BUDGETARY COMPARISON STATEMENT
RECONCILIATION OF THE GENERAL FUND AND MAJOR SPECIAL REVENUE FUND
(Dollar Amounts in Thousands)

Note A - Explanation of Differences between Budgetary Revenues and Other Financing Sources and Expenditures/ Encumbrances and Other Financing Uses and GAAP Revenues, Expenditures, and Other Financing Sources (Uses).

	General Fund	Other Public Protection
Revenues and Other Financing Sources		
Total Revenues and Other Financing Sources from the Budgetary Comparison Statements	$ 2,977,455	$ 79,997
Differences-budget to GAAP:		
Revenue reported as an other financing source in connection with the debt service principal payment for the 2006 POBs for the GAAP financial statements is excluded from the Budgetary Comparison Statements.	105,991	
Bond Issuance Proceeds that were reported on the Budgetary Comparison Statement as an *other financing source* are reported as a fund level liability for GAAP financial statements.	(211,065)	--
The County bills departments for their portion of the annual required contribution to Orange County Employees Retirement System (OCERS) and reports such billings as other revenues on a budgetary basis.	(244,841)	--
Revenues reported in the Statement of Revenues, Expenditures, and Changes in Fund Balances for non-budgeted funds are excluded from the Budgetary Comparison Statements.	--	412
Total Revenues and Other Financing Sources as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances.	$ 2,627,540	$ 80,409
Expenditures/Encumbrances and Other Financing Uses		
Actual expenditures reported in the Budgetary Comparison Statements	$ 2,937,829	$ 69,763
Differences-budget to GAAP:		
Accreted interest for the 2007 Pension Obligation Bonds is reported as an expenditure in accordance with GAAP, but is not reported in the Budgetary Comparison Statement.	4,806	--
The prepaid pension costs were reported in the Budgetary Comparison Statement for the General Fund in the Prepaid Pension Obligation Agency. For the GAAP financial statements, the prepaid pension costs were recorded as a Prepaid Cost.	(210,806)	--
The County budgeted the payments of its annual required contribution to OCERS as a general government miscellaneous budgetary expenditure. Pension contributions have already been charged to departments.	(129,894)	--
Bioterrorism Center for Disease Control fund from the Other Public Protection group of funds to the Other Governmental Resources group of funds.	--	570
Total Expenditures and Other Financing Uses as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances.	$ 2,601,935	$ 70,333

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