County of Placer, California

Reconciliation of the Balance Sheet
for Governmental Funds
to the Statement of Net Assets
June 30, 2006
(amounts expressed in thousands)

Fund balances - total governmental funds (page 19)	$	365,660
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		271,643
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:		13,022
Deferred costs of issuance related to long-term debt used in governmental activities are not financial resources and, therefore, are not reported in the funds.		1,876
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net assets		36,265
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds as follows:		
Certificates of participation		(22,523)
Loans payable		(57,882)
Capital leases		(1,192)
Interest payable		(378)
Compensated absences		(11,823)
Net assets of governmental activities (page 15)	$	594,668

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