. As of the current fiscal year, the County did not have any outstanding general obligation debt.

PINAL COUNTY
Pledged - Revenue Coverage
Last Ten Fiscal Years
(Amounts expressed in thousands)

Year	Special Assessment Bonds				HELP Transportation Loan					
	Special Assessment Collections	Debt Service		Coverage	Road Improvements Sales Tax	Less: Operating Expenditures	Net Available Revenue	Debt Service		
		Principal	Interest					Principal	Interest	Coverage
2010/11	N/A	N/A	N/A	N/A	4,798	4,274	524	500	24	100.00%
2011/12	N/A	N/A	N/A	N/A	6,341	5,829	512	500	12	100.00%
2012/13	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2013/14	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2014/15	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2015/16	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2016/17	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2017/18	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2018/19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2019/20	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

GADA Loans and Pledged Revenue Bonds

Fiscal Year	State Shared Sales Tax							Coverage
	Gross State Shared Sales Tax Revenue(1)	Less: AHCCCS/ALTCS Contributions	Net Available State Shared Sales Tax	County Excise Tax Revenue(1)	Debt Service			
					Principal	Interest		
2010/11	20,921	13,551	7,370	12,104	4,150	3,605	95.04%	
2011/12	26,700	18,550	8,150	12,460	4,600	4,119	93.47%	
2012/13	27,586	17,955	9,631	12,800	6,310	3,931	94.04%	
2013/14	29,450	18,453	10,997	13,554	6,815	3,708	104.50%	
2014/15	30,565	18,507	12,058	14,007	4,390	5,497	121.96%	
2015/16	31,633	18,761	12,872	14,561	7,735	7,460	84.71%	
2016/17	32,823	18,128	14,695	14,976	8,020	7,189	96.62%	
2017/18	35,411	18,060	17,351	16,358	10,725	6,859	98.67%	
2018/19	36,898	16,879	20,019	17,852	11,455	6,705	110.24%	
2019/20	40,458	16,781	23,677	20,121	9,730	8,701	128.46%	

Source: County financial and tax records

(1) See Note 8 - Long Term Liabilities, page 51 for details.

PINAL COUNTY
Demographic and Economic Statistics
Last Ten Fiscal Years

(Amounts expressed in thousands)

Fiscal Year	Population¹	Personal Income²	Per Capita Income²	Unemployment Rate¹
2010/11	384	8,848,824	23	10.9%
2011/12	389	9,301,945	24	9.1%
2012/13	394	9,537,601	24	8.6%
2013/14	396	10,027,602	25	7.3%
2014/15	406	10,665,065	26	6.6%
2015/16	413	11,259,846	27	5.8%
2016/17	428	11,827,274	28	5.2%
2017/18	441	12,609,714	29	5.2%
2018/19	453	13,701,923	30	5.5%
2019/20	455	14,893,430	33	9.9%

¹ Population and unemployment data was obtained from Arizona Department of Administration, Office of Economic Opportunity

<https://www.azcommerce.com/oeo/labor-market/unemployment/>

² Personal income and per capita income data is obtained arizona economy

<https://www.azeconomy.org/data/pinal-county/>

PINAL COUNTY
Principal Employers
Current Year and Nine Years Ago

Employer	2020			2011		
	Employees ¹	Rank	Percentage of Total County Employment	Employees ¹	Rank	Percentage of Total County Employment
Pinal County Government	2,920	1	4.93%	2471	2	2.18%
State of Arizona	2,500	2	4.22%	2910	1	2.57%
Corecivic (formerly: Corrections Corporation of America)	1,398	3	2.36%	2430	3	2.14%
Walmart	1,750	4	2.96%	1660	5	1.46%
Casa Grand Union High school No 82	1,080	5	1.82%			
Banner Heath	870	6	1.47%			
Gila River Indian Community	820	7	1.39%	2050	4	1.81%
Harrahs Akchin hotel and casino	800	8	1.35%			
Frys Food Store	680	9	1.15%			
Maricopa United School District 20	670	10	1.13%			
Pinal County Community College District				910	6	0.80%
Ray Mines Plant				830	7	0.73%
Ho Ho Kam Memorial Hospital				820	8	0.72%
Federal Government				820	9	0.72%
Casa Grand Regional Medical Center				790	10	70.00%

¹Estimated number of full-time equivalent employees

2020 Source: Maricopa Association of Governments, Arizona Employment Map

2011 Source: FY11-12 Pinal County CAFR

PINAL COUNTY
General Fund Historical and Estimated Excise Tax Revenues, State Shared Revenues and Vehicle License Tax Revenue
Current Year and Last Five Fiscal Years
(Amounts expressed in thousands)

Source	Actual						Budgeted (a)
	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
County General Excise Tax Revenues	\$ 14,007	\$ 14,561	\$ 14,976	\$ 16,358	\$ 17,852	\$ 20,121	\$ 18,150
Gross State Shared Revenues	\$ 30,565	\$ 31,633	\$ 32,823	\$ 35,411	\$ 36,898	\$ 40,458	\$ 37,931
Less: ALTCS contribution (b)	(15,294)	(15,540)	(14,900)	(15,344)	(13,853)	(13,755)	(14,431)
Less: AHCCCS contribution (c)	(2,995)	(3,003)	(3,010)	(3,017)	(3,026)	(3,026)	(3,049)
Net State Shared Revenues	\$ 12,276	\$ 13,090	\$ 14,913	\$ 17,050	\$ 20,019	\$ 23,677	\$ 20,451
Vehicle License Tax Revenues	\$ 9,485	\$ 10,259	\$ 10,211	\$ 11,853	\$ 12,701	\$ 13,399	\$ 13,120
Total County Excise Tax Revenues, Net State Shared Revenues and Vehicle License Tax Revenues	\$ 35,768	\$ 37,910	\$ 40,100	\$ 45,261	\$ 50,572	\$ 57,197	\$ 51,721

Source: Comprehensive Annual Financial Reports of the County for the years indicated and the Budget and Research Department of the County.

- (a) These are "forward looking" obtained from Adopted Budget Book.
- (b) Pursuant to Section 11-292, Arizona Revised Statutes, the Treasurer of the State withholds an amount of the State Shared Revenues sufficient to meet the County's portion of the non-federal costs of providing the long-term care system in the State ("ALTCS") from moneys otherwise payable to the County in accordance with the State's distribution of the State Shared Revenues. The County's contribution is based on a fixed State formula. In the event that the State Shared Revenues withheld from the County by the Treasurer of the State are insufficient to meet the funding requirement of ALTCS, the Treasurer of the State may withhold any other moneys payable to the County from any available State funding source.
- (c) Pursuant to Section 11-292, Arizona Revised Statutes, the County is also required to make annual appropriations for contributions to the Arizona Health Care Cost Containment System ("AHCCCS") fund. If the County does not make its contributions to the AHCCCS fund, which is used to offset certain indigent and related health care costs, the Treasurer of the State may withhold any amounts owed, plus interest retroactive to the first date the funding was due, from the County's State Shared Revenues.

PINAL COUNTY
Employees by Function
Last Ten Fiscal Years

Function/Program	Employees by Function as of June 30									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental activities										
General government	345	344	349	322	324	328	332	330	328	350
Public safety	1,209	1,213	1,198	1,207	1,176	1,224	1,275	1,340	1,315	1,257
Highways and streets	211	212	200	198	184	177	157	170	181	181
Sanitation	4	4	4	3	3	3	2	2	3	6
Health	171	165	162	160	152	150	255	148	151	150
Welfare	26	28	29	32	32	33	26	35	33	36
Culture and recreation	8	8	8	8	9	8	16	11	11	12
Education	11	11	11	11	77	76	80	66	70	69
Total governmental activities	<u>1,985</u>	<u>1,985</u>	<u>1,961</u>	<u>1,941</u>	<u>1,957</u>	<u>1,999</u>	<u>2,143</u>	<u>2,102</u>	<u>2,092</u>	<u>2,061</u>
Business-type activities										
Long Term Care	-	-	-	-	-	-	-	-	-	73
Sheriff/Inmate Services	1	1	1	1	1	4	3	2	3	3
Home Health	-	-	-	-	-	-	-	-	-	328
Fairgrounds	-	-	-	-	-	-	-	-	-	4
Adult Day Care	-	-	-	-	-	-	-	-	-	-
Airport Economic Development	3	3	2	2	2	2	2	2	2	2
Total business-type activities	<u>4</u>	<u>4</u>	<u>3</u>	<u>3</u>	<u>3</u>	<u>6</u>	<u>5</u>	<u>4</u>	<u>5</u>	<u>410</u>
Total	<u>1,989</u>	<u>1,989</u>	<u>1,964</u>	<u>1,944</u>	<u>1,960</u>	<u>2,005</u>	<u>2,148</u>	<u>2,106</u>	<u>2,097</u>	<u>2,471</u>

Source:
Pinal County Payroll Records and Mary C O'Brien Accommodation School
*Numbers have been rounded up to accommodate 1/2 employees

Number of General Government employees for 2016 does not include temporary election workers

PINAL COUNTY
Operating Indicators by Function/Program
Last Nine Fiscal Years and Current

Function/Program	Fiscal Year 2019/2020	Fiscal Year 2018/2019	Fiscal Year 2017/2018	Fiscal Year 2016/2017	Fiscal Year 2015/2016	Fiscal Year 2014/15	Fiscal Year 2013/14	Fiscal Year 2012/13	Fiscal Year 2011/12	Fiscal Year 2010/11
<u>General Government</u>										
County Assessor										
Number of parcels assessed	231,007	228,840	224,506	222,783	221,312	220,508	219,444	219,020	217,421	215,834
County Recorder										
Documents recorded	123,048	99,181	98,058	92,608	83,475	80,054	97,979	110,658	104,779	113,844
Development Services										
Building permits issued	4,013	4,126	3,837	3,134	2,498	3,592	3,949	3,524	2,937	2,817
Elections										
Active registered voters	165,305	202,079	197,650	189,462	171,357	163,749	160,282	156,689	160,985	161,813
Elections held	2	2	1	2	3	3	3	5	6	4
Ballots cast and counted	40,333	189,809	47,061	179,560	122,324	115,653	35,159	160,584	50,361	204,199
Facilities										
Work order requests	18,895	18,271	15,795	14,764	16,380	18,257	14,588	16,331	16,962	15,240
Fleet										
Work Orders completed	6,937	6,198	6,351	6,417	6,373	6,295	5,802	6,024	6,021	6,325
<u>Public Safety</u>										
County Attorney										
Adult felonies charged	2,598	3,039	2,874	3,401	3,824	3,954	2,700	2,036	2,813	2,386
Child support collected (1)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	\$ 21,994	\$ 22,383	\$ 22,600
Victim Restitution for bad checks collected (2)	N/A	N/A	N/A	N/A	N/A	\$ 19	\$ 54	\$ 85	\$ 110	\$ 105
Sheriff										
Sworn Deputies	203	206	203	216	199	209	214	162	207	140
Service calls	84,631	91,450	90,077	87,970	84,676	89,393	101,864	104,450	99,122	88,706
Total bookings	9,218	10,613	4,118	11,218	11,545	10,984	17,659	17,906	16,172	15,592
Adult Probation										
Probationers (includes absconders)	3,458	3,418	3,279	4,645	4,420	3,208	2,706	2,818	3,517	3,511
Community work service hours	46,473	50,174	22,777	2,018	33,456	32,858	30,120	30,520	16,445	16,817
Victim restitution collected	\$ 289,561	\$ 293,852	\$ 88	\$ 479	\$ 433	\$ 459	\$ 436	\$ 582	\$ 435	\$ 348
Flood Control District										
Floodplain use permit applications received	151	64	90	145	24	27	21	27	29	45
ALERT gauge installations	3	3	3	4	-	4	4	4	3	4
<u>Health</u>										
Court ordered evaluations	109	374	270	126	172	249	253	148	157	174
Forensic mental health clients	268	268	229	193	263	193	261	150	151	159
<u>Public Health</u>										
Birth certificates issued	7,148	8,391	7,630	7,033	6,445	5,983	5,184	4,846	4,379	5,520
Death certificates issued	11,204	8,654	8,745	9,261	8,654	7,672	7,427	6,546	6,556	8,187
Community health services clients	22,127	22,216	17,415	21,396	20,537	20,819	15,190	19,587	20,386	19,758
Immunization visits	8,246	8,760	7,919	19,420	8,052	10,841	7,573	7,588	6,540	10,080
WIC clients	98,722	99,664	101,063	103,480	103,748	97,042	95,734	98,199	93,411	97,186

**Operating Indicators by Function/ Program
Last Nine Fiscal Years and Current**

Function/Program	Fiscal Year 2019/2020	Fiscal Year 2018/2019	Fiscal Year 2017/2018	Fiscal Year 2016/2017	Fiscal Year 2015/2016	Fiscal Year 2014/15	Fiscal Year 2013/14	Fiscal Year 2012/13	Fiscal Year 2011/12	Fiscal Year 2010/11
<u>Culture and Recreation</u>										
Library District										
Circulation	1,226,123	1,577,271	1,317,606	1,296,117	1,356,015	1,381,283	1,405,537	1,430,329	1,508,320	1,558,678
Website visits	96,893	89,249	101,393	112,720	104,706	97,212	114,936	473,197	488,171	579,853
Active Borrowers	97,176	93,737	96,192	98,107	101,526	57,350	59,550	60,310	60,032	60,696
<u>Welfare</u>										
Public Fiduciary clients	160	193	190	195	183	217	253	279	284	279
<u>Education</u>										
Superintendent of Schools										
School districts in Pinal County	21	21	21	21	20	20	20	20	20	19

Source: County offices of elected officials and departments

(1) Child support has been transferred to the State of Arizona

(2) The bad check program has been outsourced to Corrective Solutions

PINAL COUNTY
Capital Asset Statistics by Function/Program
Last Nine Fiscal Years and Current

Function/Program	Fiscal Year 2019/2020	Fiscal Year 2018/19	Fiscal Year 2017/18	Fiscal Year 2016/17	Fiscal Year 2015/16	Fiscal Year 2014/15	Fiscal Year 2013/14	Fiscal Year 2012/13	Fiscal Year 2011/12	Fiscal Year 2010/11
<u>General Government</u>										
Facilities										
Square footage maintained	1,289,006	1,289,006	1,223,111	1,223,111	1,179,191	1,161,194	1,184,253	1,171,460	1,103,847	1,111,174
Fleet										
Vehicles maintained	353	339	307	305	86	79	82	73	10	11
Superior Court										
Divisions	10	11	10	10	10	10	10	10	10	10
<u>Public Safety</u>										
Sheriff										
Patrol Vehicles	288	167	367	388	391	429	320	207	230	160
Fleet										
Vehicles maintained	194	304	430	436	510	145	124	434	414	390
Flood Control										
Flood ALERT stations	43	43	41	41	37	37	33	28	26	23
<u>Highways and Streets</u>										
Fleet										
Vehicles maintained	146	139	215	210	210	207	203	249	182	130
Heavy Equipment maintained	231	283	163	156	157	127	131	85	191	237
Public Works										
Miles of paved roads	1,345	978	1,026	1,029	1,024	1,028	1,031	1,023	1,020	1,018
Miles of gravel roads	518	1,009	1,015	1,024	1,017	1,044	1,040	1,042	1,039	1,050
<u>Sanitation</u>										
Leased Landfill	1	1	1	1	1	1	1	1	1	1
<u>Health</u>										
Animal Control										
Vehicles used in operations	24	25	27	30	28	26	25	22	21	14
Fleet										
Med Examiner Vehicles Maintained	4	3	2	2	2	3	2	2	2	2
Public Health										
Health facilities	11	11	11	11	11	11	11	11	11	11
Mobile clinic			-	-	1	1	1	1	1	1
<u>Culture and Recreation</u>										
Parks and recreation										
County parks	8	8	6	6	6	6	6	6	6	5

Source: County offices of elected officials and departments

Some information presented as of most recent data available for the fiscal year.