



Required Supplementary Information

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
GENERAL FUND
Year Ended June 30, 2002
(In Thousands)**

	<u>Budgeted Amounts</u>		Actual	Variance
	Original	Final	Amounts Budgetary Basis	with Final Budget- Pos (Neg)
Revenues				
Taxes	\$ 355,006	353,449	369,199	15,750
Licenses, permits and franchises	25,881	25,928	28,250	2,322
Fines, forfeitures and penalties	26,824	26,824	33,978	7,154
Revenue from use of money and property	20,822	23,072	21,966	(1,106)
Aid from other governmental agencies:				
State	888,580	933,181	646,680	(286,501)
Federal	415,817	437,164	495,775	58,611
Other	45,383	47,797	43,150	(4,647)
Charges for current services	188,346	194,952	210,908	15,956
Other revenue	20,745	31,676	37,092	5,416
Total revenues	1,987,404	2,074,043	1,886,998	(187,045)
Expenditures				
Current:				
General	223,276	237,607	157,779	79,828
Public protection	799,376	863,830	798,964	64,866
Public ways and facilities	5,592	6,041	5,093	948
Health and sanitation	573,524	610,606	538,078	72,528
Public assistance	807,369	873,088	766,759	106,329
Education	570	588	475	113
Recreational and cultural	18,052	19,467	16,622	2,845
Debt service	5,495	5,495	5,495	
Total expenditures	2,433,254	2,616,722	2,289,265	327,457
Excess of revenues over (under) expenditures	(445,850)	(542,679)	(402,267)	(140,412)
Other Financing Sources (Uses)				
Sale of capital assets	230	230		(230)
Transfers in	436,631	481,139	466,729	(14,410)
Transfers (out)	(173,551)	(217,508)	(210,858)	6,650
Encumbrances, beginning of year		99,848	99,848	
Total other financing sources (uses)	263,310	363,709	355,719	(7,990)
Net change in fund balance	(182,540)	(178,970)	(46,548)	132,422
Fund Balances - Beginning of Year	182,540	373,908	373,908	
Increase (decrease) in:				
Reserve for inventory of Materials and supplies			(266)	(266)
Fund balances - end of year	\$ 194,938	194,938	327,094	132,156

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
GENERAL FUND
Year Ended June 30, 2002
(In Thousands)**

Explanation of differences between budget to actual comparison schedule using the operating statement format and GAAP revenues and expenditures

REVENUES:

Actual amounts (budgetary basis) "available for appropriation" from budgetary comparison schedule	\$1,886,998
Differences-budget to GAAP	
Adjustment to cash for fair market value	54
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balance-governmental	1,887,052

EXPENDITURES:

Actual amounts (budgetary basis) "total charges to appropriation" from budgetary comparison schedule	2,289,265
Differences-budget to GAAP	
Year end encumbrances are added to actuals for budgetary basis but not included in GAAP	(47,643)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balance - governmental fund	2,241,622

OTHER FINANCING SOURCES (USES):

Actual amounts (budgetary basis) from budgetary comparison schedule	355,719
Differences - budget to GAAP	
Transfer Out - year end encumbrances are added to actuals transfers out for budgetary basis but not included in GAAP	51,033
Beginning of Year encumbrances are included in budget in the budgetary basis but not included for GAAP	(99,848)
Total other financing sources (uses) as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$306,904

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
TOBACCO SECURITIZATION
Year Ended June 30, 2002
(In Thousands)**

	<u>Budgeted Amounts</u>		Actual Amounts Budgetary Basis	Variance with Final Budget- Pos (Neg)
	Original	Final		
Revenues:				
Revenue from use of money and property \$			2,720	2,720
Other revenue	29,400	29,400	411,913	382,513
Total revenues	29,400	29,400	414,633	385,233
Expenditures:				
Total expenditures				
Excess of revenues over (under) expenditures	29,400	29,400	414,633	385,233
Other Financing Sources (Uses):				
Transfers (out)	(29,400)	(29,400)	(27,261)	2,139
Total other financing sources (uses)	(29,400)	(29,400)	(27,261)	2,139
Excess of revenues over (under) expenditures and other financing sources (uses)			387,372	387,372
Fund Balances - Beginning of Year				
Fund Balances - End of Year			\$ 387,372	387,372

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
TOBACCO SECURITIZATION
Year Ended June 30, 2002
(In Thousands)**

Explanation of differences between budget to actual comparison schedule using the operating statement format and GAAP revenues and expenditures

REVENUES:

Actual amounts (budgetary basis) "available for appropriation" from budgetary comparison schedule	\$414,633
Differences-budget to GAAP	
Adjustment to cash for fair market value	10
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balance-governmental	\$414,643

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
Year Ended June 30, 2002

Budgetary Information

General Budget Policies

An operating budget is adopted each fiscal year for the governmental funds. Annual budgets are not required to be adopted for SANCAL, a non-profit corporation. Unencumbered appropriations for the governmental funds lapse at fiscal year-end. Encumbered appropriations are carried forward to the subsequent fiscal year. Budgets for the governmental funds are adopted on a basis of accounting that is different from generally accepted accounting principles.

The major areas of differences are as follows:

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) are reported as budgeted expenditures in the year the commitment to purchase is incurred. For GAAP purposes in the fund financial statements, encumbrances outstanding at fiscal year-end are reported as reservations of fund balances and do not constitute expenditures and liabilities, because the appropriations for these commitments will be carried forward and the commitments honored in the subsequent fiscal year.

Long-term capital lease obligations are not budgeted as an expenditure and source of funds in the year the asset is acquired. Under a GAAP basis, in the fund financial statements such obligations are included as an expenditure and source of funds in the year the asset is acquired.

Loans and deposits to other agencies, if any, and their subsequent repayments are budgeted as expenditures and revenues, respectively. Under a GAAP basis in the fund financial statements, these items are not recognized as expenditures and revenues.

On a budgetary basis, unrealized gains and losses on the fair value of investments are not recognized. For GAAP purposes, such gains or losses are recognized.

Expenditures may not legally exceed budgeted appropriations at the expenditure object level within each department. Departmental intrafund expenditure transfers do not have the budgetary status of legal appropriations. All amendments to the adopted budget require Board approval and, as such, reported budget figures are as originally adopted or subsequently amended by the Board. Supplemental appropriations during the year ended June 30, 2002, amounted to \$165.5 million in the General Fund.

San Diego County Employees' Retirement System

Schedule of Funding Progress (In millions):

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage Of Covered Payroll (b-a)/(c)
06/30/2000	3,568.7	3,248.8	0	109.8%	672.5	0%
06/30/2001	3,745.6	3,506.8	0	106.8%	731.1	0%
06/30/2002	3,831.3	5,078.0	1,246.7	75.4%	810.3	153.8