Placer County

Comprehensive Annual Financial Report

For the Fiscal Year ended June 30, 2003

Katherine J. Martinis, CPA, Auditor-Controller
County of Placer, State of California

COUNTY OF PLACER, CALIFORNIA
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

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COUNTY OF PLACER

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December 10, 2003

To the Board of Supervisors and Citizens of Placer County:

The comprehensive annual financial report (CAFR) of the County of Placer, California (County) for the fiscal year ended June 30, 2003, is hereby submitted in accordance with Section 25253 of the Government Code of the State of California. This statute requires that the County annually issue a report on its financial position and activity, and that an independent firm of certified public accountants audit 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 all of the information presented in this report. To provide a reasonable basis for making these representations, 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 generally accepted accounting principles (GAAP). Because the costs of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has 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, the information contained herein is complete and reliable in all material respects.

The County's financial statements have been audited by Bartig, Basler & Ray, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements for the fiscal year ended June 30, 2003 are free of material misstatement. 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 unqualified opinion that the County of Placer's financial statements for the year ended June 30, 2003, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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 agenies. 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 audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal

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requirements involving the administration of federal awards. These reports are available in the County's separately issued Single Audit Report.

GAAP require 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 MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

The Financial Report

The Comprehensive Annual Financial Report consists of three main sections:

- The Introductory Section is intended to help readers get acquainted with the County, its organizational structure, the scope of its services and the legal context.

- The Financial Section presents the basic financial statements, which include the government-wide statements, the fund statements, the notes to the financial statements, management's discussion and analysis, and the independent auditor's report.

- The Statistical Section presents multi-year statistics on demographic and other data of interest to the reader.

Profile of the Government

The County is located 80 miles northeast of San Francisco, and Auburn, the County seat, is located 120 miles southwest of Reno. County encompasses over 1,431 square miles (including 82.5 square miles of water) and is bounded by Nevada County to the north, the State of Nevada to the east, El Dorado and Sacramento counties to the south, and Sutter and Yuba counties to the west.

A recent report from the federal Bureau of Labor Statistics U.S. Dept. of Labor has noted that Placer County experienced the biggest over-the-year percentage increase in employment among the largest counties in the United States. The growth in jobs has occurred in various parts of Placer County, ranging from the fast-growing cities in south Placer County to the high Sierra ski resorts of North Lake Tahoe. In the valley cities, there have been new businesses, major expansions in the service sector, expansions by local hospitals and jobs in the construction industry. Major upgrades at world-class ski resorts at North Lake Tahoe have created jobs in high Sierra communities.

The County's rapid growth is expected to continue into the next century. The 2003 estimated population of 275,600 is a 57 percent increase over the county's population in 1990. The county's population is expected to be over 339,300 by 2010, an increase of 23 percent over the current population. The fastest growing cities will continue to be Rocklin, Roseville and Lincoln, located in South County.

The County provides a wide range of services to its residents, including public protection through the Sheriff's Department, Fire Services, District Attorney's office, medical and health services, public assistance programs, sanitation services, the construction and maintenance of roads and infrastructure, environmental services, parks, libraries, and a variety of other general governmental services. Every resident of the County, directly or indirectly, benefits from these services. Most services performed by the County are provided for all residents, regardless of whether those residents live in cities or unincorporated areas. A major challenge to the County in future years will be the maintenance of these services to the extent feasible within the County's financial resources.

The financial reporting entity (County of Placer) includes all the funds of the primary government (the County of Placer as legally defined), as well as all of its component units. Blended component units, although legally separate entities, are considered to be part of the primary government's operations for financial reporting purposes, as required by GAAP. The following component units are blended: County Service Areas, Sewer Maintenance Districts, Newcastle and Penryn Lighting Districts, Redevelopment Agency of Placer County, and North Lake Tahoe Public Financing Authority. The First 5 Placer County Children and Families Commission is included in this report as a discretely presented component unit.

In accordance with the provisions of California Government Code Sections 29000 through 29143 inclusive, commonly known as the County Budget Act, the County prepares and adopts a budget for each fiscal year. Activities of the General Fund, Special Revenue Funds and Capital Projects Fund are included in the annual budget. The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the departmental level except for fixed assets which are controlled at the line item level. The budgeted expenditures become law through the passage of an Appropriation Resolution. This Resolution constitutes the authorized spending threshold for the fiscal year, and cannot be exceeded except by subsequent amendment of the budget by the Board of Supervisors. In the governmental funds, an encumbrance system is used to ensure effective budgetary control and to enhance cash planning and control. Encumbrances outstanding at June 30 are reported as reservations of fund balance.

Factors Affecting Financial Condition

Placer County Economy: Placer County continues to be the fastest growing county in California. The services and trades sectors account for over 60% of total employment. The recent economy has produced mixed results for the County. A strong local real estate market continues to contribute to increases in property tax revenues, however, a leveling off or reduction to several other major sources of discretionary funding such as sales tax, interest earnings and transient occupancy taxes has also occurred.

State Government: The County is a political subdivision of the State of California and as such, its government is subject to State subventions and regulations. Intergovernmental revenues account for half of all governmental funds' revenue. Therefore, the County's financial health is tied closely to the financial condition of the State government. Recently, the California economy was affected by an economic downturn, an energy crisis, a large concentration of high technology companies and a stock market downturn. As a result, the State of California is predicting large budget deficits over the next

few years. Reductions of revenues as a result of a state deficit could have a significant impact on Placer County.

Long-term Financial Plans: The County has embarked on several projects with long-term financial impacts, including the following:

- Constructing a South County Criminal Justice Center, an Auburn Justice Center, and a Land Development Building, with estimated costs in excess of $200,000,000.
- Continuing essential public health and welfare services threatened by State budget cuts.
- Continuing efforts to support Placer Legacy's Open Space and Agricultural Conservation Program
- Transitioning responsibility for trial court facilities from the County to the state
- Addressing the significant increases in Workers Compensation and retirement costs

Cash Management Policies and Procedures

Except for amounts held with trustees under bond indenture or other restrictive agreements, the County's cash and investments are invested by the County Treasurer. The Treasury Oversight Committee has regulatory oversight for all monies deposited in the Treasury Pool. Such amounts are invested in accordance with investment policy guidelines established by the County Treasuer and reviewed by the Board. The objectives of the policy are, in order of priority, safety of principal, liquidity, and yield. The policy addresses the soundness of financial institutions in which the County will deposit funds, types of investment instruments permitted by the California Government Code, and the percentage of the portfolio that may be invested in certain instruments with longer terms to maturity.

Risk Management

The County is self-insured for unemployment, general liability, worker's compensation, and certain employee health coverages. The County records estimated liabilities for such claims filed or expected to be filed for incidents which have occurred. The self-insured amounts for all types of losses except unemployment and dental and vision coverage are supplemented with insurance policies (refer to Note 12). County officials believe that assets of the Self Insurance Internal Service Fund, together with funds to be provided in the future, will be adequate to meet all of the claims related to these liabilities as they come due.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) of the United States and Canada awarded the Certificate of Achievement for Excellence in Financial Reporting to the County of Placer for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2002. This was the second consecutive year that Placer County received this prestigious award. In order to be awarded a Certificate, a government unit must publish an easily readable and efficiently organized

CAFR, the contents of which conform to program standards and 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 CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting to GFOA to determine its eligibility for another certificate.

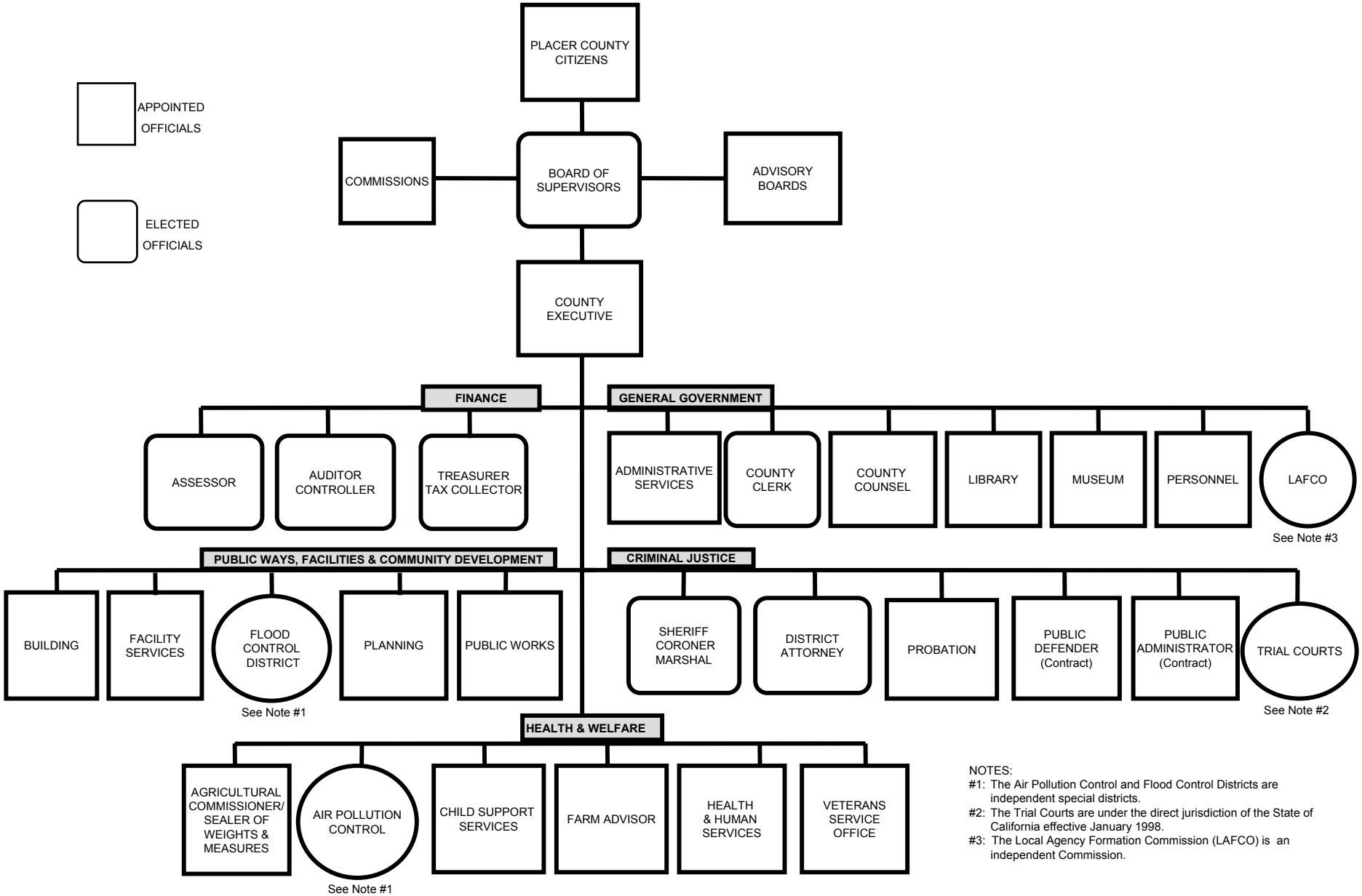
The County also earned the State of California Controller's "Award for Achieving Excellence in Financial Reporting" for the fiscal year ended June 30, 2002. Key criteria for the award include timely submission of the financial transactions report and county budget, proper classification of revenue and expenditure data, and complete and proper reporting of outstanding debt.

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated services of the entire staff of the Auditor-Controller's Office. I would like to express my appreciation to all members of the department who assisted and contributed to its preparation. In addition, I acknowledge the leadership and support provided by the Board of Supervisors and the County Executive which have made the preparation of this report possible.

Respectfully submitted,

Katherine J. Martinis, CPA
Auditor-Controller

PLACER COUNTY ORGANIZATION CHART



NOTES:

#1: The Air Pollution Control and Flood Control Districts are independent special districts.

#2: The Trial Courts are under the direct jurisdiction of the State of California effective January 1998.

#3: The Local Agency Formation Commission (LAFCO) is an independent Commission.

PLACER COUNTY OFFICIALS
GOVERNING BODY

ELECTED

BOARD OF SUPERVISORS

Bill Santucci	Supervisorial District 1
Robert M. Weygandt	Supervisorial District 2
Harriet White	Supervisorial District 3
Edward "Ted" M. Gaines	Supervisorial District 4
Rex Bloomfield	Supervisorial District 5

Assessor	Bruce Dear
Auditor-Controller	Katherine Martinis
County Clerk-Recorder	James McCauley
District Attorney - Public Admin	Brad Fenocchio
Sheriff - Coroner - Marshall	Ed Bonner
Treasurer-Tax Collector	Jenine Windeshausen

PLACER COUNTY OFFICIALS
GOVERNING BODY

APPOINTED

Administrative Assistant to the Board of Supervisors	John Marin
Administrative Services Director/Deputy Co. Exec. Officer	Richard Colwell
Agricultural Commissioner/Sealer of Weights & Measures	Christine E. Turner
Air Pollution Control Officer	Thomas Christofk
Building Inspector	Edward Jenkins
County Counsel	Anthony LaBouff
County Executive Officer	Jan Christofferson
Facility Services Director	Thomas Miller
Farm Advisor	Sharon Junge
Health & Human Services Director	Raymond J. Merz
Library Services Director	Elaine Reed
Museum Director	Jerry Rouillard
Personnel Director	Nancy Nittler
Planning Director	Fred Yeager
Probation Officer	Frederick Morawcznski
Public Works Director/Road Commissioner	Tim Hackworth
Veterans Service Officer	Fred Murphy

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Placer, California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2002

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

Financial Section

Financial Section

Bartig, Basler & Ray
A Professional Corporation
Certified Public Accountants and Management Consultants

Frank V. Trythall
Kenneth E. Pope
Brad W. Constantine
Theril H. Lund
Bruce W. Stephenson
Roseanne M. Lopez

Curtis A. Orgill
M. Elba Zúñiga

INDEPENDENT AUDITOR'S REPORT

The Honorable Board of Supervisors
County of Placer, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit; each major fund, and the aggregate remaining fund information of the County of Placer, California (County), as of and for the year ended June 30, 2003, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Placer, California, as of June 30, 2003, and the respective changes in financial position and cash flows, where applicable, for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 6, 2003 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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The Honorable Board of Supervisors
County of Placer, California

Management's discussion and analysis and schedules of funding progress and budgetary comparison information on pages 3 through 13 and pages 58 through 64 respectively, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund 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 statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken 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 express no opinion on them.

BARTIG, BASLER & RAY, CPAs, INC.

Bartig, Basler & Ray, CPAs, Inc.

November 6, 2003
Roseville, California

COUNTY OF PLACER
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

This section of the County of Placer's (County) comprehensive annual financial report presents a discussion and analysis of the County's financial performance during the fiscal year ended June 30, 2003. It should be read in conjunction with the transmittal letter at the front of this report and the County's basic financial statements following this section. All dollar amounts are expressed in thousands unless otherwise noted.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded liabilities at the close FY 2002-03 by $549,565 *(net assets)*. Of the net assets amount, $192,999 in *unrestricted net assets* is available to meet ongoing obligations to citizens and creditors, $102,880 in *restricted net assets* must be used only for specific purposes and $253,686 is *invested in capital assets, net of related debt*.

- The County's total net assets increased by $58,661. The increase is due to County growth as reflected by increases in property taxes, operating grants and contributions, and an increase in charges for services due to rate increases.

- As of June 30, 2003, the County governmental funds reported combined fund balances of $268,344 an increase of $26,629 in comparison with the prior year. Approximately 86.3 percent of the combined fund balances, or $231,654 is available to meet the County's current and future needs (*unreserved fund balance)*.

- At the end of the fiscal year, unreserved fund balance for the General Fund, the county's largest fund, was $78,451 or 44.7 percent of total General Fund expenditures. However, this entire amount has been budgeted either for expenditure in FY 2003-04 or is reserved for future uses, although there is usually increased carryover fund balance each year from budget savings or revenues in excess of budget.

- The County's total long-term debt increased by $2,675 in comparison with the prior year. New capital lease obligations accounted for $480 of the increase. The balance relates to increases in estimates for compensated absences and self insurance liabilities.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis in this section are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) **Government-wide** financial statements, 2) **Fund** financial statements, and 3) **Notes** to the basic financial statements. **Required Supplementary Information** is included in addition to the basic financial statements.

Government-wide financial statements are designed to provide readers with a broad overview of the County finances, using accounting methods similar to those of a private-sector business. These statements provide both long-term and short-term information about the County's overall financial status. The government-wide financial statements can be found on pages 13-15 of this report.

The *Statement of Net Assets* presents information on all the County's assets and liabilities as of the end of the fiscal year, with the difference between the two reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *Statement of Activities* presents information on how net assets changed during the fiscal year, with revenues and expenses by major type or function. Revenues and expenses are reported when 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 these government-wide financial statements distinguish functions of the County that are principally supported by taxes, intergovernmental and program revenues (*governmental activities)* from other functions that are intended to recover most or all of their costs through user fees and charges (*business-type activities).* The governmental activities of the County include general government, public protection, public assistance, health and sanitation, public ways and facilities, recreation and cultural services and education. The business-type activities of the County include community health clinics, facilities management, food services, public transit and waste disposal.

Blended component units are included in the County's basic financial statements and consist of legally separate entities for which the County is financially accountable and that have substantially the same board as the County or provide services entirely to the County. Examples are the Redevelopment Agency of Placer County, the North Lake Tahoe Public Financing Authority and numerous County Service Areas and Special Districts governed by the Board of Supervisors. The First 5 Placer County Children and Families Commission is reported as a discretely presented component unit because the governing body is not substantially the same as the County Board of Supervisors. For further information concerning the Redevelopment Agency of Placer County and the Placer County Children ad Families Commission, refer to the separately issued financial statements, which are available from the Office of the Auditor-Controller upon request.

Fund financial statements are the more familiar groupings of related accounts that are used to keep track of specific sources of funding and spending for particular purposes. Some funds are required by state or federal law or by debt covenants. All of the County's funds 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, the governmental funds financial statements focus on the shorter-termed financial resources, such as cash, that (1) have been spent on governmental programs during the fiscal year and (2) that will be available for financing such programs in the near future. The governmental funds financial statements are presented by major fund and for nonmajor funds in the aggregate on pages 17-19 of this report.

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 provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 21 individual governmental funds. 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 Fund, Public Safety Fund, Public Ways and Facilities Fund, Capital Improvements Fund and Capital Projects Securitization Fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for these nonmajor governmental funds are provided in the form of combining statements elsewhere in this report.

Proprietary funds are of two types: enterprise funds and internal service funds. These funds provide services that are usually supported in total or major part by customer fees and charges. The proprietary funds financial statements can be found on pages 21-25 of this report.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. As noted previously, the County uses enterprise funds to account for Transit, Facilities, Health and Human Services, County Service Areas and Sewer Maintenance Districts.

Internal service funds are an accounting device used to accumulate and allocate costs for services to the County's various functions. The County uses internal service funds to account for its telecommunications operations, workers' compensation and risk management, employee dental and vision and unemployment insurance programs, fleet services operations and maintenance, special district's administration and operations, correction's food services and countywide technology development and maintenance. Because these services predominantly benefit governmental rather than business-type functions, they have been included primarily within *governmental activities* in the government-wide financial statements, except for special districts administration and operations, which primarily benefit the county service areas, sewer maintenance districts and waste disposal operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. All of the County's enterprise funds are considered to be major enterprise funds. The County's three internal service funds are also combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds are provided in the form of combining statements elsewhere in 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, except for agency funds, which have more limited accounting and financial statements because of their purely custodial character. The fiduciary fund financial statements can be found on pages 26-27 of this report.

Notes to the Basic 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 can be found on pages 28-57 of this report.

Required Supplementary Information is presented concerning budgetary comparison schedules for the General Fund and major Special Revenue Funds, as well as the schedules of funding progress. Required supplementary information can be found on pages 60-64 of this report.

Immediately following the required supplementary information, the combining and individual fund statements and schedules referred to earlier provide information for nonmajor governmental funds and internal service funds. The combining and individual fund statements and schedules can be found on pages 65-95 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, net assets (assets in excess of liabilities) were $549,565 at June 30, 2003, the close of the County's fiscal year.

Condensed Statement of Net Assets
June 30, 2003
(in thousands)

	Governmental Activities		Business-type Activities		Total		Total
	2003	2002	2003	2002	2003	2002	(%) Change
Assets:							
Current and other assets	$ 330,471	$ 296,150	$ 33,168	$ 30,413	$ 363,639	$ 326,563	11.4%
Capital assets	198,443	183,271	87,258	81,410	285,701	264,681	7.9%
Total assets	528,914	479,421	120,426	111,823	649,340	591,244	9.8%
Liabilities:							
Current and other liabilities	23,760	26,213	3,852	2,709	27,612	28,922	-4.5%
Noncurrent liabilities	64,124	61,450	8,039	9,968	72,163	71,418	1.0%
Total liabilities	87,884	87,663	11,891	12,677	99,775	100,340	-0.6%
Net Assets:							
Invested in capital assets, net of related debt	170,842	155,054	82,844	77,361	253,686	232,415	9.1%
Restricted	102,880	87,901	-	-	102,880	87,901	17.0%
Unrestricted	167,308	148,803	25,691	21,785	192,999	170,588	13.1%
Total net assets	$ 441,030	$ 391,758	$ 108,535	$ 99,146	$ 549,565	$ 490,904	12.0%

The largest portion of the County's net assets of $253,686 (46.2 percent) reflects its investment in *capital assets* (e.g. land and easements, structures and improvements, infrastructure, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, such as tax revenues, since the capital assets themselves cannot be used to liquidate these liabilities. Another significant portion of the County's net assets (35.1 percent) represents *unrestricted net assets* of $192,999, which may be used to meet the County's ongoing obligations to citizens and creditors. The remaining balance of the County's net assets of $102,880 (18.7 percent) represents resources that are subject to external restrictions on how they may be used.

At the end of the current fiscal year, the County reported positive balances in all three categories of net assets, both for the County as a whole, as well as for its separate governmental and business-type activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

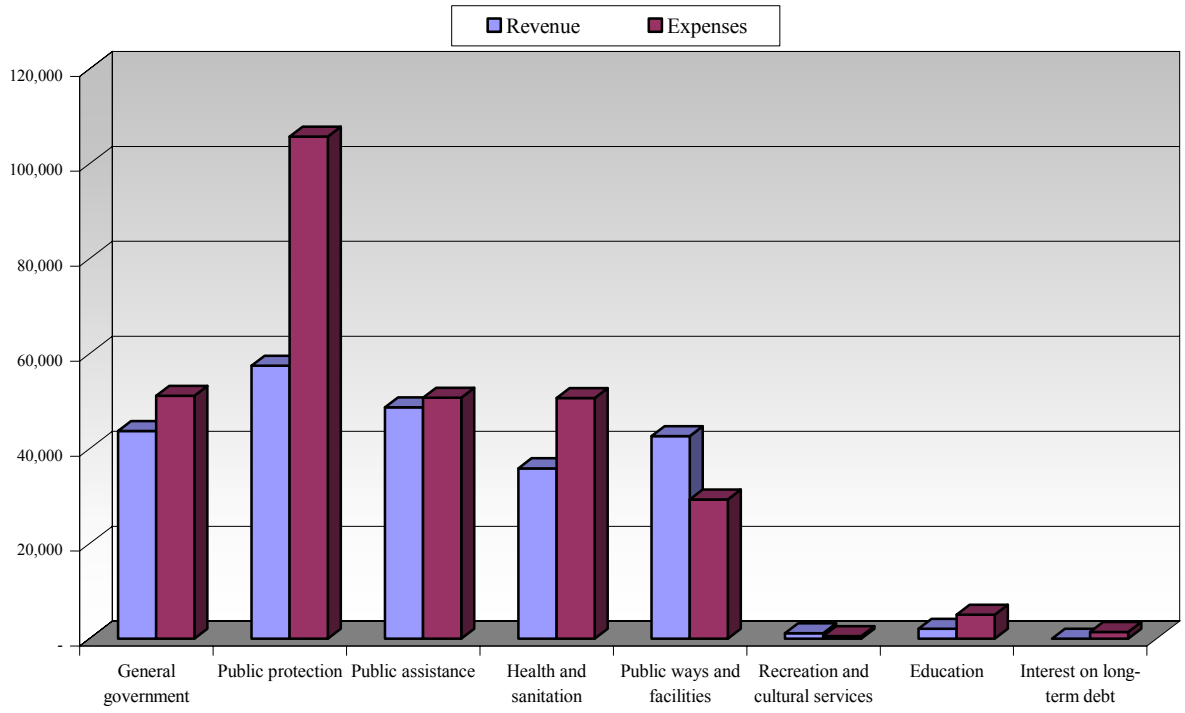
The County's total net assets increased by $58,661. The increase is due to County growth as reflected by increases in property taxes, operating grants and contributions, and an increase in charges for services due to rate increases. The following table indicates the changes in net assets for governmental and business-type activities:

Condensed Statement of Activities
For the Fiscal Year Ended June 30, 2003
(in thousands)

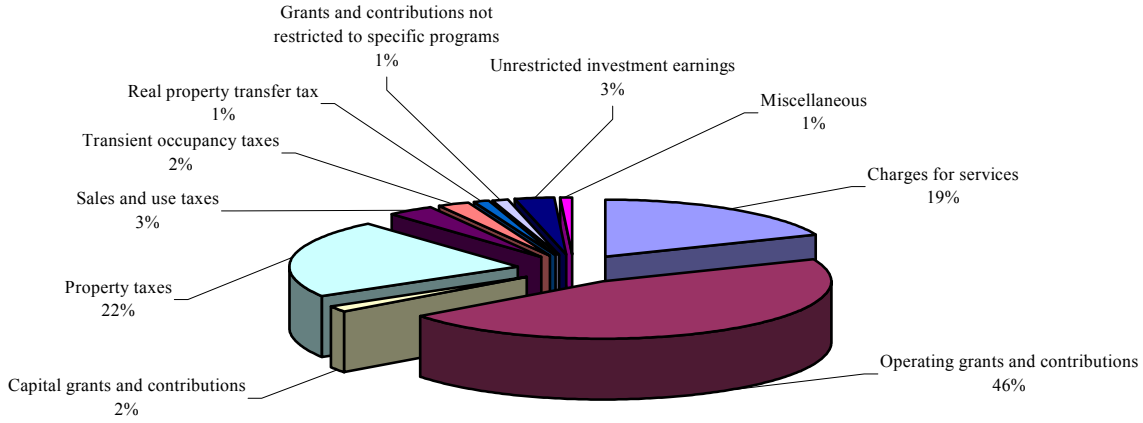
	Governmental Activities		Business-type Activities		Total		Total
	2003	2002	2003	2002	2003	2002	(%) Change
Revenues:							
Program revenues:							
Charges for services	$ 64,977	$ 46,937	$ 18,644	$ 16,830	$ 83,621	$ 63,767	31.1%
Operating grants and contributions	160,836	141,971	10,170	9,120	171,006	151,091	13.2%
Capital grants and contributions	5,801	18,542	5,960	2,973	11,761	21,515	-45.3%
General revenues:							
Property taxes	77,075	66,060	72	69	77,147	66,129	16.7%
Sales and use taxes	12,054	11,864	2,713	2,957	14,767	14,821	-0.4%
Transient occupancy taxes	7,061	7,143	-	-	7,061	7,143	-1.1%
Real property transfer tax	3,818	3,170	-	-	3,818	3,170	20.4%
Other taxes	97	110	-	-	97	110	-11.8%
Tobacco settlement	-	3,002	-	-	-	3,002	-100.0%
Grants and contributions not restricted to specific programs	4,222	16,050	-	-	4,222	16,050	-73.7%
Unrestricted investment earnings	9,423	9,940	864	1,231	10,287	11,171	-7.9%
Miscellaneous	3,237	2,957	-	-	3,237	2,957	9.5%
Total revenues	348,601	327,746	38,423	33,180	387,024	360,926	7.2%
Expenses:							
General government	51,166	53,088	-	-	51,166	53,088	-3.6%
Public protection	105,726	93,329	-	-	105,726	93,329	13.3%
Public assistance	50,761	63,732	-	-	50,761	63,732	-20.4%
Health and sanitation	50,658	27,137	-	-	50,658	27,137	86.7%
Public ways and facilities	29,316	27,490	-	-	29,316	27,490	6.6%
Recreation and cultural services	496	435	-	-	496	435	14.0%
Education	5,022	3,373	-	-	5,022	3,373	48.9%
Interest on long-term debt	1,408	1,939	-	-	1,408	1,939	-27.4%
Community health clinics	-	-	12,771	11,858	12,771	11,858	7.7%
Facilities	-	-	3,603	2,755	3,603	2,755	30.8%
Food services	-	-	321	336	321	336	-4.5%
Public transit	-	-	5,094	4,493	5,094	4,493	13.4%
Waste disposal	-	-	12,021	11,868	12,021	11,868	1.3%
Total expenses	294,553	270,523	33,810	31,310	328,363	301,833	8.8%
Increase in net assets before special item and transfers	54,048	57,223	4,613	1,870	58,661	59,093	-0.7%
Special item	-	35,492	-	-	-	35,492	-100.0%
Transfers	(4,776)	(2,535)	4,776	2,535	-	-	0.0%
Change in net assets	49,272	90,180	9,389	4,405	58,661	94,585	-38.0%
Net assets, beginning of year	391,758	301,578	99,146	94741	490,904	396,319	23.9%
Net assets, end of year	$ 441,030	$ 391,758	$ 108,535	$ 99,146	$ 549,565	$ 490,904	11.9%

Governmental activities increased the County's net assets by $49,271 thereby accounting for most of the increase in net assets of the County. The increase is due to County growth as reflected by increases in property taxes, operating grants and contributions, and an increase in charges for services due to rate increases.

Expenses and Program Revenues-Governmental Activities

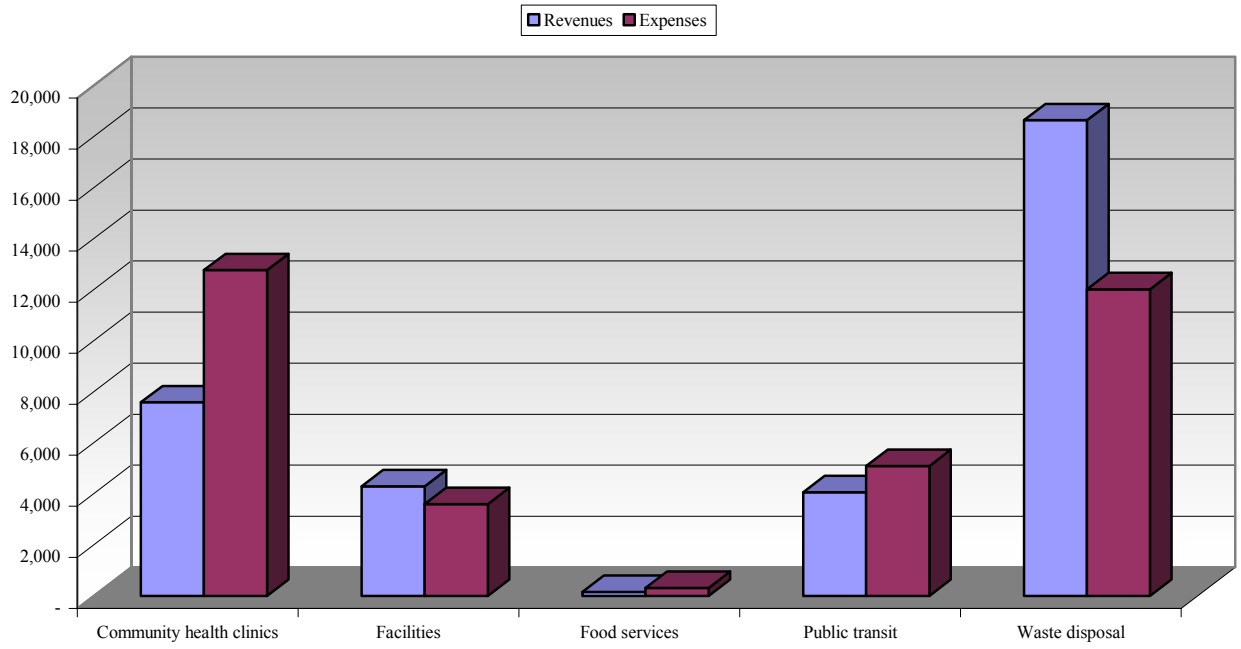


Revenue by Source-Governmental Activities

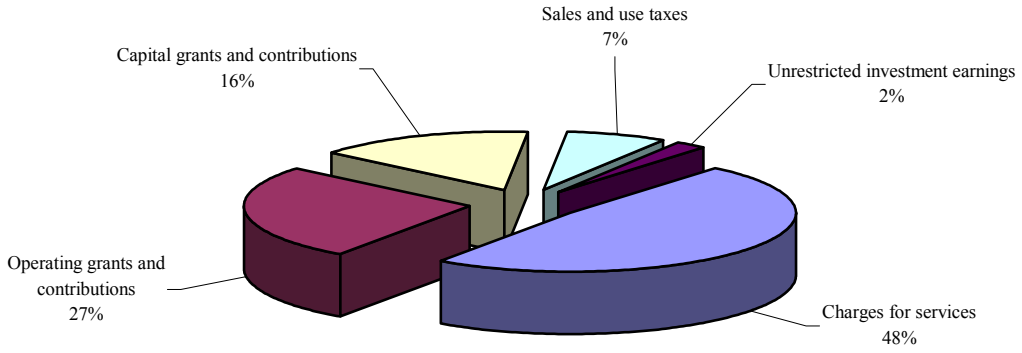


Business-type activities increased the County's net assets by $9,389. The key factor that contributed to this increase was increased operating and capital grants and contributions and charges for services.

Expenses and Program Revenues-Business-type Activities



Revenues by Source-Business-type Activities



MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

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 County's general government functions are contained in the General, Special Revenue, Debt Service, Capital Projects Funds and Permanent Fund. Also included in these funds are the special districts governed by the Board of Supervisors. As noted previously, 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 more immediate financing requirements.

In particular, unreserved 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, 2003, the County's governmental funds reported combined fund balances of $268,344, an increase of $26,629 in comparison with the prior year. Approximately 86.3 percent of the combined fund balances, or $231,654, constitutes unreserved fund balance, which is available to meet the County's current and future needs. The remainder of fund balance is reserved indicating that it is not available for new spending because it has been committed: 1) to pay debt service; 2) to reflect inventories and the amount due from other funds that are long-term in nature and thus do not represent available spendable resources; 3) to liquidate contractual commitments of the period; and 4) a general reserve established per County policy.

The General Fund is the chief operating fund of the County. At June 30, 2003, unreserved fund balance of the General Fund was $78,451, while total fund balance reached $87,926. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represented 44.7 percent of total fund expenditures, while total fund balance represented 50.1 percent of that same amount. The County General Fund's fund balance decreased by $10,174 during the current fiscal year. The key factor in this decrease was additional operating transfers to the Public Safety Fund, Capital Improvements Fund and County Services Fund. The remaining major funds and other governmental funds' balances increased by $36,804 to $180,419. The key factor in this increase is due to increases in General Fund operating transfers and developer fees in the Capital Improvements Fund.

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

Revenues Classified by Source
(in thousands)

	FY 2003		FY 2002		Increase (Decrease)	
Revenues by Source	**Amount**	**% of Total**	**Amount**	**% of Total**	**Amount**	**% of Change**
Taxes	$ 95,244	27.80%	$ 88,348	28.38%	$ 6,896	22.06%
Licenses, permits and franchise	5,707	1.67%	5,381	1.73%	326	1.04%
Fines, forfeitures and penalties	11,456	3.34%	10,791	3.47%	665	2.13%
Use of money and property	8,512	2.48%	8,672	2.79%	(160)	-0.51%
Intergovernmental	159,855	46.67%	156,706	50.34%	3,149	10.07%
Charges for services	52,652	15.37%	31,532	10.13%	21,120	67.55%
Tobacco settlement	-	0.00%	3,002	0.96%	(3,002)	-9.60%
Contributions and donations	5,337	1.56%	3,659	1.18%	1,678	5.37%
Miscellaneous revenues	3,786	1.11%	3,194	1.03%	592	1.89%
Total	$ 342,549	100.00%	$ 311,285	100.00%	$ 31,264	100.00%

- *Taxes* increased by $6.9 million or 22%. This increase is a result of the strong local real estate market as the County is the fastest-growing County in California.
- *Charges for services* increased $21 million or 67%. This increase is due to increased fees for development and mitigation.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

The following table presents the amount of expenditures by function as well as increases or decreases from the prior year displayed.

Expenditures by Function
(in thousands)

	FY 2003		FY 2002		Increase (Decrease)	
Expenditures by Function	**Amount**	**% of Total**	**Amount**	**% of Total**	**Amount**	**% of Change**
General government	$ 48,428	15.75%	$ 47,352	17.46%	$ 1,076	2.97%
Public protection	104,451	33.98%	91,654	33.79%	12,797	35.37%
Public assistance	50,760	16.51%	63,732	23.50%	(12,972)	-35.85%
Health and sanitation	50,565	16.45%	27,113	10.00%	23,452	64.82%
Public ways and facilities	18,102	5.89%	16,416	6.05%	1,686	4.66%
Recreation and cultural services	431	0.14%	368	0.14%	63	0.17%
Education	4,884	1.59%	3,243	1.20%	1,641	4.54%
Capital outlay	27,249	8.86%	19,015	7.01%	8,234	22.76%
Principal paid on long-term debt	1,096	0.36%	791	0.29%	305	0.84%
Interest on long-term debt	1,425	0.46%	1,527	0.56%	(102)	-0.28%
Total	$ 307,391	100.00%	$ 271,211	100.00%	$ 36,180	100.00%

- *Public protection* expenditures increased $13 million or 35%. This increase is due to increased salaries and benefits for staffing at the new jail wing, court security costs and additional security services provided to the new casino.

- *Public assistance* expenditures decreased $13 million or 36%. This decrease is a result of the reclassification of mental health expenditures for Adult System of Care and Children's System of Care to the health and sanitation function.

- *Health and sanitation* expenditures increased $23 million or 64%. Most of this increase is a result of the reclassification of mental health expenditures as discussed above. The remaining increase is due to increases in federal and state-mandated operating grants.

- *Capital outlay* expenditures increased $8 million or 22%. This increase is due to the completion of the new jail wing and Bell Road widening, continued construction of a compressed natural gas facility and completed sewer maintenance district projects.

Proprietary funds
The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The net assets of the enterprise funds increased 5%, or $9,225 to $107,055. Most of this increase came from increased operating and capital grants and contributions and charges for services. The internal service funds net assets increased by $3,982 to $21,832. Most of this increase came from one-time transfer from the General Fund to the County Services Fund for the implementation of our new payroll/personnel system.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget for the fiscal year ended June 30, 2003 resulted in a $5,407 increase in appropriations and can be briefly summarized as follows:

- $2,247 in increases in general government activities caused by an additional contribution to the Library Fund and an increase for the revenue recovery collections program.
- $970 in increases allocated to public protection caused by a new civil assessment agreement with the Courts.

- $2,536 in increases allocated to public assistance caused by changes at the State level for administration of operating grants and a new federal grant for Bio-Terrorism and Preparedness.
- $507 in increases allocated to capital outlay due to additional equipment needs for the Clerk-Recorder.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2003, amounted to $285,701 (net of accumulated depreciation). This investment in capital assets includes land and easements, infrastructure, structures and improvements, equipment and construction in progress. The total increase in the County's investment in capital assets for the current period was 7.9 percent or approximately $21million.

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

- $15,496 increase to structures and improvements
- $7,205 increase to infrastructure
- $7,471 increase to construction in progress

More detailed information about the County's capital assets is presented in Note 4 in the basic financial statements.

Capital Assets
June 30, 2003
(in thousands)

	Governmental activities		Business-type activities		Total		
	2003	2002	2003	2002	2003	2002	% of change
Land	$ 15,380	$ 14,741	$ 1,398	$ 1,398	$ 16,778	$ 16,139	3.96%
Construction in progress	42,972	34,207	1,209	3,144	44,181	37,351	18.29%
Structures and improvements	83,488	72,796	43,911	39,108	127,399	111,904	13.85%
Equipment	41,501	39,344	9,455	8,499	50,956	47,843	6.51%
Infrastructure	196,614	193,944	81,462	76,927	278,076	270,871	2.66%
Less: Accumulated depreciation	(181,512)	(171,761)	(50,177)	(47,666)	(231,689)	(219,427)	5.59%
Total	$ 198,443	$ 183,271	$ 87,258	$ 81,410	$ 285,701	$ 264,681	7.94%

Long-term debt

At June 30, 2003, the County had total long-term debt outstanding of $73,898. This amount is comprised of $25,520 of certificates of participation, $17,176 of compensated absences, $2,856 of sewer and water and lease revenue bonds, $20,456 of self insurance liability, $5,018 of landfill postclosure liability and $2,872of capital leases payable. During the year, retirement of debt amounted to $10,447. Additions included $480 for new capital leases, $4,136 for compensated absences, and $8,310 for self insurance liability.

More detailed information about the County's long-term debt is presented in Notes 7 and 8 in the basic financial statements.

Outstanding Long-Term Debt
June 30, 2003
(in thousands)

	Governmental activities		Business-type activities		Total		
	2003	2002	2003	2002	2003	2002	% of change
Revenue bonds	$ -	$ -	$ 2,856	$ 3,111	$ 2,856	$ 3,111	-8.20%
Capital leases	2,081	2,012	791	937	2,872	2,949	-2.61%
Certificates of participation	25,520	26,205	-	-	25,520	26,205	-2.61%
Self insurance	20,456	18,522	-	-	20,456	18,522	10.44%
Landfill closure liability	-	-	5,018	5,063	5,018	5,063	-0.89%
Compensated absences	16,068	14,711	1,108	857	17,176	15,568	10.33%
Total	$ 64,125	$ 61,450	$ 9,773	$ 9,968	$ 73,898	$ 71,418	3.47%

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Due to the State budget crisis and the resulting risk of significant revenue reductions from State sources, the following factors were considered in preparing the County's balanced budget for fiscal year 2003-2004:

- To develop the department requested budgets at or near fiscal year 2002-2003 funding levels. Restrictions on expenditure growth were necessary to balance the budget and stabilize service delivery systems.
- To maintain current and appropriate operations, programs and service levels.
- To maintain infrastructure within overall financial resources including facilities, technology, and investments in County "quality of life" efforts.
- To maintain, where possible, adequate contingencies and capital and other reserve levels.

In addition to the above, these factors were also considered:

- The fiscal year 2003-2004 budget relies on a year of slow paced growth.
- The County's unemployment rate is at 4.6%, comparing favorably to the State of California rate of 6.7% and the U.S. rate of 6.1%.
- Salary and benefit costs in the County's operating funds have increased approximately $11.1 million or 6.8% from the prior year budget. In addition to expected salary adjustments for cost of living and merit increases, the cost for employee medical, dental and vision insurance coverage continues to rise at a phenomenal rate. Also, the continuing poor performance of the investment market and sluggish economy has resulted in increased costs for contributions to the employee retirement system.
- Changes occurring in the insurance industry nationwide since the events of September 11th have caused insurance premium rates for next year's coverage to escalate upward of 100-150%. Escalating insurance costs were passed on to County departments through workers' compensation and general liability rate increases.
- The Board of Supervisors has approved a $290 million Capital Facilities Financing Plan, including construction of the Auburn Justice Center and Land Development Buildings, renovation of the Fulweiler Administrative Annex, the South Placer Criminal Justice site acquisition and the Public Works Cabin Creek relocation.
- On July 9, 2003, the State notified counties they have ceased distributing part of the motor vehicle license fee and it is unknown as to how and when this will be funded by the State. The fiscal year 2003-2004 budget assumed full apportionment of the motor vehicle license fee.

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 Office of the Auditor-Controller, 2970 Richardson Drive, Auburn, CA 95603.

County of Placer, California

Statement of Net Assets
June 30, 2003

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Children and Families Commission
Assets				
Cash and investments	$ 297,600,878	$ 29,885,650	$ 327,486,528	$ 7,923,802
Receivables (net)	30,930,165	2,399,321	33,329,486	751,402
Internal balances	(71,777)	71,777	-	-
Other assets	2,011,546	117,644	2,129,190	133
Restricted cash and investments	-	693,801	693,801	-
Capital assets:				
Nondepreciable	58,352,463	2,607,113	60,959,576	-
Depreciable, net	140,090,322	84,651,042	224,741,364	-
Total assets	528,913,597	120,426,348	649,339,945	8,675,337
Liabilities				
Payables	16,007,248	1,791,869	17,799,117	1,086,435
Accrued interest	395,051	40,637	435,688	-
Deferred revenue	7,357,237	285,350	7,642,587	-
Noncurrent liabilities:				
Due within one year	11,367,099	684,818	12,051,917	-
Due in more than one year	52,757,406	9,088,094	61,845,500	-
Total liabilities	87,884,041	11,890,768	99,774,809	1,086,435
Net Assets				
Invested in capital assets, net of related debt	170,841,930	82,843,714	253,685,644	-
Restricted for:				
Debt service	2,823,325	-	2,823,325	-
Grantors	5,902,848	-	5,902,848	-
Donors	588,301	-	588,301	-
State mandate/enabling legislation	93,565,690	-	93,565,690	-
Unrestricted	167,307,462	25,691,866	192,999,328	7,588,902
Total net assets	$ 441,029,556	$ 108,535,580	$ 549,565,136	$ 7,588,902

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

County of Placer, California

Statement of Activities
For the Fiscal Year Ended June 30, 2003

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	$ 51,166,280	$ 16,512,162	$ 27,226,150	$ -
Public protection	105,726,168	15,880,364	41,572,554	-
Public assistance	50,760,486	107,081	48,600,867	-
Health and sanitation	50,658,274	3,828,631	32,041,759	-
Public ways and facilities	29,316,058	27,255,226	9,591,638	5,801,110
Recreation and cultural services	496,398	1,143,896	-	-
Education	5,022,138	249,479	1,803,017	-
Interest on long-term debt	1,408,217	-	-	-
Total governmental activities	294,554,019	64,976,839	160,835,985	5,801,110
Business-type activities:				
Community health clinics	12,770,648	921,395	6,674,593	-
Facilities	3,603,504	1,790,412	2,035,074	475,888
Food services	321,216	140,114	20,505	-
Public transit	5,093,953	1,578,477	1,409,682	1,080,283
Waste disposal	12,020,972	14,213,915	29,970	4,403,732
Total business-type activities	33,810,293	18,644,313	10,169,824	5,959,903
Total primary government	$ 328,364,312	$ 83,621,152	$ 171,005,809	$ 11,761,013
Component unit:				
Children and Families Commission	$ 3,782,326	$ -	$ 2,797,860	$ -

General revenues
Property taxes
Sales and use taxes
Transient occupancy taxes
Real property transfer taxes
Other taxes
Grants and contributions not restricted to specific programs
Unrestricted investment earnings
Miscellaneous
Total general revenues

Transfers

Change in net assets
Net assets, beginning of year
Net assets, end of year

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

County of Placer, California

Statement of Activities
For the Fiscal Year Ended June 30, 2003

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Unit	
Governmental Activities	Business-type Activities	Total	Children and Families Commission	Functions/Programs
				Primary government:
				Governmental activities:
$ (7,427,968)	$ -	$ (7,427,968)	$ -	General government
(48,273,250)	-	(48,273,250)	-	Public protection
(2,052,538)	-	(2,052,538)	-	Public assistance
(14,787,884)	-	(14,787,884)	-	Health and sanitation
13,331,916	-	13,331,916	-	Public ways and facilities
647,498	-	647,498	-	Recreation and cultural services
(2,969,642)	-	(2,969,642)	-	Education
(1,408,217)	-	(1,408,217)	-	Interest on long-term debt
(62,940,085)	-	(62,940,085)	-	Total governmental activities
				Business-type activities:
-	(5,174,660)	(5,174,660)	-	Community health clinics
-	697,870	697,870	-	Facilities
-	(160,597)	(160,597)	-	Food services
-	(1,025,511)	(1,025,511)	-	Public transit
-	6,626,645	6,626,645	-	Waste disposal
-	963,747	963,747	-	Total business-type activities
(62,940,085)	963,747	(61,976,338)	-	Total primary government
				Component unit:
-	-	-	(984,466)	Children and Families Commission
77,075,384	72,501	77,147,885	-	
12,053,797	2,712,863	14,766,660	-	
7,061,100	-	7,061,100	-	
3,818,435	-	3,818,435	-	
97,233	-	97,233	-	
4,222,281	-	4,222,281	-	
9,422,599	864,118	10,286,717	264,425	
3,236,810	-	3,236,810	-	
116,987,639	3,649,482	120,637,121	264,425	
(4,776,432)	4,776,432	-	-	
49,271,122	9,389,661	58,660,783	(720,041)	
391,758,434	99,145,919	490,904,353	8,308,943	
$ 441,029,556	$ 108,535,580	$ 549,565,136	$ 7,588,902	

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

County of Placer, California

Balance Sheet
Governmental Funds
June 30, 2003

	General Fund	Public Safety	Public Ways and Facilities
Assets			
Cash and investments	$ 81,446,388	$ 1,401,285	$ 47,208,586
Cash with fiscal agent	-	-	-
Receivables (net):			
Accounts	1,129,474	761,375	243,875
Notes	-	-	-
Due from other funds	1,945,894	38,393	-
Due from other governments	18,196,647	4,702,517	1,817,413
Inventories	58,786	-	318,667
Prepaid items	612,926	15,387	158,932
Advances to other funds	1,676,859	-	-
Total assets	$ 105,066,974	$ 6,918,957	$ 49,747,473
Liabilities and Fund Balances			
Liabilities:			
Accounts payable and accrued liabilities	$ 7,290,950	$ 3,256,056	$ 1,093,597
Due to other funds	78,159	-	-
Due to other governments	1,684,822	-	-
Deposits from others	243,167	112,386	-
Deferred revenue	7,804,826	465,916	5,673,764
Advances from other funds	39,381	-	-
Total liabilities	17,141,305	3,834,358	6,767,361
Fund balances:			
Reserved for:			
Encumbrances	2,835,837	1,744,160	6,440,447
Notes receivable	-	-	-
Inventories	58,786	-	318,667
Prepaid items	612,926	15,387	158,932
Advances	1,676,859	-	-
Imprest cash	7,153	3,240	-
General reserve	4,282,757	244,755	3,309,983
Debt service	-	-	-
Unreserved, reported in:			
General fund	78,451,351	-	-
Special revenue funds	-	1,077,057	32,752,083
Capital projects funds	-	-	-
Debt service fund	-	-	-
Permanent fund	-	-	-
Total fund balances	87,925,669	3,084,599	42,980,112
Total liabilities and fund balances	$ 105,066,974	$ 6,918,957	$ 49,747,473

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

County of Placer, California

Balance Sheet
Governmental Funds
June 30, 2003

Capital Improvements	Capital Projects Securitization	Other Governmental Funds	Total Governmental Funds	
				Assets
$ 68,965,133	$ 30,251,145	$ 31,196,583	$ 260,469,120	Cash and investments
-	-	2,680,318	2,680,318	Cash with fiscal agent
				Receivables (net):
-	-	341,750	2,476,474	Accounts
-	-	3,127,738	3,127,738	Notes
-	-	-	1,984,287	Due from other funds
-	-	130,777	24,847,354	Due from other governments
-	-	-	377,453	Inventories
-	-	123,485	910,730	Prepaid items
-	-	768,387	2,445,246	Advances to other funds
$ 68,965,133	$ 30,251,145	$ 38,369,038	$ 299,318,720	Total assets
				Liabilities and Fund Balances
				Liabilities:
$ 686,503	$ 39,178	$ 377,118	$ 12,743,402	Accounts payable and accrued liabilities
-	-	-	78,159	Due to other funds
-	-	-	1,684,822	Due to other governments
-	-	33,481	389,034	Deposits from others
-	-	18,226	13,962,732	Deferred revenue
-	-	2,077,006	2,116,387	Advances from other funds
686,503	39,178	2,505,831	30,974,536	Total liabilities
				Fund balances:
				Reserved for:
2,340,445	2,112,809	1,766,978	17,240,676	Encumbrances
-	-	3,127,738	3,127,738	Notes receivable
-	-	-	377,453	Inventories
-	-	123,485	910,730	Prepaid items
-	-	768,387	2,445,246	Advances
-	-	700	11,093	Imprest cash
-	-	2,656,754	10,494,249	General reserve
-	-	2,082,778	2,082,778	Debt service
				Unreserved, reported in:
-	-	-	78,451,351	General fund
-	-	21,988,121	55,817,261	Special revenue funds
65,938,185	28,099,158	2,604,418	96,641,761	Capital projects funds
-	-	740,547	740,547	Debt service fund
-	-	3,301	3,301	Permanent fund
68,278,630	30,211,967	35,863,207	268,344,184	Total fund balances
$ 68,965,133	$ 30,251,145	$ 38,369,038		Total liabilities and fund balances

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.	189,254,573
Other long-term assets are not available to pay for current-period expenditure and, therefore, are deferred in the funds.	6,605,495
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The assets and liabilities of the County Services and Self Insurance Internal Service Funds are included in governmental activities in the statement of net assets.	20,352,012
Some liabilities are not due and payable in the current period and therefore are not reported in the funds as follows:	
Certificates of participation	(25,520,000)
Capital leases	(2,080,855)
Interest payable	(395,051)
Compensated absences	(15,530,802)
Net assets of governmental activities (Page 15)	$ 441,029,556

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

County of Placer, California

Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2003

	General Fund	Public Safety	Public Ways and Facilities
Revenues			
Taxes	$ 82,258,216	$ -	$ 2,089,869
Licenses and permits	5,599,425	36,696	71,092
Fines, forfeitures and penalties	9,789,337	241,540	777,583
Use of money and property	4,861,794	2	1,377,213
Intergovernmental	108,869,697	32,340,539	14,489,716
Charges for services	18,440,808	3,011,397	5,712,761
Contributions and donations	90,607	3,545,761	-
Miscellaneous	1,558,294	180,142	64,401
Total revenues	231,468,178	39,356,077	24,582,635
Expenditures			
Current:			
General government	41,410,506	-	-
Public protection	31,430,830	70,206,049	-
Public assistance	48,405,361	-	-
Health and sanitation	50,540,961	-	-
Public ways and facilities	118,783	-	17,677,675
Recreation and cultural services	321,696	-	-
Education	85,956	-	-
Debt service:			
Principal	201,802	-	104,433
Interest	73,033	-	6,831
Capital outlay	2,796,665	68,770	11,317,927
Total expenditures	175,385,593	70,274,819	29,106,866
Excess (deficiency) of revenues over expenditures	56,082,585	(30,918,742)	(4,524,231)
Other Financing Sources (Uses)			
Capital lease financing	-	-	284,833
Proceeds from sale of capital assets	-	36,808	4,277
Transfers in	159,407	28,485,681	7,670,896
Transfers out	(66,415,568)	(139,039)	(25,101)
Total other financing sources (uses)	(66,256,161)	28,383,450	7,934,905
Net change in fund balances	(10,173,576)	(2,535,292)	3,410,674
Fund balances, beginning of year	98,099,245	5,619,891	39,569,438
Fund balances, end of year	$ 87,925,669	$ 3,084,599	$ 42,980,112

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

County of Placer, California

Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2003

Capital Improvements Fund	Capital Projects Securitization	Other Governmental Funds	Total Governmental Funds	
				Revenues
$ -	$ -	$ 10,896,018	$ 95,244,103	Taxes
-	-	-	5,707,213	Licenses and permits
-	-	648,020	11,456,480	Fines, forfeitures and penalties
1,355,974	-	917,443	8,512,426	Use of money and property
892,684	-	3,262,208	159,854,844	Intergovernmental
20,060,743	-	5,426,280	52,651,989	Charges for services
-	-	1,700,184	5,336,552	Contributions and donations
199,559	10,539	1,772,789	3,785,724	Miscellaneous
22,508,960	10,539	24,622,942	342,549,331	Total revenues
				Expenditures
				Current:
-	-	7,017,143	48,427,649	General government
-	-	2,813,690	104,450,569	Public protection
-	-	2,355,125	50,760,486	Public assistance
-	-	23,873	50,564,834	Health and sanitation
-	-	305,818	18,102,276	Public ways and facilities
-	-	109,437	431,133	Recreation and cultural services
-	-	4,798,221	4,884,177	Education
				Debt service:
-	-	789,699	1,095,934	Principal
-	-	1,345,187	1,425,051	Interest
6,884,398	5,290,937	890,628	27,249,325	Capital outlay
6,884,398	5,290,937	20,448,821	307,391,434	Total expenditures
15,624,562	(5,280,398)	4,174,121	35,157,897	Excess (deficiency) of revenues over expenditures
				Other Financing Sources (Uses)
-	-	194,811	479,644	Capital lease financing
-	-	-	41,085	Proceeds from sale of capital assets
18,733,083	-	2,655,611	57,704,678	Transfers in
(138,054)	-	(36,480)	(66,754,242)	Transfers out
18,595,029	-	2,813,942	(8,528,835)	Total other financing sources (uses)
34,219,591	(5,280,398)	6,988,063	26,629,062	Net change in fund balances
34,059,039	35,492,365	28,875,144	241,715,122	Fund balances, beginning of year
$ 68,278,630	$ 30,211,967	$ 35,863,207	$ 268,344,184	Fund balances, end of year

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

County of Placer, California

Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2003

Amounts reported for governmental activities in the statement of activities (Pages 16-17) are different because:

Net change in fund balances - total governmental funds (Page 21)	$	26,629,062
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay		26,259,775
Donated capital assets		
Depreciation expense		(11,090,137)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations) is to decrease net assets.		(784,426)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the fund.		5,082,068
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.		
Proceeds from capital lease financing		(479,644)
Debt principal payments		1,095,934
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Compensated absences		(1,276,403)
Accrued interest payable		16,834
Internal service funds are used by management to charge the costs of telecommunications, countywide technology projects, fleet, reprographics, mail, records management, self insurance and dental and vision insurance. The net expense of certain activities of the County Services and Self Insurance Internal Service Funds are reported with governmental activities.		3,818,059
Change in net assets of governmental activities (Page 17)	$	49,271,122

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

County of Placer, California

Statement of Net Assets
Proprietary Funds
June 30, 2003

	Business-type Activities-Enterprise Funds						
	Transit	Facilities	Health and Human Services	County Service Areas	Sewer Maintenance Districts	Total	Internal Service Funds
Assets							
Current assets:							
Cash and investments	$ 1,288,619	$ 20,081,074	$ 75,330	$ 1,322,440	$ 6,120,719	$ 28,888,182	$ 35,448,908
Receivables (net)	1,161,676	-	-	70,024	51,655	1,283,355	506,059
Due from other funds	807,366	-	-	-	-	807,366	7,992
Due from other governments	93,958	-	994,548	-	-	1,088,506	-
Inventories	-	-	-	-	-	-	710,380
Prepaid items	-	-	14,329	-	102,997	117,326	5,309
Total current assets	3,351,619	20,081,074	1,084,207	1,392,464	6,275,371	32,184,735	36,678,648
Noncurrent assets:							
Restricted cash and investments	-	693,801	-	-	-	693,801	-
Advances to other funds	-	-	-	-	62,659	62,659	791,277
Capital assets:							
Land	-	1,169,413	-	37,914	190,821	1,398,148	27,686
Buildings and improvements	3,157,049	18,745,188	-	460,958	21,531,897	43,895,092	1,314,478
Equipment	7,080,407	94,897	137,088	-	318,556	7,630,948	16,647,722
Infrastructure	-	173,792		9,118,900	72,169,587	81,462,279	-
Construction in progress	1,112,515	96,450		-	-	1,208,965	256,104
Less accumulated depreciation	(3,656,638)	(14,569,402)	(80,739)	(1,875,786)	(28,916,160)	(49,098,725)	(8,296,330)
Total capital assets (net of accumulated depreciation)	7,693,333	5,710,338	56,349	7,741,986	65,294,701	86,496,707	9,949,660
Total noncurrent assets	7,693,333	6,404,139	56,349	7,741,986	65,357,360	87,253,167	10,740,937
Total assets	11,044,952	26,485,213	1,140,556	9,134,450	71,632,731	119,437,902	47,419,585
Liabilities							
Current liabilities:							
Accounts payable and accrued liabilities	107,172	181,908	605,330	31,201	463,254	1,388,865	1,382,400
Due to other funds	767,600	-	-	-	-	767,600	1,945,894
Due to other governments	10,000	1,070	-	-	-	11,070	-
Deposits from others	-	139,249	-	-	47,866	187,115	12,409
Compensated absences	44,739	20,146	129,530	-	-	194,415	162,474
Interest payable	-	11,065	-	1,150	28,422	40,637	-
Deferred revenue	224,205	51,510	9,635	-	-	285,350	-
Capital lease obligations	-	260,000	-	-	156,336	416,336	-
Bonds payable	-	-	-	6,000	-	6,000	-
Total current liabilities	1,153,716	664,948	744,495	38,351	695,878	3,297,388	3,503,177
Noncurrent liabilities:							
Compensated absences	152,596	173,768	205,300	-	-	531,664	756,118
Advances from other funds	-	-	-	310,598	-	310,598	872,197
Self insurance liabilities	-	-	-	-	-	-	20,455,800
Capital lease obligations	-	2,555,000	-	-	634,505	3,189,505	-
Landfill postclosure	-	5,018,448	-	-	-	5,018,448	-
Bonds payable	-	-	-	35,000	-	35,000	-
Total noncurrent liabilities	152,596	7,747,216	205,300	345,598	634,505	9,085,215	22,084,115
Total liabilities	1,306,312	8,412,164	949,795	383,949	1,330,383	12,382,603	25,587,292
Net Assets							
Invested in capital assets, net of related debt	6,925,733	2,895,338	56,349	7,700,986	64,503,860	82,082,266	9,949,660
Unrestricted	2,812,907	15,177,711	134,412	1,049,515	5,798,488	24,973,033	11,882,633
Total net assets	$ 9,738,640	$ 18,073,049	$ 190,761	$ 8,750,501	$ 70,302,348	107,055,299	$ 21,832,293
Adjustment to reflect the net assets of the District Services Internal Service Fund reported as business-type activities.						1,480,281	
Net assets of business-type activities (Page 15)						$ 108,535,580	

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

County of Placer, California

Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2003

	Business-type Activities-Enterprise Funds						
	Transit	Facilities	Health and Human Services	County Service Areas	Sewer Maintenance Districts	Total	Internal Service Funds
Operating Revenues							
Charges for sales and services:							
Tenant rentals	$ -	$ 891,197	$ -	$ -	$ -	$ 891,197	$ -
County contribution in lieu of rent	-	2,035,074	869,505	-	-	2,904,579	-
Passenger fares	529,235	-	-	-	-	529,235	-
Sewer and water fees	-	-	-	-	574,082	574,082	-
Connection fees	-	-	-	82,253	1,341,727	1,423,980	-
Landfill fees	-	3,261,375	-	-	-	3,261,375	-
Direct charges	-	33,725	-	415,341	6,460,262	6,909,328	-
Other charges for current services	-	588,692	850,157	42,760	770,885	2,252,494	-
Insurance charges	-	-	-	-	-	-	11,772,531
Automotive mileage	-	-	-	-	-	-	5,854,387
Telecommunication fees	-	-	-	-	-	-	3,788,285
Special district fees	-	-	-	-	-	-	7,774,883
Materials and supplies	-	-	-	-	-	-	265,090
Data processing maintenance service	-	-	-	-	-	-	307,279
Printing services	-	-	-	-	-	-	1,208,493
Mailing services	-	-	-	-	-	-	187,123
Miscellaneous	45,912	958,840	228,800	440	9,217	1,243,209	713,295
Total operating revenues	575,147	7,768,903	1,948,462	540,794	9,156,173	19,989,479	31,871,366
Operating Expenses							
Salaries and employee benefits	2,258,060	1,415,322	5,803,277	-	-	9,476,659	8,002,785
Service and supplies	2,253,301	3,872,567	7,258,430	443,473	7,519,082	21,346,853	15,222,583
Depreciation	582,592	482,609	12,842	91,703	1,629,922	2,799,668	1,541,110
Judgements and damages	-	-	-	-	-	-	8,310,373
Total operating expenses	5,093,953	5,770,498	13,074,549	535,176	9,149,004	33,623,180	33,076,851
Operating income (loss)	(4,518,806)	1,998,405	(11,126,087)	5,618	7,169	(13,633,701)	(1,205,485)
Nonoperating Revenues (Expenses)							
Taxes	2,712,863	-	-	-	72,501	2,785,364	-
Interest revenue	60,158	584,076	1,041	35,988	158,671	839,934	994,358
Interest expense	-	(130,573)	(17,315)	(5,623)	(21,417)	(174,928)	-
Loss on disposal of capital assets	4,893	-	-	-	(12,185)	(7,292)	(55,567)
Intergovernmental	2,408,119	438,168	5,808,145	-	1,138	8,655,570	-
Total nonoperating revenues (expenses)	5,186,033	891,671	5,791,871	30,365	198,708	12,098,648	938,791
Income (loss) before capital contributions and transfers	667,227	2,890,076	(5,334,216)	35,983	205,877	(1,535,053)	(266,694)
Capital contributions	1,080,283	475,888	-	3,904,360	499,372	5,959,903	-
Transfers in	-	-	4,803,200	-	-	4,803,200	4,428,707
Transfers out	-	-	(2,825)	-	-	(2,825)	(179,518)
Change in net assets	1,747,510	3,365,964	(533,841)	3,940,343	705,249	9,225,225	3,982,495
Total net assets, beginning of year	7,991,130	14,707,085	724,602	4,810,158	69,597,099		17,849,798
Total net assets, end of year	$ 9,738,640	$ 18,073,049	$ 190,761	$ 8,750,501	$ 70,302,348		$ 21,832,293

Some amounts reported for business-type activities in the statement of activities are different because the change in net assets of the District Services Internal Service Fund is reported with business-type activities.	164,436
Change in net assets of business-type activities (Page 17)	$ 9,389,661

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

County of Placer, California

Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2003

	Business-type Activities - Enterprise Funds						
	Transit	Facilities	Health and Human Services	County Service Areas	Sewer Maintenance Districts	Total	Internal Service Funds
Cash Flows from Operating Activities							
Receipts from customers and users	$ 575,147	$ 7,771,500	$ 1,765,014	$ 581,545	$ 9,337,053	$ 20,030,259	$ 35,679,400
Payments to suppliers	(2,306,428)	(3,816,319)	(7,237,799)	(485,486)	(7,788,553)	(21,634,585)	(15,029,911)
Payments to employees	(2,085,430)	(1,355,153)	(5,724,721)	-	-	(9,165,304)	(8,616,516)
Payments of judgements and claims	-	-	-	-	-	-	(6,376,573)
Net cash provided by (used in) operating activities	(3,816,711)	2,600,028	(11,197,506)	96,059	1,548,500	(10,769,630)	5,656,400
Cash Flows from Noncapital Financing Activities							
Advances to other funds	-	-	-	-	-	-	(308,401)
Advances from other funds	-	-	-	130,497	-	130,497	240,165
Taxes and aid from other governments	4,202,425	438,168	5,808,145	-	73,639	10,522,377	-
Transfers in	-	-	4,803,200	-	-	4,803,200	4,428,707
Transfers out	-	-	-	-	-	-	(179,518)
Net cash provided by noncapital financing activities	4,202,425	438,168	10,611,345	130,497	73,639	15,456,074	4,180,953
Cash Flows from Capital and Related Financing Activities							
Purchase of capital assets	(2,475,210)	(344,565)	-	-	(2,042,654)	(4,862,429)	(2,279,984)
Proceeds on sale of capital assets	4,893	-	-	-	-	4,893	-
Principal paid on long-term debt	-	(250,000)	-	(5,000)	(146,507)	(401,507)	-
Interest paid on long-term debt	-	(131,459)	(17,315)	(5,747)	(26,229)	(180,750)	-
Capital contributions	1,054,457	475,888	-	-	499,372	2,029,717	-
Net cash used in capital and related financing activities	(1,415,860)	(250,136)	(17,315)	(10,747)	(1,716,018)	(3,410,076)	(2,279,984)
Cash Flows from Investing Activities							
Interest received	60,158	584,076	1,041	35,988	158,671	839,934	994,358
Net cash provided by investing activities	60,158	584,076	1,041	35,988	158,671	839,934	994,358
Net increase (decrease) in cash and cash equivalents	(969,988)	3,372,136	(602,435)	251,797	64,792	2,116,302	8,551,727
Cash and cash equivalents, beginning of year	2,258,607	17,402,739	677,765	1,070,643	6,055,927	27,465,681	26,897,181
Cash and cash equivalents, end of year	$ 1,288,619	$ 20,774,875	$ 75,330	$ 1,322,440	$ 6,120,719	$ 29,581,983	$ 35,448,908
Reconciliation of cash and cash equivalents to the statement of net assets:							
Cash and investments	$ 1,288,619	$ 20,081,074	$ 75,330	$ 1,322,440	$ 6,120,719	$ 28,888,182	$ 35,448,908
Restricted cash and investments	-	693,801	-	-	-	693,801	-
Total cash and cash equivalents	$ 1,288,619	$ 20,774,875	$ 75,330	$ 1,322,440	$ 6,120,719	$ 29,581,983	$ 35,448,908
Noncash financing and investing activities:							
Donated capital assets	$ -	$ -	$ -	$ 3,904,360	$ 499,372	$ 4,403,732	$ -

Continued

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

County of Placer, California

Statement of Cash Flows (Continued)
Proprietary Funds
For the Fiscal Year Ended June 30, 2003

	Business-type Activities - Enterprise Funds						
	Transit	Facilities	Health and Human Services	County Service Areas	Sewer Maintenance Districts	Total	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:							
Operating income (loss)	$ (4,518,806)	$ 1,998,405	$ (11,126,087)	$ 5,618	$ 7,169	$ (13,633,701)	$ (1,205,485)
Adjustment to reconcile operating income (loss) to cash provided by (used in) operating activities:							
Depreciation expense	582,592	482,609	12,842	91,703	1,629,922	2,799,668	1,541,110
Decrease in accounts receivable	-	-	7,551	40,751	174,697	222,999	3,811,026
(Increase) decrease in due from other funds	(600,440)	-	30,952	-	-	(569,488)	52,008
(Increase) in due from other governments	-	-	(190,999)	-	-	(190,999)	-
Decrease in inventories	-	-	-	-	-	-	82,836
(Increase) decrease in prepaid items	334	23,535	(39)	-	(102,997)	(79,167)	1,955
Increase (decrease) in accounts payable	3,037	77,387	20,670	17,987	(166,474)	(47,393)	107,881
Increase (decrease) in due to other funds	722,995	-	-	(60,000)	-	662,995	(847,477)
(Decrease) in due to other governments	(56,498)	-	-	-	-	(56,498)	-
Increase in deposits from others	-	28,029	-	-	6,183	34,212	5,000
(Decrease) in deferred revenue	-	(25,432)	-	-	-	(25,432)	-
(Decrease) in landfill postclosure liability	-	(44,674)	-	-	-	(44,674)	-
Increase in self insurance liability	-	-	-	-	-	-	1,933,800
Increase in compensated absences	50,075	60,169	47,604	-	-	157,848	173,746
Total adjustments	702,095	601,623	(71,419)	90,441	1,541,331	2,864,071	6,861,885
Net cash provided by (used in) operating activities	$ (3,816,711)	$ 2,600,028	$ (11,197,506)	$ 96,059	$ 1,548,500	$ (10,769,630)	$ 5,656,400

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

County of Placer, California

Statement of Fiduciary Net Assets
Fiduciary Funds
June 30,2003

	Investment Trust	Agency Funds
Assets		
Cash and investments	$ 386,315,195	$ 28,336,809
Receivables:		
Accounts	-	196,013
Taxes, net	-	22,153,719
Special assessments	-	4,241,670
Due from other funds	-	1,124,584
Due from other governments	-	226,293
Total assets	$ 386,315,195	$ 56,279,088
Liabilities		
Agency obligations	$ -	$ 55,146,512
Due to other funds	-	1,132,576
Total liabilities	-	$ 56,279,088
Net Assets		
Held in trust for pool participants	$ 386,315,195	

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

County of Placer, California

Statement of Changes in Fiduciary Net Assets
Investment Trust Fund
For the Fiscal Year Ended June 30, 2003

Additions:		
Contributions to pooled investments	$	2,677,934,277
Interest and investment income		10,768,923
Total additions		2,688,703,200
Deductions:		
Distributions from pooled investments		2,642,223,603
Total deductions		2,642,223,603
Change in net assets		46,479,597
Net assets, beginning of year		339,835,598
Net assets, end of year	$	386,315,195

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The County of Placer (the County) is a political subdivision of the State of California. An elected, five-member Board of Supervisors (the Board) governs the County. The Board is financially accountable for the Governmental Funds, Proprietary Funds, Fiduciary Funds, and the Discretely Presented Component Unit. Such financial accountability is determined on the basis of budget adoption, taxing authority, financial benefit or burden, funding and appointing a voting majority of the governing authority, designation of management, ability of the Board to impose its will, and fiscal dependency. The basic financial statements of the County include the financial activities of the following legally separate entities:

Blended Component Units

The County Service Areas are separate legal entities created to provide services such as water, sewer, lighting, and road maintenance throughout the County.

The Sewer Maintenance Districts are separate legal entities formed to provide sewer maintenance services within the County.

The Newcastle and Penryn Lighting Districts are separate legal entities formed to provide utilities services in these districts within the County.

The Redevelopment Agency of Placer County is a separate legal entity formed to administer the development of certain areas within the County.

The North Lake Tahoe Public Financing Authority is a separate legal entity formed to provide for the financing and refinancing of land improvements, facilities and equipment for public purposes.

These entities are included in the County's reporting entity because of their operational and financial relationship with the County. Although the above entities are legally separate from the County, they are reported as part of the primary government because their Boards consist of the County Board of Supervisors.

Discretely Presented Component Unit

The First 5 Placer County Children and Families Commission (the Commission) was established under the provisions of the California Children and Families Act (the Act). The Commission is a public entity legally separate and apart from the County and its purpose is to develop, adopt, promote and implement early childhood development programs in the County of Placer consistent with the goals and objectives of the Act. The Commission’s programs are funded by taxes levied by the State of California on tobacco products.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Commission is administered by a governing board of seven members, which are appointed by the County Board of Supervisors. Three members are representatives of the County's health care departments, County's social services departments and Board of Supervisors. The County Board of Supervisors may remove any Commission member at any time. Since the County Board of Supervisors can impose their will on the Commission, the Commission is considered a component unit of the County.

Separate financial statements for the Redevelopment Agency of Placer County, the North Lake Tahoe Public Financing Authority and the Commission may be obtained by contacting the County. Separate financial statements for the other legally separate entities are not issued.

Activities of the County school districts and other special purpose districts administered by Boards separate from, or independent of, the County Board of Supervisors are not part of the defined reporting entity because they do not meet the above financial accountability criteria.

B. Government-wide and Fund Financial Statements

The statement of net assets and statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County and between the County and its discretely presented component unit. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a specific segment or function. The County includes certain indirect costs as part of the program expenses reported for various functional activities. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given segment or function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular segment or function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

When both restricted and unrestricted net assets are available, unrestricted resources are used only after the restricted resources are depleted.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide, proprietary fund and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using *the current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 365 days of the end of the current fiscal period, except for property taxes, which the County considers available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. The governmental funds used to liquidate compensated absences are the General Fund, Public Safety Fund, Public Ways and Facilities Fund, Capital Improvements Fund, Community Services Fund, County Library Fund, Fire Control Fund and the Redevelopment Agency Housing Fund.

Property taxes, franchise taxes, licenses, grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the government receives cash.

The County reports the following major governmental funds:

The **General Fund** is the County's primary operating fund. It accounts for all the financial resources and the legally authorized activities of the County, except those required to be accounted for in another fund.

The **Public Safety Special Revenue Fund** is used to account for the operations of Public Safety departments, including the Sheriff, Probation and District Attorney.

The **Public Ways and Facilities Special Revenue Fund** is used to account for the planning, design, construction, maintenance and administration of County roads.

The **Capital Improvements Fund** was established to account for resources used for countywide facility acquisition and improvement needs and is used to account for deposits from developers and mitigation fees collected by the County and incorporated Cities related to new growth and development within the County.

The **Capital Projects Securitization Fund** is used to account for financial resources resulting from the sale of the County's rights to future tobacco settlement payments. Use of these funds is restricted to the acquisition and construction of specific major capital facilities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

The County reports the following major enterprise funds:

The **Transit Fund** accounts for the costs of providing transit services throughout the County.

The **Facilities Fund** accounts for activities related to property management and building maintenance for County-owned and leased buildings and solid waste and landfill operations.

The **Health and Human Services Fund** accounts for a variety of health and social services programs.

The **County Service Areas Fund** is used to account for financial resources collected in specific areas of the County which provide services such as snow removal and irrigation or to pay down debt incurred for public improvements.

The **Sewer Maintenance Districts Fund** accounts for water and sewer maintenance activities in specific areas of the County.

Additionally, the County reports the following fund types:

The **Internal Service Funds** account for the financing of goods or services provided by one department or agency to other departments or agencies of the County or other governmental units on a cost reimbursement basis. Activities include the County's self-insurance programs, providing services to County-governed districts, service areas and advisory councils and equipment financing of the County.

The **Investment Trust Fund** accounts for the assets of legally separate entities that deposit cash with the County Treasurer in an investment pool, which commingles resources of in an investment portfolio for the benefit of all participants. These participants include school and community college districts, other special districts governed by local boards, regional boards and authorities, and pass-through funds for tax collection for cities.

Agency Funds are custodial in nature and do not involve measurement of the results of operations. Such funds have no equity accounts since all assets are due to individuals or entities at some future time. These funds account for assets held by the County as an agent for individuals and other government units.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's proprietary funds are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

In accordance with GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the County has elected to apply all applicable GASB pronouncements as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles Board or any Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), are accounting principles generally accepted in the United States of America.

D. Assets, Liabilities and Net Assets or Equity

Cash and Investments

The County pools cash and investments with the County Treasurer except for investments managed by paying agents under bonded debt agreements. Interest from bank accounts and investments are allocated to the various funds based on the average daily balances of the funds entitled to receive interest.

The County has stated required investments at fair value in the statement of net assets and balance sheet. The fair value of investments is based on published market prices and quotations from major investment brokers. The investments are marked to market and the net asset value is calculated for the County Treasurer's Investment Pool (the Pool) monthly.

The County Treasurer has not provided or obtained any legally binding guarantees during the year to support the value of participants' shares in the Pool.

The fair value of investments is determined monthly. The value of participants' pool shares is based on amortized cost. Specifically, the Pool distributes income to participants based on their relative participation during the period. Income is calculated based on (1) realized investments gains and losses calculated on an amortized cost basis, (2) interest income based on stated rates (both paid and accrued), (3) amortization of discounts and premiums on a straight-line basis and (4) investment and administrative expenses. This method differs from the fair value method used to value investments in these financial statements because the amortized cost method is not designed to distribute to participants all unrealized gains and losses in the fair values of the Pools' investments. At June 30, 2003, there is no material difference between pool participants' shares valued on an amortized cost basis compared to fair value.

For purposes of the Statement of Cash Flows – Proprietary Funds, the County considers all short-term highly liquid investments, including restricted cash and investments, to be cash and cash equivalents. Amounts held in the County's investment pool are available on demand; thus, they are considered highly liquid and cash equivalents for purposes of the Statement of Cash Flows – Proprietary Funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

Interfund Receivables and Payables

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans) in the balance sheet of governmental funds and statement of net assets for proprietary funds. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the government funds balance sheet, are offset by a fund balance reserve account to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation of the government-wide presentation.

Inventories and Prepaid Items

Inventories are valued at cost, which is determined on a first-in first-out basis, and consist primarily of expendable supplies held for consumption. The cost is recorded as an expenditure when the items are used. In the governmental funds balance sheet, there is a reservation of fund balance equal to the inventory balance as these amounts are not available for appropriation.

Payments made for services that will benefit future accounting periods are recorded as prepaid items. In the governmental fund types, there is a reservation of fund balance equal to the amount of prepaid items, since these amounts are not available for appropriation.

Restricted Cash and Investments

Restricted cash and investments consist of $693,802 in the Facilities Enterprise Fund. The investments are restricted for the payment of closure and postclosure care costs associated with the Eastern Regional Landfill. See Note 13 to the basic financial statements for additional landfill disclosures.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Net Assets or Equity (Continued)

Capital Assets

Capital assets, which include property (e.g. land), plant (e.g. buildings and improvements), equipment (e.g. vehicles, computers, office equipment and software) and infrastructure (e.g. roads, bridges, sewers, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation.

Capitalization thresholds are $5,000 for equipment and $50,000 for buildings, improvements and infrastructure.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Infrastructure	10 to 65 years
Buildings and improvements	10 to 50 years
Equipment	2 to 25 years

Compensated Absences

The County reports a liability for compensated absences that is attributable to services already rendered as of June 30, 2003 and that are not contingent on a specific event that is outside the control of the County, such as employee illness. This liability is based on the probability that the County will eventually compensate the employees for the benefits through paid time off or some other means, such as annual leave cash-outs or cash payments at termination or retirement. The liability is calculated based on pay rates in effect at June 30, 2003, in addition to those salary-related payments that are directly and incrementally associated with payments made for compensated absences on termination, Social Security and Medicare taxes.

All regular employees of the County earn paid vacations annually. The amount of vacation hours is based on the years of continuous service and the bargaining unit to which the employee belongs. Except for management employees, no more than 400 hours, or 520 hours after 10 continuous years of service, may be accumulated as of the last day of the first full pay period of each calendar year. Management employees can accumulate up to 520 hours. Also, regular employees are given credit for eight hours sick leave each month of employment with unlimited accumulation. Upon termination, employees are entitled to lump sum payment for accrued vacation and a portion of sick leave, based on a formula. All compensated absence pay is accrued when incurred in the government-wide and proprietary fund financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

Long-term Debt

In the government-wide and proprietary funds financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental or proprietary funds statement of net assets. In the fund financial statements, governmental funds bond and capital lease proceeds are reported as other financing sources. Interest is reported as an expenditure in the period in which the related payment is made.

Net Assets/Fund Balances

The government-wide and proprietary fund financial statements utilize a net assets presentation. Net assets are categorized as invested in capital assets - net of related debt, restricted and unrestricted.

- *Invested in capital assets, net of related debt* – This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the net asset balance.

- *Restricted* – This category represents external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

- *Unrestricted* – This category represents net assets of the County, not restricted for any project or other purpose.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted for a specific purpose.

As of June 30, 2003, reservations of fund balance are described below:

- *Encumbrances* – to reflect the outstanding contractual obligations for which goods and services have not been received.

- *Notes receivable* – to reflect a segregation of a portion of fund balance to indicate that assets equal to long-term redevelopment agency housing loans are not available for appropriation.

- *Inventories* – to reflect that balances of inventory accounts which reflect resources already expended, but not consumed.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

- *Prepaid items* – to reflect that balances of prepaid items accounts which resources already expended, but are not considered available spendable resources.

- *Advances* – to reflect the amounts due from other funds that are long-term in nature and do not represent available spendable resources.

- *Imprest cash* – to reflect cash on hand maintained by various departments which do not represent available spendable resources.

- *General* – to reflect County policy in establishing a minimum percentage of budgeted expenditures to expend certain resources for unforeseen future events, including shortfalls arising from economic uncertainties.

- *Debt service* – to reflect the funds held by trustees or fiscal agents for the future payment of principal and interest on the certificates of participation. These funds are not available for general operations.

Property Taxes

The County's property taxes are levied July 1 (Unsecured Roll) and October 1 (Secured Roll) on assessed value established on the lien date of the previous January 1 for all taxable property located within the County. Local assessed values are determined, subject to appeal before the Assessment Appeals Board, by the County Assessor's Office. Locally assessed real property is appraised at the 1975-76 base year value and is adjusted each year after 1975 by the change in the California Consumer Price Index (CCPI) not to exceed an increase of 2% per year.

Property is reappraised from the 1975-76 base year value to current full value upon either (1) a change in ownership or (2) new construction, as of the date of such transaction or completion of construction (only the newly constructed portion of the property is reappraised). Thereafter, it continues to be increased annually by the change in the CCPI not to exceed 2%. The net asset value for the 2002-2003 fiscal year is $31,343,249,000.

The County is permitted by Division 1, Part 0.5, Chapter 5.5, of the California Revenue and Taxation Code, to levy taxes up to $1.00 per $100 of assessed valuation for general governmental services other than payment of principal and interest on general obligation bonds or other indebtedness approved by voters. Taxes are allocated to local agencies and school districts as outlined in Chapter 6 of the California Revenue and Taxation Code. Counties, cities, and school districts may levy such additional tax rate as is necessary to provide for voter-approved debt service.

Taxes are due in one installment (Unsecured Roll) on billing and are subject to late payment penalties if paid after August 31, or two installments (Secured Roll) due November 1 and March 1, and again subject to late payment penalties if paid after December 10 and April 10, respectively. Additionally, supplemental property taxes are levied on a pro rata basis when changes in assessed valuation occur due to sales transactions or the completion of construction.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

In fiscal year 1993-94, the County adopted the Alternate Method of Property Tax Allocation (commonly referred to as the Teeter Plan). Under the Teeter Plan, the County Auditor-Controller, an elected official, is authorized to pay 100% of the property taxes billed (secured, supplemental, and debt service) to the taxing agencies within the County. The County recognizes property tax revenues in the period for which the taxes are levied. Previously, such taxes were allocated and paid as the taxes were collected. Property taxes are accrued as receivables in the period when they are levied. Property tax revenues are recognized when they become available.

The term "unsecured" refers to taxes on personal property other than real estate, land and buildings. Taxes on real estate, land and buildings are secured by liens on property being taxed.

Use of Estimates

The preparation of the basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 – CASH AND INVESTMENTS

The Treasurer's Investment Pool is available for use by all funds. The County also has cash and investments held by fiscal agents pledged to the payment or security of certain long-term obligations.

Cash and investments at June 30, 2003 are comprised of the following:

Cash on hand	$ 2,390,839
Imprest cash	11,993
Deposits	35,431,665
Investments	732,793,865
Less warrants payable	(23,246,346)
	747,382,016
Cash with fiscal agent	2,680,318
Restricted cash and investments	693,801
Total cash and investments	$ 750,756,135

Total County cash and investments are reported as follows:

Primary government	$328,180,329
Component unit	7,923,802
Investment trust fund	386,315,195
Agency funds	28,336,809
Total cash and investments	$ 750,756,135

NOTE 2 – CASH AND INVESTMENTS (Continued)

Deposits

The California Government code requires California banks and savings and loan associations to secure a local governmental agency's deposits by pledging government securities as collateral. The market value of pledged securities must equal at least 110% of an agency's deposits. California law allows financial institutions to secure an agency's deposits by pledging first trust deed mortgage notes having a value of 150% of an agency's total deposits. California law also allows an agency to waive the $100,000 federal deposit insurance available on deposits.

At June 30, 2003, the carrying amount of the County's cash deposits (including amounts in checking and nonnegotiable certificates of deposit) was $35,431,665 and the bank balance was $35,446,526. Of the bank balance, $639,635 was covered by federal depository insurance and $34,806,891 was collateralized by the financial institutions pursuant to the above requirements.

Investments

Statutes authorize the County to invest in obligations of the U.S. Treasury, agencies and instrumentalities, bonds issued by the County, commercial paper of "prime" quality of the highest ranking or of the highest letter and numerical rating as provided for by Moody's Investor Services, Inc. or Standard and Poor's Corporation, bankers' acceptances, corporate notes, negotiable certificates of deposit of nationally or state-chartered banks or savings and loan associations, repurchase and reverse repurchase agreements.

The County's investments are categorized to give an indication of the level of custodial credit risk assumed by the County at June 30, 2003. All of the County's investments are categorized as Category 1, which is defined by the GASB Statement No. 3 as investments that are insured or registered or for which the securities are held by the County or its agent in the County's name.

	Fair Value	Interest Rates Range (%)	Maturity Range
Category 1:			
U.S. government securities	$ 15,118,496	3.00%	2/29/04
U.S. government agencies	289,966,721	1.19% - 4.75%	10/1/03 - 11/14/07
Commercial paper	219,529,624	.89 % - 1.31%	7/1/03 - 9/22/03
Corporate notes	208,179,023	1.36% - 8.00%	7/14/03 - 10/15/06
Total Category 1 investments in County Pool	732,793,865		
Category 1 investments with fiscal agents:			
U.S. government securities	2,630,318		
Category 1 restricted investments:			
U.S. government securities	302,633		
U.S. government agencies	391,168		
Total categorized investments	$ 736,167,984		

The County did not invest in reverse repurchase agreements during the fiscal year ended June 30, 2003.

NOTE 2 – CASH AND INVESTMENTS (Continued)

Investment Pool

The County is subject to regulatory oversight by the Treasury Oversight Committee (the Committee), established in December 1995, as required by California Government Code Section 27143. The Committee consists of a representative from the County Board of Supervisors, the County Superintendent of Schools, a representative of the special districts who are required or authorized to deposit money in the County Treasury, a school board representative selected from the school districts and the community college districts within the County and a non-partisan public-at-large member. The Pool is not registered with the Securities and Exchange Commission.

Certain special districts and all public school districts are required by legal provisions to deposit their funds with the County Treasurer. The Pool consists almost entirely of such districts and includes 97 percent involuntary participants at June 30, 2003.

Condensed Financial Information

The Pool does not issue separate financial statements. Condensed financial information for the Pool as of and for the fiscal year ended June 30, 2003 is as follows:

Statement of net assets:	
Net assets held for Pool participants	$746,712,647
Equity of internal Pool participants	$360,397,452
Equity of external Pool participants	386,315,195
Total equity	$ 746,712,647
Statement of changes in net assets:	
Net assets at July 1, 2002	$ 632,720,029
Net change in net assets for Pool participants	113,992,618
Net assets at June 30, 2003	$ 746,712,647

NOTE 3 – RECEIVABLES

Receivables at year-end of the County's major individual funds and nonmajor and internal service funds, in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

Receivables- Governmental Activities:	Accounts	Notes	Due From Other Governments	Total
General Fund	$1,129,474	$ -	$18,196,647	$19,326,121
Public Safety Fund	761,375	-	4,702,517	5,463,892
Public Ways and Facilities Fund	243,875	-	1,817,413	2,061,288
Other Nonmajor Funds	341,750	3,127,738	130,777	3,600,265
Internal Service Funds	478,599	-	-	478,599
Net receivables	$2,955,073	$3,127,738	$24,847,354	$30,930,165

Receivables- Business-type Activities:	Accounts	Due From Other Governments	Total
Transit Fund	$1,161,676	$93,958	$1,255,634
Health and Human Services Fund	-	994,548	994,548
County Service Areas Fund	70,024	-	70,024
Sewer Maintenance Districts Fund	51,655	-	51,655
Internal Service Funds	27,460	-	27,460
Net receivables	$1,310,815	$1,088,506	$2,399,321

The notes receivable balance represents redevelopment agency housing loans that are not expected to be collected in one year.

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2003 for the governmental activities and business-type activities are as follows:

	Balance July 1, 2002	Increases	Decreases	Balance June 30, 2003
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 14,741,108	$ 638,960	$ -	$ 15,380,068
Construction in progress	34,206,509	20,428,531	(11,662,645)	42,972,395
Total capital assets, not being depreciated	48,947,617	21,067,491	(11,662,645)	58,352,463
Capital assets, being depreciated:				
Structures and improvements	72,796,443	11,092,881	(401,720)	83,487,604
Equipment	39,343,803	5,312,375	(3,155,544)	41,500,634
Infrastructure	193,943,627	3,643,719	(973,195)	196,614,151
Total capital assets, being depreciated	306,083,873	20,048,975	(4,530,459)	321,602,389
Less accumulated depreciation for:				
Structures and improvements	(15,939,851)	(1,487,250)	-	(17,427,101)
Equipment	(21,543,645)	(3,062,870)	1,673,107	(22,933,408)
Infrastructure	(134,277,143)	(7,969,870)	1,095,455	(141,151,558)
Total accumulated depreciation	(171,760,639)	(12,519,990)	2,768,562	(181,512,067)
Total capital assets, being depreciated, net	134,323,234	7,528,985	(1,761,879)	140,090,322
Governmental activities, net	183,270,851	28,596,476	(13,424,542)	198,442,785

	Balance July 1, 2002	Increases	Decreases	Balance June 30, 2003
Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 1,398,148	$ -	$ -	$ 1,398,148
Construction in progress	3,143,596	2,771,592	(4,706,223)	1,208,965
Total capital assets, not being depreciated	4,541,744	2,771,592	(4,706,223)	2,607,113
Capital assets, being depreciated:				
Structures and improvements	39,107,655	4,803,744	-	43,911,399
Equipment	8,498,719	1,418,798	(462,667)	9,454,850
Infrastructure	76,927,301	4,534,978	-	81,462,279
Total capital assets, being depreciated	124,533,675	10,757,520	(462,667)	134,828,528
Less accumulated depreciation for:				
Structures and improvements	(23,107,703)	(1,081,916)	-	(24,189,619)
Equipment	(4,220,260)	(645,511)	399,398	(4,466,373)
Infrastructure	(20,337,997)	(1,183,497)	-	(21,521,494)
Total accumulated depreciation	(47,665,960)	(2,910,924)	399,398	(50,177,486)
Total capital assets, being depreciated, Net	76,867,715	7,846,596	(63,269)	84,651,042
Business-type activities, net	81,409,459	10,618,188	(4,769,492)	87,258,155
Total	$ 264,680,310	$ 39,214,664	$ (18,194,034)	$ 285,700,940

NOTE 4 – CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	$1,009,932
Public protection	1,275,599
Health and sanitation	93,440
Public ways and facilities	8,507,940
Recreation and cultural	65,265
Education	137,961
Capital assets held by the County Services and Self Insurance Internal Service Funds are charged to various functions based on usage of the assets	1,429,853
Total depreciation expense – governmental activities	$12,519,990
Business-type activities:	
Public transit	$582,592
Facilities	574,312
Community health clinics	12,842
Waste disposal	1,629,922
Capital assets held by the District Services Internal Service Fund is charged to various functions based on usage of the assets	111,256
Total depreciation expense – business-type activities	$2,910,924

NOTE 5 – INTERFUND TRANSACTIONS

Interfund Receivables/Payables

Interfund receivables and payables result from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system or 3) payments between funds are made. The following schedule briefly summarizes the amounts due to/from other funds at June 30, 2003:

Receivable Fund	Payable Fund	Amount
General Fund	Internal Service Funds	$1,945,894
Public Safety	General Fund	38,393
Agency Funds	Agency Funds	1,124,584
Transit (Placer County Transit)	Transit (Tahoe Area Transit)	767,600
Transit	General Fund	39,766
Internal Service Funds	Agency Funds	7,992
Total		$3,924,229

Advances to/from other funds represent long-term loans made to support the County's housing and redevelopment, county service area and special district activities. The following schedule briefly summarizes the amounts advanced to/from other funds at June 30, 2003:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	$804,622
	Internal Service Funds	872,197
		1,676,859
Nonmajor Governmental Funds	Nonmajor Governmental Funds	768,387
Sewer Maintenance Districts	County Service Areas	62,659
Internal Service Funds	General Fund	39,381
	Nonmajor Governmental Funds	503,957
	County Service Areas	247,939
		791,277
Total		$3,299,182

NOTE 5 – INTERFUND TRANSACTIONS (Continued)

Transfers are indicative of funding for capital projects, re-allocations of special revenues and subsidies of various County operations. The following schedule briefly summarizes the County's transfer activity for the fiscal year ended June 30, 2003:

Transfer From	Transfer To	Amount
General Fund	Public Safety	$28,485,681
	Public Ways and Facilities	7,670,896
	Capital Improvements	18,733,083
	Health and Human Services	4,803,200
	Nonmajor Governmental Funds	2,655,611
	Internal Service Funds	4,067,097
		66,415,568
Public Safety	Internal Service Funds	139,039
Public Ways and Facilities	Internal Service Funds	25,101
Capital Improvements	Internal Service Funds	138,054
Nonmajor Governmental Funds	Internal Service Funds	36,480
Health and Human Services	General Fund	2,825
Internal Service Funds	General Fund	156,582
	Facilities	22,936
		179,518
Total transfers		$66,936,585

NOTE 6 – PAYABLES

Payables at year-end of the County's major individual funds, nonmajor and internal service funds, in the aggregate, are as follows:

Payables- Governmental Activities:	Accounts Payable and Accrued Liabilities	Due to Other Governments	Deposits From Others	Total
General Fund	$7,290,950	$1,684,822	$243,167	$9,218,939
Public Safety Fund	3,256,056	-	112,386	3,368,442
Public Ways and Facilities Fund	1,093,597	-	-	1,093,597
Capital Improvements Fund	686,503	-	-	686,503
Capital Projects Securitization Fund	39,178	-	-	39,178
Other Governmental Funds	377,118	-	33,481	410,599
Internal Service Funds	1,184,581	-	5,409	1,189,990
Net payables	$13,927,983	$1,684,822	$394,443	$16,007,248

Payables- Business-type Activities:	Accounts Payable and Accrued Liabilities	Due to Other Governments	Deposits From Others	Total
Transit Fund	$107,172	$10,000	-	$117,172
Facilities Fund	181,908	1,070	139,249	322,227
Health and Human Services Fund	605,330	-	-	605,330
County Service Areas Fund	31,201	-	-	31,201
Sewer Maintenance Districts Fund	463,254	-	47,866	511,120
Internal Service Fund	197,819	-	7,000	204,819
Net payables	$1,586,684	$11,070	$194,115	$1,791,869

NOTE 7 – LONG-TERM DEBT

A summary of certificates of participation outstanding for governmental activities at fiscal year-end is as follows:

Purpose/Installments	Interest Rate %	Date of Issue	Maturity	Amount of Original Issue	Outstanding as of June 30, 2003
Construction of the Administration and Emergency Services Building, installments ranging from $370,000 to $1,025,000	3.90-5.70	3/06/97	06/01/24	$ 15,000,000	$13,365,000
Construction of Juvenile Detention Facility, installments ranging from $345,000 to $815,000	3.90-5.00	6/19/98	07/01/25	13,200,000	12,155,000
Total				$ 28,200,000	$ 25,520,000

The following is a schedule of total debt service requirements to maturity as of June 30, 2003 for certificates of participation:

Year Ending June 30,	Governmental Activities	
	Principal	Interest
2004	$ 715,000	$ 1,294,554
2005	745,000	1,262,385
2006	775,000	1,228,375
2007	815,000	1,192,210
2008	855,000	1,153,380
2009-2013	4,940,000	5,097,056
2014-2018	6,310,000	3,710,388
2019-2023	7,800,000	1,852,893
2024-2025	2,565,000	176,162
Total	$ 25,520,000	$ 16,967,403

NOTE 7 – LONG-TERM DEBT (Continued)

A summary of bonds outstanding for business-type activities as of June 30, 2003 is as follows:

Purpose/Installments	Interest Rate %	Date of Issue	Maturity	Amount of Original Issue	Outstanding as of June 30, 2003
Construction of Sewer Collection and Treatment Plant, installments ranging from $6,000 to $8,000	5.00	12/1/69	1/1/09	$ 122,000	$ 41,000
Finance closure and post closure costs at Eastern Regional Landfill, installments ranging from $260,000 to $375,000	3.70-5.00	7/1/97	1/1/12	4,170,000	2,815,000
Total				$ 4,292,000	$ 2,856,000

The following is a schedule of total debt service requirements to maturity as of June 30, 2003 for outstanding bonds:

Year Ending June 30,	Business-type Activities	
	Principal	Interest
2004	$ 266,000	$ 134,835
2005	276,000	123,355
2006	291,000	111,175
2007	302,000	98,050
2008	318,000	84,130
2009-2012	1,403,000	177,570
Total	$ 2,856,000	$ 729,115

A summary of changes in long-term debt in governmental activities is as follows:

	Balance July 1, 2002	Additions	Retirements	Balance June 30, 2003	Due Within One Year
Compensated absences	$ 14,710,759	$ 3,743,400	$ (2,386,309)	$ 16,067,850	$ 3,529,469
Self insurance liability	18,522,000	8,310,373	(6,376,573)	20,455,800	6,687,367
Capital lease obligations	2,012,145	479,644	(410,934)	2,080,855	435,263
Certificates of participation	26,205,000	-	(685,000)	25,520,000	715,000
Totals	$ 61,449,904	$ 12,533,417	$ (9,858,816)	$ 64,124,505	$ 11,367,099

NOTE 7 – LONG-TERM DEBT (Continued)

A summary of changes in long-term debt in business-type activities is as follows:

	Balance July 1, 2002	Additions	Retirements	Balance June 30, 2003	Due Within One Year
1976 sewer and water bonds payable	$ 46,000	$ -	$ (5,000)	$ 41,000	$ 6,000
1997 revenue bonds payable	3,065,000	-	(250,000)	2,815,000	260,000
Capital lease obligations	937,348	-	(146,508)	790,840	156,336
Landfill postclosure liability	5,063,122	-	(44,674)	5,018,448	-
Compensated absences	856,715	392,499	(141,591)	1,107,623	262,482
Totals	$ 9,968,185	$ 392,499	$ (587,773)	$ 9,772,911	$ 684,818

Special Assessment Debt

The total matured and unmatured bonds outstanding related to special assessment debt is $24,012,382 at June 30, 2003. The County acts as an agent for the property owners in collecting special assessments, forwarding the collections to bondholders and initiating foreclosure proceedings, when appropriate. The County is not liable for repayment of the special assessment debt, and accordingly, they are not reflected in the accompanying basic financial statements. Cash held on deposit and corresponding amounts payable are reported in an Agency Fund.

Prior Year Defeasance

On June 1, 1998, the County issued $13,200,000 in Certificates of Participation with an average interest rate of 4.7% to finance the cost of constructing a juvenile detention facility and to advance refund $4,430,000 of outstanding 1994 Certificates of Participation with an average interest rate of 6.6%. Proceeds from the Certificates were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1994 Certificates of Participation. As a result, the 1994 Certificates of Participation are considered to be defeased and the liability for those certificates is not recorded in the governmental activities column in the statement of net assets. As of June 30, 2003, $3,970,000 of the 1994 Certificates are outstanding.

Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service at least every five years. During the current fiscal year, the County performed calculations of excess investment earnings on various bonds and financings, and at June 30, 2003, does not expect to incur a liability.

NOTE 8 – LEASE OBLIGATIONS

Capital Leases

The County uses administrative buildings, fire trucks, and construction equipment acquired under non-cancelable lease agreements classified as capital leases. The related assets and obligations have been recorded using the County's incremental borrowing rate at the inception of leases. The leases expire at various dates through 2009-2010.

Capital assets and accumulated depreciation held under capital leases are as follows:

	Governmental Activities	Business-type Activities	Total
Equipment	$ 3,028,496	$ -	$ 3,028,496
Buildings and improvements	-	1,331,410	1,331,410
Total	3,028,496	1,331,410	4,359,906
Less accumulated depreciation	(223,330)	(133,141)	(356,471)
Net capital assets	$ 2,805,166	$ 1,198,269	$ 4,003,435

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2003 were as follows:

Year Ending June 30,	Governmental Activities	Business-type Activities
2004	$ 530,425	$ 205,993
2005	530,425	205,993
2006	370,944	205,993
2007	355,542	205,993
2008	295,475	102,997
2009-2010	312,191	-
Total minimum lease payments	2,395,002	926,969
Less amount representing interest	(314,147)	(136,129)
Total	$ 2,080,855	$ 790,840

NOTE 8 – LEASE OBLIGATIONS (Continued)

Operating Leases

The County leases real estate and equipment under cancelable and noncancelable operating leases. Future minimum rental payments under operating leases with initial or remaining noncancelable lease terms in excess of one year as of June 30, 2003 are summarized as follows:

Year Ending June 30,	
2004	$ 3,050,472
2005	3,020,032
2006	2,888,028
2007	2,856,156
2008	2,820,843
2009-2013	7,912,518
2014-2018	609,845
	$ 23,157,894

Rents for all such leases have been recorded in the General Fund. Total rental expenditures under operating leases for the fiscal year ended June 30, 2003 were $3,051,725.

NOTE 9 – EMPLOYEES' RETIREMENT PLAN

Plan Description

All full and part-time permanent County employees and certain extra help employees who have worked over 1,000 hours in a fiscal year are eligible to participate in the California Public Employees Retirement System (CalPERS). Elected officials may also participate at their option. Per diem employees and extra help employees working less than 1,000 hours in a fiscal year are excluded. Benefits vest after five years of service. To be eligible for retirement an employee must be at least 50 years of age and have five years of CalPERS credited service. Safety employees who retire at age 50 with five years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 3% of their average monthly pay rate for the last consecutive 12 months of employment, for each year of credited service up to a maximum of 30 years or 90%. Miscellaneous employees are entitled to the same maximum benefits at age 55 for each year of credited service up to 37 1/2 years. CalPERS also provides death and disability benefits. These benefit provisions and all other requirements are prescribed within a contract between the County and CalPERS.

The County contributes to CalPERS, an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating entities within the State of California. The benefits for the public agencies are established by contract with CalPERS in accordance with the provisions of the Public Employees Retirement Law. CalPERS issues a publicly available Comprehensive Annual Financial Report that includes financial statements and required supplementary information. A copy of that report may be obtained by writing to CalPERS, Central Supply, P.O. Box 942715, Sacramento, California 94229-2715.

NOTE 9 – EMPLOYEES' RETIREMENT PLAN (Continued)

Funding Policy

Employees under the Miscellaneous Plan are required to contribute 7% and employees under the Safety Plan are required to contribute 9% of covered salary to CalPERS. The County is required to contribute the remaining amounts necessary to fund the benefits for its members, using the actuarial basis recommended by CalPERS actuaries and actuarial consultants and adopted by the CalPERS Board of Administration. For the fiscal year ended June 30, 2003, the employer contribution rate was 0% for the Miscellaneous Plan and 16.007% for the Safety Plan. The County, as part of its compensation to employees, pays a portion of its employees' contributions in addition to its own.

Annual Pension Cost

For the fiscal year ended June 30, 2003, the County's annual pension cost of $12,054,967 for CalPERS was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2000 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included the following for both the Miscellaneous and Safety Plan, (a) a rate of return on investments (net of administrative expenses) of 8.25%, (b) inflation of 3.5%, and (c) projected salary increases of 3.75% to 14.20% for the Miscellaneous Plan and 4.27% to 11.59% for the Safety Plan, with a merit scale varying by duration of employment coupled with an assumed annual inflation component of 3.5% and an annual production growth of .25%. The actuarial value of the County's assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. The difference between the Actuarial Value of Assets and the Actuarial Accrued Liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period for the Miscellaneous Plan and the Safety Plan at June 30, 2000 was 18 years and 16 years respectively.

Three-Year Trend Information

	Miscellaneous Plan		Safety Plan	
Fiscal Year-End	Annual Pension Cost (APC)	Percentage of APC Contributed	Annual Pension Cost (APC)	Percentage Of APC Contributed
2001	$ 5,595,041	100%	$ 2,860,228	100%
2002	7,959,979	100%	1,430,944	100%
2003	8,739,872	100%	3,315,095	100%

NOTE 10 - OTHER POSTRETIREMENT BENEFITS

In addition to the pension benefits described in Note 9, the County provides postretirement healthcare benefits under two plans. In accordance with the Government Code, all employees electing a PERS retirement date within 120 days of retiring from the County are eligible to receive healthcare benefits. As of June 30, 2003, there were 670 retirees receiving healthcare benefits. The County reimburses approximately 81% of the monthly healthcare premiums. In accordance with County employment policies, retired employees may elect to apply each eight hours of accrued sick leave toward one month's healthcare coverage. Currently 155 employees have made this election. The County reimburses 100% of the monthly healthcare premiums. Expenditures for postretirement healthcare benefits relating to both of these plans are recognized as monthly premiums are paid and are financed on a pay-as-you-go basis. During the fiscal year, expenditures of $2,914,216 were recognized for postretirement healthcare benefits.

NOTE 11 - CONTINGENT LIABILITIES

The County is a defendant in a number of lawsuits and has other claims pending, some of which seek substantial money damages. Some claims may not be covered under the County's excess liability insurance policy; however, management is of the opinion that the potential liability would not have a significant adverse effect on the County's financial position.

The County participates in a number of federally assisted grant programs. These programs are subject to financial and compliance audits by grantors or their representatives. Some audits of these programs for or including the fiscal year ended June 30, 2003 have not been concluded. Accordingly, the County's compliance with applicable grant requirements is yet to be established. The amount, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined at this time, although the County's management does not expect such amounts, if any, to be material.

NOTE 12 – 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 and illnesses of employees; and natural disasters. The County maintains an Internal Service Fund to account for and finance its risks of loss. Under these programs, the County is self-insured for the following risks up to the maximum amount per claim as follows: Workers' Compensation, $125,000; General Liability, $500,000; Dental and Vision Care, $1,500. Except for general liability, the County purchases commercial insurance for claims in excess of the preceding coverage amounts and for all other risks of loss.

For general liability claims, the County is a participant in the California State Association of Counties - Excess Insurance Authority (CSAC) excess liability insurance program. The County covers the first $1,000,000 of claims. The purpose of the pool is to spread the adverse effects of losses among the member agencies. The County pays an annual basic premium for excess coverage and is assessed an annual risk premium based on an actuarial review that estimates each of the program's participant's ultimate liabilities. Should actual losses among participants be greater than anticipated, the County will be assessed its pro rata share of that deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its pro rata share of the excess. Commercial insurance covers claims between $1,000,000 and $25,000,000. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 12 – RISK MANAGEMENT (Continued)

The County Transit Fund is self-insured for public liability and property damage up to $100,000 per occurrence. Claims between $100,000 and $500,000 are insured through the California Transit Systems Joint Powers Insurance Authority (CaITIP), a joint powers agency risk sharing pool, established in 1987 to provide an independently managed self-insurance program for member transit operators. Claims in excess of the pool limit are covered by excess insurance purchased by CaITIP up to $10,000,000 per occurrence. The Transit Fund has not settled any claims exceeding the risk-pool limit of $500,000 per occurrence for any of the past three fiscal years. The Transit fund has the following forms of coverage through CaITIP: bodily injury liability, property damage liability; public officials error and omissions liability; personal injury liability and collision and comprehensive coverage. The purpose of CaITIP is to spread the adverse effect of losses among the member agencies and to purchase excess insurance as a group, thereby reducing its expense.

All County funds participate in the self-insurance programs and make payments to the Self Insurance Internal Service Fund based on historical cost and/or actuarial estimates of the amounts needed to pay prior and current year claims (including future claim adjustment expenses), and to allow accrual of estimated incurred but not reported claims. The total historical cost/actuarially determined claims liability at June 30, 2003 is $20,455,800 consisting of $11,846,000 for Workers Compensation, and $8,609,800 for General Liability. Changes in the Self Insurance Fund claims liabilities during the fiscal years ended June 30, 2003 and 2002 were as follows:

	Claims Liability July 1	Current Year Claims and Changes in Estimates	Current Year Claims Payments	Balance June 30
2001-2002	$ 15,166,000	$ 10,134,637	$ (6,778,637)	$ 18,522,000
2002-2003	18,522,000	8,310,373	(6,376,573)	20,455,800

The claims liabilities above, reported in the Self Insurance Internal Service Fund at June 30, 2003, are based on requirements of GASB Statement No. 10 and GASB Statement No. 30, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated. These accruals represent estimates of amounts to be paid for reported claims, and incurred but unreported claims based upon past experience, modified for current trends and information. The County contracts with independent actuaries to compute the estimated liabilities for the County's self-insurance programs. The liability for unpaid claims for workers' compensation and general liability is discounted to reflect estimated net present value assuming a 4.7% and 5.0% interest rate, respectively. While the ultimate amounts of losses incurred through June 30, 2003 are dependent on future developments, based upon information provided by the County Counsel and others involved with the administration for the programs, the County's management believes that the aggregate accrual is adequate to cover such losses.

NOTE 13 - COUNTY SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COST

The County accounts for solid waste landfill postclosure costs based on the provisions of GASB Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*. State and federal laws and regulations require the County to place a final cover on its Eastern Regional landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. The County closed the landfill during the 1995-1996 fiscal year. The $5,018,448 reported as landfill postclosure care liability at June 30, 2003, represents the cumulative amount reported to that date based on the use of 100% of the estimated capacity of the landfill. Actual costs may be higher due to change in estimated inflation, deflation, changes in technology, or changes in applicable laws and regulations.

The County is required by state and federal regulations to make deposits to its postclosure maintenance fund to finance postclosure care costs. The County has restricted cash and investments for the payment of postclosure care costs in the amount of $693,801 as of June 30, 2003.

NOTE 14 - JOINT VENTURE

The County, in conjunction with the City of Roseville and the South Placer Municipal Utility District, has formed the South Placer Wastewater Authority (the Authority) on October 1, 2000 to provide for the planning, financing, acquisition, ownership, construction and operation of the Regional Wastewater Facilities (Facilities). The County's ongoing financial responsibility is for the payment of their proportionate share of the operational and maintenance costs of the Facilities. The County does not have any equity interest in the Authority and, as of June 30, 2003, the County does not expect any additional financial benefit or financial burden from the Authority. The Authority's fund equity as of June 30, 2003 was $473,129. Complete audited financial statements for the South Placer Wastewater Authority can be obtained from the Authority's offices at 2005 Hilltop Circle, Roseville, CA 95747.

NOTE 15 - JOINTLY GOVERNED ORGANIZATIONS

The County, in conjunction with Alpine, El Dorado, Nevada and Sierra counties, has created Golden Sierra Job Training Agency, the purpose of which is to develop and implement a public and private employer's job training program under which local employment needs and goals will be determined and training and employment programs will be planned, developed, and administered. The Golden Sierra Job Training Agency is funded through grants by the federal and state governments. The County has no equity interest in Golden Sierra Job Training Agency and no ongoing financial responsibility.

The County, in conjunction with the Cities of Roseville, Rocklin, and Lincoln, has formed Western Placer Waste Management Authority, the purpose of which is to acquire, own, operate and maintain a sanitary landfill site and all related improvements. The County has no equity interest in Western Placer Waste Management Authority and no ongoing financial responsibility.

The County is a participant with the counties of Nevada, Sutter, Yolo and Yuba to develop and operate Sierra-Sacramento Valley Emergency Medical Services Agency (the Agency). The Agency was developed to coordinate the provision of emergency medical services and to conduct various other specifically designated functions. The County has no equity interest in the Agency and no ongoing financial responsibility.

COUNTY OF PLACER, CALIFORNIA
SCHEDULES OF FUNDING PROGRESS – HISTORICAL PENSION DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 2003
UNAUDITED

Miscellaneous Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	(Over) Underfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Estimated Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2000	326,914,284	247,782,935	(79,131,349)	131.9%	79,132,967	(99.9)%
2001	340,377,099	277,624,016	(62,753,083)	122.6%	90,006,384	(69.7)%
2002	327,519,682	310,506,838	(17,012,844)	105.5%	102,541,282	(16.6)%

Safety Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	(Over) Underfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Estimated Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2000	96,861,399	80,924,812	(15,936,587)	119.7%	16,924,836	(94.1)%
2001	100,832,116	102,264,541	1,432,425	98.6%	18,778,106	7.6%
2002	95,689,982	114,248,100	18,558,118	83.8%	20,113,764	92.3%

The actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll as of June 30, 2003 are obtained from CalPERS' annual actuarial report.

County of Placer, California

General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 79,609,930	$ 79,609,930	$ 82,258,216	$ 2,648,286
Licenses and permits	5,261,855	5,261,855	5,599,425	337,570
Fines, forfeitures and penalties	8,994,753	9,080,843	9,789,337	708,494
Use of money and property	2,903,033	3,279,799	4,861,794	1,581,995
Intergovernmental	108,018,836	109,647,941	108,869,697	(778,244)
Charges for services	15,274,136	15,474,108	18,440,808	2,966,700
Contributions and donations	-	-	90,607	90,607
Miscellaneous	2,061,878	3,256,901	1,558,294	(1,698,607)
Total revenues	222,124,421	225,611,377	231,468,178	5,856,801
Expenditures				
Current:				
General government	37,175,910	39,422,937	41,410,506	(1,987,569)
Public protection	37,302,554	38,272,296	31,430,830	6,841,466
Public assistance	40,820,382	43,355,484	48,405,361	(5,049,877)
Health and sanitation	59,723,998	59,004,655	50,540,961	8,463,694
Public ways and facilities	-	-	118,783	(118,783)
Recreation and cultural services	3,488,379	3,353,749	321,696	3,032,053
Education	221,453	221,453	85,956	135,497
Debt service:				
Principal	16,000	16,000	201,802	(185,802)
Interest	6,250	6,250	73,033	(66,783)
Capital outlay	20,040,400	20,549,934	2,796,665	17,753,269
Total expenditures	198,795,326	204,202,758	175,385,593	28,817,165
Excess (deficiency) of revenues over expenditures	23,329,095	21,408,619	56,082,585	34,673,966
Other Financing Sources (Uses)				
Transfers in	1,169,775	1,169,775	159,407	(1,010,368)
Transfers out	(63,045,889)	(63,646,311)	(66,415,568)	(2,769,257)
Total other financing sources (uses)	(61,876,114)	(62,476,536)	(66,256,161)	(3,779,625)
Net change in fund balance	(38,547,019)	(41,067,917)	(10,173,576)	30,894,341
Fund balance, beginning of year	50,757,702	98,099,245	98,099,245	-
Fund balance, end of year	$ 12,210,683	$ 57,031,328	$ 87,925,669	$ 30,894,341

The note to the required supplementary information is an integral part of this statement.

County of Placer, California

Public Safety Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Licenses and permits	$ 29,122	$ 29,122	$ 36,696	$ 7,574
Fines, forfeitures and penalties	284,800	284,800	241,540	(43,260)
Use of money and property	170,000	170,000	2	(169,998)
Intergovernmental	31,947,146	33,267,146	32,340,539	(926,607)
Charges for services	3,226,664	3,449,005	3,011,397	(437,608)
Contributions and donations	-	-	3,545,761	3,545,761
Miscellaneous	1,717,737	4,457,941	180,142	(4,277,799)
Total revenues	37,375,469	41,658,014	39,356,077	(2,301,937)
Expenditures				
Current:				
Public protection	70,698,730	74,036,787	70,206,049	3,830,738
Capital outlay	286,576	634,184	68,770	565,414
Total expenditures	70,985,306	74,670,971	70,274,819	4,396,152
Excess (deficiency) of revenues over (under) expenditures	(33,609,837)	(33,012,957)	(30,918,742)	2,094,215
Other Financing Sources (Uses)				
Proceeds from sale of capital assets	30,000	30,000	36,808	6,808
Transfers in	30,228,113	28,598,743	28,485,681	(113,062)
Transfers out	-	(15,000)	(139,039)	(124,039)
Total other financing sources (uses)	30,258,113	28,613,743	28,383,450	(230,293)
Net change in fund balance	(3,351,724)	(4,399,214)	(2,535,292)	1,863,922
Fund balance, beginning of year	3,393,724	5,619,891	5,619,891	-
Fund balance, end of year	$ 42,000	$ 1,220,677	$ 3,084,599	$ 1,863,922

The note to the required supplementary information is an integral part of this statement.

County of Placer, California

Public Ways and Facilities Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 2,230,000	$ 2,230,000	$ 2,089,869	$ (140,131)
Licenses and permits	60,000	60,000	71,092	11,092
Fines, forfeitures and penalties	-	-	777,583	777,583
Use of money and property	550,000	550,000	1,377,213	827,213
Intergovernmental	23,364,100	23,384,100	14,489,716	(8,894,384)
Charges for services	13,751,200	14,101,200	5,712,761	(8,388,439)
Miscellaneous	46,000	821,000	64,401	(756,599)
Total revenues	40,001,300	41,146,300	24,582,635	(16,563,665)
Expenditures				
Current:				
Public ways and facilities	21,292,951	28,308,068	17,677,675	10,630,393
Debt service:				
Principal	267,000	267,000	104,433	162,567
Interest	-	-	6,831	(6,831)
Capital outlay	27,726,602	28,526,467	11,317,927	17,208,540
Total expenditures	49,286,553	57,101,535	29,106,866	27,994,669
Excess (deficiency) of revenues over (under) expenditures	(9,285,253)	(15,955,235)	(4,524,231)	11,431,004
Other Financing Sources (Uses)				
Capital lease financing	-	-	284,833	284,833
Proceeds from sale of capital assets	30,000	30,000	4,277	(25,723)
Transfers in	7,670,896	7,670,896	7,670,896	-
Transfers out	-	-	(25,101)	(25,101)
Total other financing sources (uses)	7,700,896	7,700,896	7,934,905	(50,824)
Net change in fund balance	(1,584,357)	(8,254,339)	3,410,674	11,380,180
Fund balance, beginning of year	2,009,596	39,569,438	39,569,438	-
Fund balance, end of year	$ 425,239	$ 31,315,099	$ 42,980,112	$ 11,380,180

The note to the required supplementary information is an integral part of this statement.

County of Placer, California

Capital Improvements Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	$ 432,264	$ 432,264	$ 1,355,974	$ 923,710
Intergovernmental	3,632,031	4,267,031	892,684	(3,374,347)
Charges for services	-	-	20,060,743	20,060,743
Miscellaneous	2,367,435	2,778,334	199,559	(2,578,775)
Total revenues	6,431,730	7,477,629	22,508,960	15,031,331
Expenditures				
Capital outlay	10,834,628	19,850,023	6,884,398	12,965,625
Total expenditures	10,834,628	19,850,023	6,884,398	12,965,625
Excess (deficiency) of revenues over (under) expenditures	(4,402,898)	(12,372,394)	15,624,562	27,996,956
Other Financing Sources (Uses)				
Transfers in	-	-	18,733,083	18,733,083
Transfers out	(138,054)	(138,054)	(138,054)	-
Total other financing sources (uses)	(138,054)	(138,054)	18,595,029	18,733,083
Net change in fund balance	(4,540,952)	(12,510,448)	34,219,591	46,730,039
Fund balance, beginning of year	4,880,802	34,059,039	34,059,039	-
Fund balance, end of year	$ 339,850	$ 21,548,591	$ 68,278,630	$ 46,730,039

The note to the required supplementary informatoin is an integral part of this statement.

County of Placer, California

Capital Projects Securitization Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	$ -	$ -	$ 10,539	$ 10,539
Total revenues	-	-	10,539	10,539
Expenditures				
Capital outlay	15,556,744	15,556,744	5,290,937	10,265,807
Total expenditures	15,556,744	15,556,744	5,290,937	10,265,807
Net change in fund balance	(15,556,744)	(15,556,744)	(5,280,398)	10,276,346
Fund balance, beginning of year	35,492,365	35,492,365	35,492,365	-
Fund balance, end of year	$ 19,935,621	$ 19,935,621	$ 30,211,967	$ 10,276,346

The note to the required supplementary information is an integral part of this statement.

COUNTY OF PLACER, CALIFORNIA
NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2003

NOTE 1 – BUDGETARY AND LEGAL COMPLIANCE

In accordance with provisions of Sections 29000 through 29144 of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares and legally adopts a final balanced budget on or before August 30 for each fiscal year. Until the adoption of this final balanced budget, the appropriations are governed by the adopted proposed budget approved by the Board of Supervisors.

A balanced operating budget is adopted each fiscal year for the General, Special Revenue, Capital Projects, Debt Service, Enterprise and Internal Service Funds, except the Housing Activities Special Revenue Fund and Special Programs Special Revenue Fund. The budget is adopted on a modified accrual basis for the General, Special Revenue, Capital Projects and Debt Service Funds including encumbrances to reflect estimated revenues and expenditures. The budget is adopted on an accrual basis for Enterprise and Internal Service Funds. Public hearings are conducted on the proposed budget to review all appropriations and the source of financing. Because the final budget must be balanced, any shortfall in revenue requires an equal reduction in appropriations.

Supplemental appropriations may be made during the year by the Board if revenues are received from unanticipated sources, or from anticipated sources, but in excess of estimates thereof. Management cannot amend the budget without the Board's approval. Budget amounts reported in the accompanying basic financial statements reflect the original budget and the final budget, as amended. All unencumbered budget appropriations lapse at the end of the fiscal year.

The legal level of budgetary control is exercised at the budget unit (departmental) level. Amendments and transfers of appropriations between budget units or that involves the addition or deletion of a project or piece of equipment must be approved by the Board. Management can make adjustments of appropriations, at their discretion, within or between objects within the same budget unit. For the fiscal year ended June 30, 2003, there were no expenditures in excess of the adopted appropriations.

Individual fund budgetary comparisons are not presented at the detail budget unit level due to their excessive length. A separate publication presenting this information is available by contacting the Auditor-Controller's Office.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds. Encumbrances at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

Nonmajor Governmental Funds

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Community Services Fund	This fund is used to account for the community services block grant and Section 8 housing programs.
Special Aviation Fund	This fund is used to account for federal airport and other revenues and expenditures for the provision of capital improvements and equipment maintenance at the Blue Canyon Airport.
Auburn Advertising and Promotion Fund	This fund is used to account for transient occupancy taxes and other revenues collected on the western slope of the Sierra Nevada Mountains within Placer County and their expenditure to encourage tourism and business development in that area.
Fish and Game Fund	This fund is used to account for fines and forfeitures received under Section 13003 of the Fish and Game Code and their expenditure for the propagation and conservation of fish and wildlife.
North Lake Tahoe Transient Occupancy Tax Fund	This fund is used to account for taxes and other revenues collected in the North Lake Tahoe area and their expenditure to fund marketing, promotions, visitor services, public improvements and infrastructure projects in the North Lake Tahoe area.
Open Space Fund	This fund is used to account for revenues and expenditures used to implement strategies to preserve land resources, and further open space and natural resource goals of Placer County.
County Library Fund	This fund is used to account for taxes and other revenues collected throughout the County, excluding the cities of Roseville and Lincoln, which are restricted to fund the operation of libraries within those areas.
Fire Control Fund	This fund is used to account for revenues and expenditures of funds earmarked for fire protection services in the unincorporated areas of the County.
Special Programs Fund	This fund accounts for state revenues received and certain charges for services to fund special programs in the County.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

Special Revenue Funds (Continued)

Lighting Districts Fund	This fund is used to account for taxes, assessments and other revenues collected in specific areas of the County, which are restricted to fund street lighting in the unincorporated areas of the County.
County Service Areas Fund	This fund is used to account for taxes, assessments and other revenues collected in specific areas of the County which are restricted to fund a County Service Area which provides services such as landscaping, flood control, parks and recreation, and drainage or to pay down debt incurred for public improvements in specific service areas of County-governed Special Districts.
Redevelopment Agency Housing Fund	This fund is used to account for tax sharing revenues and other revenues used to fund the County's redevelopment activities.
Housing Activities Fund	This fund is used to account for tax sharing revenues and other revenues used to fund the County's redevelopment activities.

Capital Projects Fund

Redevelopment Agency Economic Development Fund	This fund was established to account for resources used for acquisition and construction of major capital facilities within County redevelopment areas

Debt Service Fund

Debt Service Fund	This fund is used to account for accumulation of resources for, and payment of, principal and interest on the County's general long-term debt. This fund was established to centrally budget all County debt service payments. Amounts are transferred into this fund from the various funding sources before payments are made.

Permanent Fund

Tahoe City Endowment Fund	This fund is used to account for resources that are held by the County which are legally restricted to the extent that only earnings may be used for purposes that support Tahoe City programs.

County of Placer, California

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2003

	Special Revenue Funds	Redevelopment Agency Economic Development Fund	Debt Service Fund	Tahoe City Endowment Permanent Fund	Total Nonmajor Governmental Funds
Assets					
Cash and investments	$ 27,631,282	$ 3,403,967	$ 143,033	$ 18,301	$ 31,196,583
Cash with fiscal agent	26	-	2,680,292	-	2,680,318
Receivables (net):					
Accounts	341,750	-	-	-	341,750
Notes	3,127,738	-	-	-	3,127,738
Due from other governments	130,777	-	-	-	130,777
Prepaid items	123,306	179	-	-	123,485
Advances to other funds	768,387	-	-	-	768,387
Total assets	$ 32,123,266	$ 3,404,146	$ 2,823,325	$ 18,301	$ 38,369,038
Liabilities and Fund Balances					
Liabilities:					
Accounts payable and accrued liabilities	$ 309,928	$ 67,190	$ -	$ -	$ 377,118
Deposits from others	33,481	-	-	-	33,481
Deferred revenue	18,226	-	-	-	18,226
Advances from other funds	1,405,235	671,771	-	-	2,077,006
Total liabilities	1,766,870	738,961	-	-	2,505,831
Fund balances					
Reserved for:					
Encumbrances	1,706,390	60,588	-	-	1,766,978
Notes receivable	3,127,738	-	-	-	3,127,738
Advances	768,387	-	-	-	768,387
Prepaid items	123,306	179	-	-	123,485
Imprest cash	700	-	-	-	700
General reserve	2,641,754	-	-	15,000	2,656,754
Debt service	-	-	2,082,778	-	2,082,778
Unreserved, undesignated	21,988,121	2,604,418	740,547	3,301	25,336,387
Total fund balances	30,356,396	2,665,185	2,823,325	18,301	35,863,207
Total liabilities and fund balances	$ 32,123,266	$ 3,404,146	$ 2,823,325	$ 18,301	$ 38,369,038

County of Placer, California

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2003

	Special Revenue Funds	Redevelopment Agency Economic Development Fund	Debt Service Fund	Tahoe City Endowment Permanent Fund	Total Nonmajor Governmental Funds
Revenues					
Taxes	$ 8,718,253	$ 2,177,765	$ -	$ -	$ 10,896,018
Fines, forfeitures and penalties	648,020	-	-	-	648,020
Use of money and property	688,576	85,242	142,980	645	917,443
Intergovernmental	3,231,535	30,673	-	-	3,262,208
Charges for services	5,426,280	-	-	-	5,426,280
Contributions and donations	1,700,184	-	-	-	1,700,184
Miscellaneous	686,035	11,199	1,075,555	-	1,772,789
Total revenues	21,098,883	2,304,879	1,218,535	645	24,622,942
Expenditures					
Current:					
General government	5,972,541	1,031,803	12,799	-	7,017,143
Public protection	2,813,690	-	-	-	2,813,690
Public assistance	2,355,125	-	-	-	2,355,125
Health and sanitation	23,873	-	-	-	23,873
Public ways and facilities	305,818	-	-	-	305,818
Recreation and cultural services	109,437	-	-	-	109,437
Education	4,798,221	-	-	-	4,798,221
Debt service:					
Principal	104,699	-	685,000	-	789,699
Interest	20,220	-	1,324,967	-	1,345,187
Capital outlay	890,628	-	-	-	890,628
Total expenditures	17,394,252	1,031,803	2,022,766	-	20,448,821
Excess (deficiency) of revenues over (under) expenditures	3,704,631	1,273,076	(804,231)	645	4,174,121
Other Financing Sources					
Capital lease financing	194,811	-	-	-	194,811
Transfers in	1,789,250	-	866,361	-	2,655,611
Transfers out	(33,480)	-	-	(3,000)	(36,480)
Total other financing sources	1,950,581	-	866,361	(3,000)	2,813,942
Net change in fund balances	5,655,212	1,273,076	62,130	(2,355)	6,988,063
Fund balances, beginning of year	24,701,184	1,392,109	2,761,195	20,656	28,875,144
Fund balances, end of year	$ 30,356,396	$ 2,665,185	$ 2,823,325	$ 18,301	$ 35,863,207

County of Placer, California

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2003

	Community Services	Special Aviation	Auburn Advertising and Promotion	Fish and Game	North Lake Tahoe Transient Occupancy Tax	Open Space
Assets						
Cash and investments	$ 153,914	$ 27,207	$ 117,245	$ 23,630	$ 738,186	$ 3,943,363
Cash with fiscal agent	-	-	-	-	-	-
Receivables (net):						
Accounts	24,918	-	13,512	-	283,785	-
Notes	-	-	-	-	-	-
Due from other governments	48,124	-	-	-	-	-
Prepaid items	119,955	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Total assets	$ 346,911	$ 27,207	$ 130,757	$ 23,630	$ 1,021,971	$ 3,943,363
Liabilities and Fund Balances						
Liabilities:						
Accounts payable and accrued liabilities	$ 6,572	$ -	$ -	$ 836	$ -	$ -
Deposits from others	-	-	-	-	-	-
Deferred revenue	4,372	-	-	-	-	-
Advances from other funds	-	-	-	-	-	-
Total liabilities	10,944	-	-	836	-	-
Fund balances						
Reserved for:						
Encumbrances	12,842	-	-	-	757,296	-
Notes receivable	-	-	-	-	-	-
Advances	-	-	-	-	-	-
Prepaid items	119,955	-	-	-	-	-
Imprest cash	-	-	-	-	-	-
General reserve	-	-	-	-	-	-
Unreserved, undesignated	203,170	27,207	130,757	22,794	264,675	3,943,363
Total fund balances	335,967	27,207	130,757	22,794	1,021,971	3,943,363
Total liabilities and fund balances	$ 346,911	$ 27,207	$ 130,757	$ 23,630	$ 1,021,971	$ 3,943,363

County of Placer, California

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2003

County Library	Fire Control	Special Programs	Lighting Districts	County Service Areas	Redevelopment Agency Housing	Housing Activities	Total Nonmajor Special Revenue Funds
$ 1,172,874	$ 949,142	$ 9,608,396	$ 121,743	$ 9,655,838	$ 784,194	$ 335,550	$ 27,631,282
-	13	-	-	13	-	-	26
13,854	-	-	-	5,681	-	-	341,750
-	-	-	-	-	796,425	2,331,313	3,127,738
-	28,965	6,874	-	23,000	441	23,373	130,777
3,351	-	-	-	-	-	-	123,306
-	-	476,627	-	-	-	291,760	768,387
$ 1,190,079	$ 978,120	$ 10,091,897	$ 121,743	$ 9,684,532	$ 1,581,060	$ 2,981,996	$ 32,123,266
$ 228,344	$ 15,708	$ 3,052	$ 2,019	$ 21,607	$ 11,128	$ 20,662	$ 309,928
-	-	-	23,932	9,549	-	-	33,481
13,854	-	-	-	-	-	-	18,226
-	-	-	-	503,957	493,461	407,817	1,405,235
242,198	15,708	3,052	25,951	535,113	504,589	428,479	1,766,870
104,494	290,034	-	12,114	198,893	48,843	281,874	1,706,390
-	-	-	-	-	796,425	2,331,313	3,127,738
-	-	476,627	-	-	-	291,760	768,387
3,351	-	-	-	-	-	-	123,306
650	-	-	-	50	-	-	700
-	-	908,471	21,424	1,711,859	-	-	2,641,754
839,386	672,378	8,703,747	62,254	7,238,617	231,203	(351,430)	21,988,121
947,881	962,412	10,088,845	95,792	9,149,419	1,076,471	2,553,517	30,356,396
$ 1,190,079	$ 978,120	$ 10,091,897	$ 121,743	$ 9,684,532	$ 1,581,060	$ 2,981,996	$ 32,123,266

County of Placer, California

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003

	Community Services	Special Aviation	Auburn Advertising and Promotion	Fish and Game	North Lake Tahoe Transient Occupancy Tax	Open Space
Revenues						
Taxes	$ -	$ -	$ 201,186	$ -	$ 3,995,237	$ -
Fines, forfeitures and penalties	-	-	-	1,089	-	-
Use of money and property	8,548	468	6,935	774	4,948	95,788
Intergovernmental	1,700,446	10,000	-	-	-	92,144
Charges for services	32,938	-	-	-	-	-
Contributions and donations	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	80,000
Total revenues	1,741,932	10,468	208,121	1,863	4,000,185	267,932
Expenditures						
Current:						
General government	-	-	220,654	-	3,266,897	-
Public protection	-	-	-	5,587	-	-
Public assistance	1,654,303	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-
Public ways and facilities	-	9,207	-	-	-	-
Recreation and cultural services	-	-	-	-	-	-
Education	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	1,654,303	9,207	220,654	5,587	3,266,897	-
Excess (deficiency) of revenues over (under) expenditures	87,629	1,261	(12,533)	(3,724)	733,288	267,932
Other Financing Sources						
Capital lease financing	-	-	-	-	-	-
Transfers in	55,662	-	-	1,855	-	1,000,000
Transfers out	-	-	-	-	-	-
Total other financing sources	55,662	-	-	1,855	-	1,000,000
Net change in fund balances	143,291	1,261	(12,533)	(1,869)	733,288	1,267,932
Fund balances, beginning of year	192,676	25,946	143,290	24,663	288,683	2,675,431
Fund balances, end of year	$ 335,967	$ 27,207	$ 130,757	$ 22,794	$ 1,021,971	$ 3,943,363

County of Placer, California

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003

County Library	Fire Control	Special Programs	Lighting Districts	County Service Areas	Redevelopment Agency Housing	Housing Activities	Total Nonmajor Special Revenue Funds
$ 2,518,226	$ 777,551	$ -	$ 10,089	$ 436,778	$ 779,186	$ -	$ 8,718,253
136,677	-	510,254	-	-	-	-	648,020
35,619	15,182	164,352	5,647	295,231	44,882	10,202	688,576
102,833	383,637	309,303	137	29,054	10,895	593,086	3,231,535
102,585	790,704	2,219,756	434,393	1,820,367	25,510	27	5,426,280
1,700,184	-	-	-	-	-	-	1,700,184
6,418	2,746	177,059	100	136,172	24,071	259,469	686,035
4,602,542	1,969,820	3,380,724	450,366	2,717,602	884,544	862,784	21,098,883
-	-	1,400,129	23,951	547,182	513,728	-	5,972,541
-	1,718,606	20,006	-	1,069,491	-	-	2,813,690
-	-	-	-	-	-	700,822	2,355,125
-	-	-	-	23,873	-	-	23,873
-	-	-	132	296,479	-	-	305,818
-	-	883	108,554	-	-	-	109,437
4,798,221	-	-	-	-	-	-	4,798,221
-	46,471	-	-	58,228	-	-	104,699
-	7,631	-	-	12,589	-	-	20,220
7,989	-	-	354,000	528,639	-	-	890,628
4,806,210	1,772,708	1,421,018	486,637	2,536,481	513,728	700,822	17,394,252
(203,668)	197,112	1,959,706	(36,271)	181,121	370,816	161,962	3,704,631
-	-	-	-	194,811	-	-	194,811
118,539	531,020	-	82,174	-	-	-	1,789,250
-	(16,306)	-	-	(17,174)	-	-	(33,480)
118,539	514,714	-	82,174	177,637	-	-	1,950,581
(85,129)	711,826	1,959,706	45,903	358,758	370,816	161,962	5,655,212
1,033,010	250,586	8,129,139	49,889	8,790,661	705,655	2,391,555	24,701,184
$ 947,881	$ 962,412	$ 10,088,845	$ 95,792	$ 9,149,419	$ 1,076,471	$ 2,553,517	$ 30,356,396

County of Placer, California

Community Services Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	$ 7,000	$ 7,000	$ 8,548	$ 1,548
Intergovernmental	1,322,999	1,694,087	1,700,446	6,359
Charges for services	-	-	32,938	32,938
Total revenues	1,329,999	1,701,087	1,741,932	40,845
Expenditures				
Current:				
Public assistance	1,329,999	1,701,087	1,654,303	46,784
Total expenditures	1,329,999	1,701,087	1,654,303	46,784
Excess (deficiency) of revenues over (under) expenditures	-	-	87,629	87,629
Other Financing Sources				
Transfers in	-	-	55,662	55,662
Total other financing sources	-	-	55,662	55,662
Net change in fund balance	-	-	143,291	143,291
Fund balance, beginning of year	192,676	192,676	192,676	-
Fund balance, end of year	$ 192,676	$ 192,676	$ 335,967	$ 143,291

County of Placer, California

Special Aviation Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	$ -	$ -	$ 468	$ 468
Intergovernmental	10,000	10,000	10,000	-
Total revenues	10,000	10,000	10,468	468
Expenditures				
Current:				
Public ways and facilities	21,500	21,500	9,207	12,293
Total expenditures	21,500	21,500	9,207	12,293
Excess (deficiency) of revenues over (under) expenditures	(11,500)	(11,500)	1,261	12,761
Net change in fund balance	(11,500)	(11,500)	1,261	12,761
Fund balance, beginning of year	11,500	11,500	25,946	14,446
Fund balance, end of year	$ -	$ -	$ 27,207	$ 27,207

County of Placer, California

Auburn Advertising and Promotion Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 205,000	$ 205,000	$ 201,186	$ (3,814)
Use of money and property	4,500	4,500	6,935	2,435
Total revenues	209,500	209,500	208,121	(1,379)
Expenditures				
Current:				
General government	292,790	292,790	220,654	72,136
Capital outlay	60,000	60,000	-	60,000
Total expenditures	352,790	352,790	220,654	132,136
Net change in fund balance	(143,290)	(143,290)	(12,533)	130,757
Fund balance, beginning of year	143,290	143,290	143,290	-
Fund balance, end of year	$ -	$ -	$ 130,757	$ 130,757

County of Placer, California

Fish and Game Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Fines, forfeitures and penalties	$ 1,500	$ 1,500	$ 1,089	$ (411)
Use of money and property	700	700	774	74
Total revenues	2,200	2,200	1,863	(337)
Expenditures				
Current:				
Public protection	14,334	14,334	5,587	8,747
Total expenditures	14,334	14,334	5,587	8,747
Excess (deficiency) of revenues over (under) expenditures	(12,134)	(12,134)	(3,724)	8,410
Other Financing Sources				
Transfers in	1,855	1,855	1,855	-
Total other financing uses	1,855	1,855	1,855	-
Net change in fund balance	(10,279)	(10,279)	(1,869)	8,410
Fund balance, beginning of year	10,279	10,279	24,663	14,384
Fund balance, end of year	$ -	$ -	$ 22,794	$ 22,794

County of Placer, California

North Lake Tahoe Transient Occupancy Tax Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 4,100,000	$ 4,100,000	$ 3,995,237	$ (104,763)
Use of money and property	-	-	4,948	4,948
Total revenues	4,100,000	4,100,000	4,000,185	(99,815)
Expenditures				
Current:				
General government	4,183,673	4,183,673	3,266,897	916,776
Total expenditures	4,183,673	4,183,673	3,266,897	916,776
Excess (deficiency) of revenues over (under) expenditures	(83,673)	(83,673)	733,288	816,961
Net change in fund balance	(83,673)	(83,673)	733,288	816,961
Fund balance, beginning of year	83,673	83,673	288,683	205,010
Fund balance, end of year	$ -	$ -	$ 1,021,971	$ 1,021,971

County of Placer, California

Open Space Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	$ 11,000	$ 11,000	$ 95,788	$ 84,788
Intergovernmental	89,000	89,000	92,144	3,144
Miscellaneous	-	-	80,000	80,000
Total revenues	100,000	100,000	267,932	167,932
Other Financing Sources				
Transfers in	1,000,000	1,000,000	1,000,000	-
Total other financing sources	1,000,000	1,000,000	1,000,000	-
Net change in fund balance	1,100,000	1,100,000	1,267,932	167,932
Fund balance, beginning of year	2,675,431	2,675,431	2,675,431	-
Fund balance, end of year	$ 3,775,431	$ 3,775,431	$ 3,943,363	$ 167,932

County of Placer, California

County Library Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 2,256,517	$ 2,256,517	$ 2,518,226	$ 261,709
Fines, forfeitures and penalties	90,000	90,000	136,677	46,677
Use of money and property	32,000	32,000	35,619	3,619
Intergovernmental	218,400	218,400	102,833	(115,567)
Charges for services	94,000	94,000	102,585	8,585
Contributions and donations	-	1,666,987	1,700,184	33,197
Miscellaneous	8,000	8,000	6,418	(1,582)
Total revenues	2,698,917	4,365,904	4,602,542	236,638
Expenditures				
Current:				
Education	3,388,315	5,110,762	4,798,221	312,541
Capital outlay	38,600	55,600	7,989	47,611
Total expenditures	3,426,915	5,166,362	4,806,210	360,152
Excess (deficiency) of revenues over expenditures	(727,998)	(800,458)	(203,668)	596,790
Other Financing Sources				
Transfers in	118,539	118,539	118,539	-
Total other financing sources	118,539	118,539	118,539	-
Net change in fund balance	(609,459)	(681,919)	(85,129)	596,790
Fund balance, beginning of year	742,927	742,927	1,033,010	290,083
Fund balance, end of year	$ 133,468	$ 61,008	$ 947,881	$ 886,873

County of Placer, California

Fire Control Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 764,471	$ 764,471	$ 777,551	$ 13,080
Use of money and property	7,000	7,000	15,182	8,182
Intergovernmental	185,250	427,230	383,637	(43,593)
Charges for services	534,269	534,269	790,704	256,435
Miscellaneous	23,836	138,377	2,746	(135,631)
Total revenues	1,514,826	1,871,347	1,969,820	98,473
Expenditures				
Current:				
Public protection	1,955,648	2,224,170	1,718,606	505,564
Debt service:				
Principal	46,504	46,504	46,471	33
Interest	7,637	7,637	7,631	6
Capital outlay	-	87,999	-	87,999
Total expenditures	2,009,789	2,366,310	1,772,708	593,602
Excess of revenues over expenditures	(494,963)	(494,963)	197,112	692,075
Other Financing Sources (Uses)				
Transfers in	551,912	551,912	531,020	(20,892)
Transfers out	-	-	(16,306)	(16,306)
Total other financing sources	551,912	551,912	514,714	(37,198)
Net change in fund balance	56,949	56,949	711,826	654,877
Fund balances, beginning of year	(56,949)	(56,949)	250,586	307,535
Fund balances, end of year	$ -	$ -	$ 962,412	$ 962,412

County of Placer, California

Lighting Districts Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 8,250	$ 8,250	$ 10,089	$ 1,839
Use of money and property	1,300	1,300	5,647	4,347
Intergovernmental	-	-	137	137
Charges for services	403,055	432,055	434,393	2,338
Miscellaneous	107,174	107,174	100	(107,074)
Total revenues	519,779	548,779	450,366	(98,413)
Expenditures				
Current:				
General government	33,907	35,037	23,951	11,086
Public ways and facilities	3,746	2,616	132	2,484
Recreation and cultural services	128,174	157,174	108,554	48,620
Capital outlay	354,000	354,000	354,000	-
Total expenditures	519,827	548,827	486,637	62,190
Excess (deficiency) of revenues over (under) expenditures	(48)	(48)	(36,271)	(36,223)
Other Financing Sources				
Transfers in	-	-	82,174	82,174
Total other financing sources	-	-	82,174	82,174
Net change in fund balance	(48)	(48)	45,903	45,951
Fund balance, beginning of year	5,451	5,451	49,889	44,438
Fund balance, end of year	$ 5,403	$ 5,403	$ 95,792	$ 90,389

County of Placer, California

County Service Areas Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 382,437	$ 382,437	$ 436,778	$ 54,341
Use of money and property	332,265	332,265	295,231	(37,034)
Intergovernmental	5,528	27,528	29,054	1,526
Charges for services	1,694,927	1,708,927	1,820,367	111,440
Miscellaneous	110,088	126,088	136,172	10,084
Total revenues	2,525,245	2,577,245	2,717,602	140,357
Expenditures				
Current:				
General government	594,893	600,341	564,356	35,985
Public protection	1,168,190	1,198,412	1,069,491	128,921
Health and sanitation	184,840	218,749	23,873	194,876
Public ways and facilities	476,152	476,752	296,479	180,273
Debt service:				
Principal	73,104	71,504	58,228	13,276
Interest	16,737	13,637	12,589	1,048
Capital outlay	55,710	752,858	528,639	224,219
Total expenditures	2,569,626	3,332,253	2,553,655	778,598
Excess (deficiency) of revenues over expenditures	(44,381)	(755,008)	163,947	918,955
Other Financing Sources				
Capital lease financing	240,165	240,165	194,811	(45,354)
Transfers out	(17,174)	(17,174)	(17,174)	-
Total other financing sources	222,991	222,991	177,637	(45,354)
Net change in fund balance	178,610	(532,017)	341,584	873,601
Fund balance, beginning of year	1,093,045	1,093,045	8,790,661	7,697,616
Fund balance, end of year	$ 1,271,655	$ 561,028	$ 9,132,245	$ 8,571,217

County of Placer, California

Redevelopment Agency Housing Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 716,326	$ 832,383	$ 779,186	$ (53,197)
Use of money and property	14,800	14,800	44,882	30,082
Intergovernmental	-	-	10,895	10,895
Charges for services	55,000	55,000	25,510	(29,490)
Miscellaneous	-	-	24,071	24,071
Total revenues	786,126	902,183	884,544	(17,639)
Expenditures				
Current:				
General government	1,222,077	1,338,134	513,728	824,406
Total expenditures	1,222,077	1,338,134	513,728	824,406
Excess (deficiency) of revenues over (under) expenditures	(435,951)	(435,951)	370,816	806,767
Net change in fund balance	(435,951)	(435,951)	370,816	806,767
Fund balance, beginning of year	435,951	435,951	705,655	269,704
Fund balances, end of year	$ -	$ -	$ 1,076,471	$ 1,076,471

County of Placer, California

Redevelopment Agency Economic Development Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	$ 2,109,708	$ 2,109,708	$ 2,177,765	$ 68,057
Use of money and property	46,000	46,000	85,242	39,242
Intergovernmental	38,575	38,575	30,673	(7,902)
Miscellaneous	-	-	11,199	11,199
Total revenues	2,194,283	2,194,283	2,304,879	110,596
Expenditures				
Current:				
General government	4,318,365	4,318,365	1,031,803	3,286,562
Total expenditures	4,318,365	4,318,365	1,031,803	3,286,562
Excess (deficiency) of revenues over (under) expenditures	(2,124,082)	(2,124,082)	1,273,076	3,397,158
Net change in fund balance	(2,124,082)	(2,124,082)	1,273,076	3,397,158
Fund balance, beginning of year	2,124,082	2,124,082	1,392,109	(731,973)
Fund balances, end of year	$ -	$ -	$ 2,665,185	$ 2,665,185

County of Placer, California

Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	$ 137,200	$ 137,200	$ 142,980	$ 5,780
Miscellaneous	1,075,555	1,075,555	1,075,555	-
Total revenues	1,212,755	1,212,755	1,218,535	5,780
Expenditures				
Current:				
General government	61,079	61,079	12,799	48,280
Debt service:				
Principal	700,000	700,000	685,000	15,000
Interest	1,996,453	1,996,453	1,324,967	671,486
Total expenditures	2,757,532	2,757,532	2,022,766	734,766
Excess (deficiency) of revenues over (under) expenditures	(1,544,777)	(1,544,777)	(804,231)	740,546
Other Financing Sources				
Transfers in	866,360	866,360	866,361	1
Total other financing sources	866,360	866,360	866,361	1
Net change in fund balance	(678,417)	(678,417)	62,130	740,547
Fund balance, beginning of year	678,417	678,417	2,761,195	2,082,778
Fund balance, end of year	$ -	$ -	$ 2,823,325	$ 2,823,325

Internal Service Funds

Internal Service Funds

Internal Service Funds

County Services Fund	This fund is used to account for the costs of providing services to County departments, including: telecommunications, countywide systems and technology projects, automotive fleet, reprographics, mail and records management services. Revenues are generated based on fees charged for services provided.
District Services Fund	This fund is used to account for the costs of providing services to County-governed utility districts, a county service area, and municipal advisory councils. Revenues are generated mainly through user charges and connection fees.
Self Insurance Fund	This fund is used to account for the costs of administering the County's risk management program, which includes: unemployment, general liability, workers compensation, dental and vision insurance. The primary source of revenues for the fund is premiums paid by other funds.

County of Placer, California

Combining Statement of Net Assets
Internal Service Funds
June 30, 2003

	County Services	District Services	Self Insurance	Total
Assets				
Current assets:				
Cash and investments	$ 11,312,751	$ 997,468	$ 23,138,689	$ 35,448,908
Receivables	144,810	27,460	333,789	506,059
Due from other funds	-	-	7,992	7,992
Inventories	710,380	-	-	710,380
Prepaid items	4,916	318	75	5,309
Total current assets	12,172,857	1,025,246	23,480,545	36,678,648
Noncurrent assets:				
Advances to other funds	39,381	751,896	-	791,277
Capital assets:				
Land	-	-	27,686	27,686
Buildings	1,224,466	16,307	73,705	1,314,478
Equipment	14,823,820	1,823,902	-	16,647,722
Construction in progress	256,104	-	-	256,104
Less accumulated depreciation	(7,185,483)	(1,078,761)	(32,086)	(8,296,330)
Total capital assets (net of accumulated depreciation)	9,118,907	761,448	69,305	9,949,660
Total noncurrent assets	9,158,288	1,513,344	69,305	10,740,937
Total assets	21,331,145	2,538,590	23,549,850	47,419,585
Liabilities				
Current liabilities:				
Accounts payable and accrued liabilities	954,381	197,819	230,200	1,382,400
Due to other funds	1,945,894	-	-	1,945,894
Deposits from others	-	7,000	5,409	12,409
Compensated absences	86,854	68,067	7,553	162,474
Total current liabilities	2,987,129	272,886	243,162	3,503,177
Noncurrent liabilities:				
Compensated absences	364,434	313,477	78,207	756,118
Advances from other funds	400,251	471,946	-	872,197
Self insurance liability	-	-	20,455,800	20,455,800
Total noncurrent liabilities	764,685	785,423	20,534,007	22,084,115
Total liabilities	3,751,814	1,058,309	20,777,169	25,587,292
Net Assets				
Invested in capital assets, net of related debt	9,118,907	761,448	69,305	9,949,660
Unrestricted	8,460,424	718,833	2,703,376	11,882,633
Total net assets	$ 17,579,331	$ 1,480,281	$ 2,772,681	$ 21,832,293

County of Placer, California

Statement of Revenues, Expenses, and Changes in Fund Net Assets
Internal Service Funds
For the Fiscal Year Ended June 30, 2003

	County Services	District Services	Self Insurance	Total
Operating Revenues				
Insurance charges	$ -	$ -	$ 11,772,531	$ 11,772,531
Automotive mileage	5,854,387	-	-	5,854,387
Telecommunication fees	3,788,285	-	-	3,788,285
Special district fees	2,917,592	4,857,291	-	7,774,883
Materials and supplies	265,090	-	-	265,090
Data processing maintenance service	307,279	-	-	307,279
Printing services	1,208,493	-	-	1,208,493
Mailing services	187,123	-	-	187,123
Miscellaneous	672,389	40,906	-	713,295
Total operating revenues	15,200,638	4,898,197	11,772,531	31,871,366
Operating Expenses				
Salaries and employee benefits	4,225,326	2,958,236	819,223	8,002,785
Service and supplies	10,464,316	1,664,510	3,093,757	15,222,583
Depreciation	1,428,380	111,256	1,474	1,541,110
Judgements and damages	-	-	8,310,373	8,310,373
Total operating expenses	16,118,022	4,734,002	12,224,827	33,076,851
Operating income (loss)	(917,384)	164,195	(452,296)	(1,205,485)
Nonoperating Revenues (Expenses)				
Interest revenue	290,746	24,184	679,428	994,358
Gain (loss) on disposal of capital assets	(55,567)	-	-	(55,567)
Total nonoperating revenues (expenses)	235,179	24,184	679,428	938,791
Income (loss) before transfers	(682,205)	188,379	227,132	(266,694)
Transfers in	4,428,707	-	-	4,428,707
Transfers out	(155,575)	(23,943)	-	(179,518)
Change in net assets	3,590,927	164,436	227,132	3,982,495
Total net assets, beginning of year	13,988,404	1,315,845	2,545,549	17,849,798
Total net assets, end of year	$ 17,579,331	$ 1,480,281	$ 2,772,681	$ 21,832,293

County of Placer, California

Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2003

	County Services	District Services	Self Insurance	Total
Cash Flows from Operating Activities				
Receipts from customers and users	$ 15,085,431	$ 4,891,539	$ 15,702,430	$ 35,679,400
Payments to suppliers	(9,941,904)	(1,617,720)	(3,470,287)	(15,029,911)
Payments to employees	(4,999,937)	(2,805,177)	(811,402)	(8,616,516)
Payments of judgements and claims	-	-	(6,376,573)	(6,376,573)
Net cash provided by (used in) operating activities	143,590	468,642	5,044,168	5,656,400
Cash Flows from Noncapital Financing Activities				
(Advances to) repayments from other funds	60,115	(368,516)	-	(308,401)
Advances from other funds	-	240,165	-	240,165
Transfers in	4,428,707	-	-	4,428,707
Transfers out	(155,575)	(23,943)	-	(179,518)
Net cash provided by (used in) noncapital financing activities	4,333,247	(152,294)	-	4,180,953
Cash Flows from Capital and Related Financing Activities				
Purchase of capital assets	(2,272,142)	(7,842)	-	(2,279,984)
Net cash (used in) capital and related financing activities	(2,272,142)	(7,842)	-	(2,279,984)
Cash Flows from Investing Activities				
Interest received	290,746	24,184	679,428	994,358
Net cash provided by investing activities	290,746	24,184	679,428	994,358
Net increase in cash and investments	2,495,441	332,690	5,723,596	8,551,727
Cash and cash equivalents, beginning of year	8,817,310	664,778	17,415,093	26,897,181
Cash and cash equivalents, end of year	$ 11,312,751	$ 997,468	$ 23,138,689	$ 35,448,908
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	$ (917,384)	$ 164,195	$ (452,296)	$ (1,205,485)
Adjustment to reconcile operating income (loss) to cash flows provided by (used in) operating activities:				
Depreciation expense	1,428,380	111,256	1,474	1,541,110
(Increase) decrease in accounts receivable	(115,207)	(11,658)	3,937,891	3,811,026
(Increase) decrease in due from other funds	-	60,000	(7,992)	52,008
(Increase) in inventories	82,836	-	-	82,836
(Increase) decrease in prepaid items	1,312	263	380	1,955
Increase (decrease) in accounts payable	438,264	46,527	(376,910)	107,881
Increase (decrease) in due to other funds	(847,477)	-	-	(847,477)
Increase in deposits from others	-	5,000	-	5,000
Increase in compensated absences payable	72,866	93,059	7,821	173,746
Increase in self-insurance liability	-	-	1,933,800	1,933,800
Total adjustments	1,060,974	304,447	5,496,464	6,861,885
Net cash provided by (used in) operating activities	$ 143,590	$ 468,642	$ 5,044,168	$ 5,656,400

Agency Funds

Agency Funds

Unapportioned Collections	This fund accounts for property taxes receivable (secured and unsecured), court fines, amounts which are impounded because of disputes or litigation, as well as amounts held pending authority for apportionment.
1915 Act Bonds Fund	This fund accounts for the collection of property owners' debt service obligation which is used to pay principal and interest on 1915 Act Bonds.
Clearing Funds	These funds account for assets held by the County as an agent for individuals, private organizations, or other governmental units. These funds include payroll deduction and sales tax payable clearing funds.
1911 Act Bonds Fund	This fund accounts for the collection of property owners' debt service obligation which is used to pay principal and interest on 1911 Act Bonds.
Other Agency Funds	These funds account for assets which are under the control of various County officers and whose use is restricted to specific, non-grant programs. Funds are transferred to County departments as they are earned.
Parks Dedication	This fund is used to account for developer fees which are used to build parks in the County. Funds are transferred to County departments as they are earned.

County of Placer, California

Combining Balance Sheet - Agency Funds
June 30, 2003

	Unapportioned Collections	1915 Act Bonds Fund	Clearing Funds	1911 Act Bonds Fund	Other Agency Funds	Parks Dedication	Total
Assets							
Cash and investments	$ 8,002,377	$ 9,983,897	$ (3,284)	$ 11,425	$ 6,843,403	$ 3,498,991	$ 28,336,809
Receivables:							
Accounts, net	192,117	-	3,896	-	-	-	196,013
Taxes, net	22,153,719	-	-	-	-	-	22,153,719
Special assessments, net	-	4,241,670	-	-	-	-	4,241,670
Due from other funds	1,124,584	-	-	-	-	-	1,124,584
Due from other governments	226,293	-	-	-	-	-	226,293
Total assets	$ 31,699,090	$ 14,225,567	$ 612	$ 11,425	$ 6,843,403	$ 3,498,991	$ 56,279,088
Liabilities							
Agency obligations	$ 30,566,514	$ 14,225,567	$ 612	$ 11,425	$ 6,843,403	$ 3,498,991	$ 55,146,512
Due to other funds	1,132,576	-	-	-	-	-	1,132,576
Total liabilities	$ 31,699,090	$ 14,225,567	$ 612	$ 11,425	$ 6,843,403	$ 3,498,991	$ 56,279,088

County of Placer, California

Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2003

Unapportioned Collections	Balance July 1, 2002	Additions	Deductions	Balance June 30, 2003
Assets				
Cash and investments	$ 4,030,011	$ 1,096,826,900	$ (1,092,854,534)	$ 8,002,377
Receivables (net):				
Accounts	-	298,791	(106,674)	192,117
Taxes	25,029,762	447,893,893	(450,769,936)	22,153,719
Due from other funds	-	2,351,378	(1,226,794)	1,124,584
Due from other governments	-	396,189	(169,896)	226,293
Total assets	$ 29,059,773	$ 1,547,767,151	$ (1,545,127,834)	$ 31,699,090
Liabilities				
Agency obligations	$ 29,059,773	$ 658,337,390	$ (656,830,649)	$ 30,566,514
Due to other funds	-	(5,122,502)	6,255,078	1,132,576
Total liabilities	$ 29,059,773	$ 653,214,888	$ (650,575,571)	$ 31,699,090
1915 Act Bonds Fund				
Assets				
Cash and investments	$ 20,945,787	$ 63,069,188	$ (74,031,078)	$ 9,983,897
Special assessments receivable (net)	63,806	5,049,642	(871,778)	4,241,670
Total assets	$ 21,009,593	$ 68,118,830	$ (74,902,856)	$ 14,225,567
Liabilities				
Agency obligations	$ 21,009,593	$ 33,650,802	$ (40,434,828)	$ 14,225,567
Clearing Funds				
Assets				
Cash and investments	$ 23,196	$ 112,202,619	$ (112,229,099)	$ (3,284)
Accounts receivable (net)	-	5,055	(1,159)	3,896
Total assets	$ 23,196	$ 112,207,674	$ (112,230,258)	$ 612
Liabilities				
Agency obligations	$ 23,196	$ 139,099,143	$ (139,121,727)	$ 612

	Balance July 1, 2002	Additions	Deductions	Balance June 30, 2003
1911 Act Bonds Fund				
Assets				
Cash and investments	$ 11,557	$ 173,258	$ (173,390)	$ 11,425
Liabilities				
Agency obligations	$ 11,557	$ 173,258	$ (173,390)	$ 11,425
Other Agency Funds				
Assets				
Cash and investments	$ 6,047,036	$ 23,737,193	$ (22,940,826)	$ 6,843,403
Liabilities				
Agency obligations	$ 6,047,036	$ 13,700,738	$ (12,904,371)	$ 6,843,403
Parks Dedication				
Assets				
Cash and investments	$ 3,415,500	$ 4,397,427	$ (4,313,936)	$ 3,498,991
Liabilities				
Agency obligations	$ 3,415,500	$ 2,978,540	$ (2,895,049)	$ 3,498,991
All Agency Funds				
Assets				
Cash and investments	$ 34,473,087	$ 1,300,406,585	$ (1,306,542,863)	$ 28,336,809
Receivables (net):				
Accounts	-	303,846	(107,833)	196,013
Taxes	25,029,762	447,893,893	(450,769,936)	22,153,719
Special assessments	63,806	5,049,642	(871,778)	4,241,670
Due from other funds	-	2,351,378	(1,226,794)	1,124,584
Due from other governments	-	396,189	(169,896)	226,293
Total assets	$ 59,566,655	$ 1,756,401,533	$ (1,759,689,100)	$ 56,279,088
Liabilities				
Agency obligations	$ 59,566,655	$ 847,939,871	$ (852,360,014)	$ 55,146,512
Due to other funds	-	(5,122,502)	6,255,078	1,132,576
Total liabilities	$ 59,566,655	$ 842,817,369	$ (846,104,936)	$ 56,279,088

Statistical Section

COUNTY OF PLACER, CALIFORNIA
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION[1]
LAST TEN FISCAL YEARS

Fiscal Year	General Government	Public Protection	Public Assistance	Health & Sanitation	Public Ways & Facilities	Recreation & Cultural Services	Education	Capital Outlay	Debt Service	Total
1993-1994	$ 25,659,145	$ 48,438,381	$ 42,003,588	$ 18,697,035	$ 17,504,982	$ 1,332,606	$ 1,883,995	$ 1,185,882	$ 1,372,800	$ 158,078,414
1994-1995	26,628,339	54,463,433	43,333,030	18,781,677	13,472,774	1,257,500	2,077,001	5,305,365	1,490,732	166,809,851
1995-1996	27,629,098	59,790,237	44,858,267	21,998,042	18,093,221	1,261,874	2,211,444	1,538,633	847,081	178,227,897
1996-1997	28,274,651	66,215,322	43,812,796	24,534,652	19,136,346	1,670,648	2,613,128	6,322,383	1,550,534	194,130,460
1997-1998	30,752,879	70,034,073	42,554,278	21,251,180	24,150,102	1,878,556	2,478,480	6,509,108	2,081,112	201,689,768
1998-1999	45,233,744	72,840,246	37,737,970	31,691,025	13,769,480	1,971,224	2,238,368	688,191	1,788,281	207,958,529
1999-2000	41,041,882	73,164,157	35,858,710	34,226,947	9,495,073	2,252,778	2,518,935	13,998,017	2,368,816	214,925,315
2000-2001	47,735,206	75,908,391	35,983,967	42,509,398	19,168,596	2,372,353	2,722,881	12,719,749	2,607,815	241,728,356
2001-2002	47,351,895	91,654,324	63,731,770	27,112,668	16,416,551	367,804	3,243,144	19,015,404	2,317,436	271,210,996
2002-2003	48,427,649	104,450,569	50,760,486	50,564,834	18,102,276	431,133	4,884,177	27,249,325	2,520,985	307,391,434

(1) Includes General, Special Revenue, Capital Projects, Debt Service and Permanent Funds.
Source: Comprehensive Annual Financial Report

COUNTY OF PLACER, CALIFORNIA
GENERAL GOVERNMENTAL REVENUES BY SOURCE [1]
LAST TEN FISCAL YEARS

Fiscal Year	Taxes	Licenses & Permits	Fines, Forfeits & Penalties	Use of Money & Property	Intergovernmental	Charges for Services	Tobacco Settlement	Miscellaneous	Total
1993-1994	$ 52,396,280	$ 4,025,092	$ 1,185,836	$ 4,004,835	$ 85,820,859	$ 12,468,203	$ -	$ 1,563,527	$ 161,464,632
1994-1995	47,789,701	3,597,224	1,789,262	3,926,934	91,148,175	13,759,733	-	2,222,381	164,233,410
1995-1996	53,941,292	3,819,326	1,810,800	2,660,138	96,650,752	14,525,638	-	2,564,689	175,972,635
1996-1997	56,029,155	3,762,223	1,693,032	2,837,118	99,726,168	20,862,927	-	9,548,500	194,459,123
1997-1998	59,725,713	4,095,784	3,827,169	3,380,091	105,456,532	17,983,585	-	1,884,322	196,353,196
1998-1999	62,908,353	4,733,097	7,949,682	3,975,393	114,351,363	18,948,747	-	2,302,619	215,169,254
1999-2000	73,238,349	5,147,632	9,846,477	5,243,838	122,972,542	22,481,561	-	3,525,650	242,456,049
2000-2001	79,757,475	5,381,591	10,388,902	6,737,911	135,119,046	27,035,642	-	4,485,387	268,905,954
2001-2002	88,347,603	5,381,070	10,791,424	8,671,840	156,705,820	31,532,257	3,001,591	6,853,086	311,284,691
2002-2003	95,244,103	5,707,213	11,456,480	8,512,426	159,854,844	52,651,989	-	9,122,276	342,549,331

(1) Includes General, Special Revenue, Capital Projects, Debt Service and Permanent Funds.
Source: Comprehensive Annual Financial Report

COUNTY OF PLACER, CALIFORNIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Amounts in Tables Expressed in Thousands)

Fiscal Year	Tax Levies	Collections		Delinquency	
		Amount	Percentage	Amount	Percentage
1993-1994	137,129	131,723	96.06%	5,406	3.94%
1994-1995	143,442	138,922	96.85%	4,519	3.15%
1995-1996	152,841	148,740	97.32%	4,101	2.68%
1996-1997	160,059	155,856	97.37%	4,203	2.63%
1997-1998	166,956	163,568	97.97%	3,387	2.03%
1998-1999	180,544	177,158	98.12%	3,386	1.88%
1999-2000	197,740	194,796	98.51%	2,944	1.49%
2000-2001	225,588	222,178	98.49%	3,410	1.51%
2001-2002	258,852	255,004	98.51%	3,848	1.49%
2002-2003	293,011	289,142	98.68%	3,869	1.32%

Source: Placer County Auditor-Controller's Office

COUNTY OF PLACER, CALIFORNIA
ASSESSED AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Secured		Unsecured		Total		Ratio of Assessed to Estimated Actual
	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	
1993-1994	14,501,494,453	14,501,494,453	499,041,947	499,041,947	15,000,536,400	15,000,536,400	100%
1994-1995	15,180,085,169	15,180,085,169	522,690,336	522,690,336	15,702,775,505	15,702,775,505	100%
1995-1996	16,137,983,033	16,137,983,033	531,151,529	531,151,529	16,669,134,562	16,669,134,562	100%
1996-1997	16,944,628,001	16,944,628,001	600,028,434	600,028,434	17,544,656,435	17,544,656,435	100%
1997-1998	17,595,235,280	17,595,235,280	623,643,282	623,643,282	18,218,878,562	18,218,878,562	100%
1998-1999	18,938,489,674	18,938,489,674	706,306,510	706,306,510	19,644,796,184	19,644,796,184	100%
1999-2000	20,730,343,421	20,730,343,421	756,436,161	756,436,161	21,486,779,582	21,486,779,582	100%
2000-2001	23,393,385,894	23,393,385,894	837,935,848	837,935,848	24,231,321,742	24,231,321,742	100%
2001-2002	26,721,559,694	26,721,559,694	1,006,725,857	1,006,725,857	27,728,285,551	27,728,285,551	100%
2002-2003	30,175,825,266	30,175,825,266	1,167,423,734	1,167,423,734	31,343,249,000	31,343,249,000	100%

Source: Placer County Auditor-Controller's Office

COUNTY OF PLACER, CALIFORNIA
PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Fiscal Year	County Special Districts	Local Special Districts	Agency Districts	Schools	Cities	Countywide Rate	Total [1]
1993-1994	0.000000	0.062100	0.236700	0.329200	0.049500	1.000000	1.677500
1994-1995	0.000000	0.022000	0.187200	0.357600	0.033900	1.000000	1.600700
1995-1996	0.000000	0.000000	0.174400	0.353100	0.030300	1.000000	1.557800
1996-1997	0.000000	0.000000	0.163600	0.406800	0.029000	1.000000	1.599400
1997-1998	0.000000	0.000000	0.163861	0.442733	0.027000	1.000000	1.633594
1998-1999	0.000000	0.000000	0.128596	0.500225	0.025500	1.000000	1.654321
1999-2000	0.000000	0.000000	0.137286	0.459497	0.024500	1.000000	1.621283
2000-2001	0.000000	0.000000	0.110548	0.522589	0.022100	1.000000	1.655237
2001-2002	0.000000	0.000000	0.097366	0.439195	0.022600	1.000000	1.559161
2002-2003	0.000000	0.000000	0.077739	0.476932	0.018000	1.000000	1.572671

[1] Rates reflect voter approved Proposition 13 provisions limiting property tax levies to 1% of full cash value plus levies to pay for indebtedness approved by voters. The rates shown under districts, schools and cities represent the levies for indebtedness.

Source: Placer County Auditor-Controller's Office

COUNTY OF PLACER, CALIFORNIA
SPECIAL ASSESSMENT LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Amounts in Tables Expressed in Thousands)

Fiscal Year	Special Assessment Levies	Special Assessment Collections	Percentage Delinquent
1993-1994	34,611	32,684	5.57%
1994-1995	36,035	34,081	5.42%
1995-1996	36,114	34,502	4.46%
1996-1997	37,527	34,809	7.24%
1997-1998	40,825	39,507	3.23%
1998-1999	43,361	41,955	3.24%
1999-2000	50,207	49,878	0.66%
2000-2001	58,309	56,578	2.97%
2001-2002	61,991	60,604	2.24%
2002-2003	67,766	66,267	2.21%

Source: Placer County Auditor-Controller's Office

COUNTY OF PLACER, CALIFORNIA
COMPUTATION OF LEGAL DEBT MARGIN
BY NET ASSESSED VALUE
JUNE 30, 2003
(Amounts Expressed in Thousands)

Net assessed value	$	31,343,249
Plus exempt property		1,170,476
Total assessed value	$	32,513,725
Debt limit (1.25% of total assessed value)	$	406,422
Amount of debt applicable to debt limit		-
Legal debt margin	$	406,422

Source: Placer County Auditor-Controller's Office

COUNTY OF PLACER, CALIFORNIA
RATIO OF NET GENERAL DEBT TO
ASSESSED VALUE AND NET GENERAL DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year	Population	Assessed Value	Gross Debt	Debt Service Monies Available	Net General Debt	Ratio of Net General Debt to Assessed Value	Net General Debt Per Capita
1993-1994	202,100	15,000,536,400	2,631,837	-	2,631,837	0.02%	13.02
1994-1995	209,100	15,702,775,505	6,756,887	576,863	6,180,024	0.04%	29.56
1995-1996	216,900	16,669,134,562	6,044,866	406,232	5,638,634	0.03%	26.00
1996-1997	224,200	17,544,656,435	20,374,545	2,894,103	17,480,442	0.10%	77.97
1997-1998	231,700	18,218,878,562	28,818,210	2,225,631	26,592,579	0.15%	114.77
1998-1999	240,400	19,644,796,184	28,047,000	2,328,404	25,718,596	0.13%	106.98
1999-2000	248,700	21,486,779,582	27,597,000	2,662,722	24,934,278	0.12%	100.26
2000-2001	257,511	24,231,321,742	26,850,000	2,700,355	24,149,645	0.10%	93.78
2001-2002	264,940	27,728,285,551	26,205,000	2,761,195	23,443,805	0.08%	88.49
2002-2003	275,600	31,343,249,000	25,520,000	2,823,325	22,696,675	0.07%	82.35

Source: Placer County Auditor-Controller's Office

COUNTY OF PLACER, CALIFORNIA
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to Total General Expenditures
1993-1994	757,805	614,995	1,372,800	158,078,414	0.87%
1994-1995	815,995	674,737	1,490,732	166,809,851	0.89%
1995-1996	431,000	416,081	847,081	178,227,897	0.48%
1996-1997	981,000	569,534	1,550,534	194,130,460	0.80%
1997-1998	80,300	2,000,812	2,081,112	201,689,768	1.03%
1998-1999	690,360	1,097,921	1,788,281	207,958,529	0.86%
1999-2000	711,506	1,657,310	2,368,816	214,925,315	1.10%
2000-2001	759,465	1,848,350	2,607,815	241,728,356	1.08%
2001-2002	790,702	672,378	1,463,080	271,210,996	0.54%
2002-2003	1,095,934	1,425,051	2,520,985	307,391,434	0.82%

Source: Placer County Auditor-Controller's Office

COUNTY OF PLACER, CALIFORNIA
ESTIMATED DIRECT AND OVERLAPPING BONDED DEBT
JUNE 30, 2003

2002-03 Assessed Valuation:	$31,790,137,513	(includes unitary utility valuation)
Redevelopment Incremental Valuation:	1,085,177,730	
Adjusted Assessed Valuation:	$30,704,959,783	

OVERLAPPING TAX AND ASSESSMENT DEBT:	% Applicable	Debt 6/30/03
Los Rios Community College District	0.044%	$ 12,100
Rocklin Unified School District	100.	67,319,416
Other Unified School Districts	Various	43,577,975
Placer Union High School District	100.	24,723,438
Roseville Joint Union High School District	93.519	38,476,896
Roseville City School District	100.	28,170,771
Other High School and School Districts	100.	35,559,602
Cities of Auburn and Colfax	100.	1,542,000
Placer County Water Agency, Zone No. 1	100.	510,000
County Water Districts	100.	980,000
San Juan Suburban Water District	27.431	522,561
Nevada Irrigation District	25.558	1,268,955
Placer County Service Area No. 28, Zone 6-A-1	100.	41,000
Community Facilities Districts	100.	376,550,707
1915 Act Bonds	100.	71,884,233
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT		$691,139,654
DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT:		
Placer County General Fund Obligations	**100. %**	**$ 25,520,000**
Placer County Office of Education Certificates of Participation	100.	3,200,000
Sierra and Yuba Joint Community College District Certificates of Participation	71.644 & 0.076	3,294,599
Western Placer Unified School District Certificates of Participation	100.	22,368,108
Auburn Union School District Certificates of Participation	100.	36,993,580
Eureka Union School District Certificates of Participation	100.	7,905,000
Roseville City School District Certificates of Participation	100.	21,110,000
Other School District Certificates of Participation	Various	19,068,192
City of Roseville Certificates of Participation	100.	26,940,000
Other City General Fund Obligations	100.	5,543,606
Public Utility District Certificates of Participation	4.724-100.	2,034,986
Auburn Area Recreation and Park District Certificates of Participation	100.	1,194,801
TOTAL DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT		$175,172,872
COMBINED TOTAL DEBT		$866,312,526 (1)

(1) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Ratios to 2002-03 Assessed Valuation:
Total Overlapping Tax and Assessment Debt 2.17%

Ratios to Adjusted Assessed Valuation:
Combined Direct Debt ($25,520,000).....0.08%
Combined Total Debt 2.82%

STATE SCHOOL BUILDING AID REPAYABLE AS OF 6/30/03: $0

COUNTY OF PLACER, CALIFORNIA

DEMOGRAPHIC STATISTICS

POPULATION

		Calendar Year [1]								
Jurisdiction	**Date of Incorporation**	**1950**	**1960**	**1970**	**1980**	**1990**	**2000**	**2001**	**2002**	**2003**
Auburn	May 1888	4,653	5,586	6,570	7,540	10,853	12,462	12,400	12,300	12,250
Colfax	February, 1910	820	916	798	981	1,357	1,496	1,530	1,650	1,710
Lincoln	October 1890	2,410	3,197	3,176	4,132	7,413	11,205	13,850	17,750	20,550
Loomis	December 1984	*	*	*	*	5,792	6,260	6,225	6,175	6,175
Rocklin	February 1893	1,155	1,495	3,039	7,344	19,000	36,330	38,250	41,250	43,600
Roseville	April 1909	8,723	13,421	18,221	24,347	45,189	79,721	82,200	85,800	90,700
Total Incorporated		17,761	24,615	31,804	44,344	89,604	147,674	154,400	164,900	175,000
Unincorporated		23,888	32,384	45,828	72,903	85,686	100,725	100,700	100,800	100,600
TOTAL COUNTY		41,649	56,999	77,632	117,247	175,290	248,399	255,100	265,700	275,600

Source: California Department of Finance, Demographic Research Unit

* = No Data Available
(1) Information only available on a calendar year basis; Year 2000 is as of March 31, 2000

COUNTY OF PLACER, CALIFORNIA

DEMOGRAPHIC STATISTICS

ATTENDANCE

	1993-1994	1994-1995	1995-1996	1996-1997	1997-1998	1998-1999	1999-2000	2000-2001	2001-2002	2002-2003
Elementary Schools										
Ackerman	355	354	334	322	322	299	301	313	344	342
Alta-Dutch Flat	177	205	200	211	199	195	190	187	191	203
Auburn Union	2,876	2,837	2,885	2,873	2,934	2,765	2,697	2,652	2,708	2,727
Colfax	476	501	529	508	525	473	462	473	561	538
Dry Creek	2,663	3,097	3,632	4,075	4,445	4,627	5,008	5,196	6,386	6,243
Emigrant Gap	13	9	12	8	8	13	7	13	Closed	Closed
Eureka Union	2,429	2,661	2,876	3,177	3,518	3,685	3,817	3,912	4,243	4,138
Foresthill	811	819	823	788	754	736	693	665	623	651
Loomis Union	1,794	1,799	1,726	1,838	1,826	1,800	1,823	1,868	1,934	1,889
Newcastle	314	340	325	338	341	310	298	302	316	320
Ophir	251	252	219	238	223	227	221	221	227	220
Penryn	356	328	321	309	324	320	312	298	297	313
Placer Hills	1,590	1,556	1,486	1,504	1,491	1,399	1,388	1,345	1,379	1,336
Roseville City	4,996	5,092	5,204	5,326	5,454	5,500	5,656	5,915	7,107	6,918
Total	19,101	19,850	20,572	21,515	22,364	22,349	22,873	23,360	26,316	25,838
Unified School Districts										
Placer High	5,193	5,251	5,356	5,174	5,502	5,313	5,338	5,427	4,698	4,362
Rocklin Unified	3,936	4,599	5,167	5,700	5,978	6,172	6,630	7,139	8,615	8,282
Roseville Joint Unified	4,388	4,741	5,033	5,501	6,039	6,303	6,644	6,905	7,724	7,284
Tahoe Truckee	4,360	4,527	4,710	4,983	5,028	4,998	4,936	4,733	5,342	4,290
Western Placer	3,022	3,819	3,600	4,177	4,596	5,751	5,704	6,082	7,493	3,829
Total	20,899	22,937	23,866	25,535	27,143	28,537	29,252	30,286	33,872	28,047
Community Colleges										
Sierra College	8,569	8,265	8,697	9,827	10,502	11,125	11,332	11,407	20,234	20,500
TOTAL ALL SCHOOLS	48,569	51,052	53,135	56,877	60,009	62,011	63,457	65,053	80,422	74,385

Source: Placer County Office of Education

* = No Data Available

COUNTY OF PLACER, CALIFORNIA

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS

LAST TEN YEARS

	Construction Valuations (1,000's)		New Dwelling Units			Property Assessed Valuations (1,000's)		
Calendar [1] Year	Residential	Non-Residential	Single Family	Multiple Family	Fiscal [2] Year	Residential	Non-Residential	Exempt
1994	409,584	98,067	2,615	246	1994	10,115,252	4,129,846	478,823
1995	391,142	106,022	2,441	133	1995	10,687,309	4,278,151	546,909
1996	457,912	118,025	2,723	124	1996	11,350,667	4,566,725	545,865
1997	549,856	158,899	3,011	826	1997	12,009,562	4,711,993	577,036
1998	756,930	213,860	3,878	1,328	1998	12,616,524	4,842,435	671,346
1999	814,929	278,830	3,875	1,021	1999	13,665,819	5,071,210	603,562
2000	1,094,959	234,874	4,745	1,634	2000	15,214,596	5,426,514	726,259
2001	1,087,256	219,716	4,717	1,257	2001	17,478,054	6,129,537	976,507
2002	982,553	207,798	4,216	1,076	2002	22,997,227	7,477,307	1,162,458
2003	722,791	165,944	3,127	24	2003	26,510,346	8,184,075	1,271,569

(1) Information only available on a calendar year basis.
(2) Prior year information may be updated as final information becomes available.

Sources: Construction Industry Research Board
Placer County Assessor's Office

COUNTY OF PLACER, CALIFORNIA
TEN PRINCIPAL TAXPAYERS
BY NET ASSESSED VALUE
JUNE 30, 2003
(Amounts in Tables Expressed in Thousands)

	Taxpayer	Type of Business	Net Secured Assessed Value	Percentage of Total Secured Assessed Value
1	NEC Electronics USA, Inc.	Electronics	$ 490,139	1.62%
2	Hewlett Packard Co.	Electronics	387,679	1.28%
3	Pacific Gas and Electric Co.	Utility	370,020	1.23%
4	Roseville Telephone Co.	Utility	134,652	0.45%
5	Urban Roseville LLC	Real Estate, Development	134,035	0.44%
6	Del Webb California Corp.	Real Estate, Development	94,114	0.31%
7	Pacific Bell	Utility	92,994	0.31%
8	Squaw Valley Ski Corporation	Entertainment/Recreation	62,861	0.21%
9	Creekside Center LLC	Real Estate, Development	56,741	0.19%
10	Sierrapine	Industrial	54,332	0.18%
			$ 1,877,567	6.22%

Source: Placer County Assessor's Office

COUNTY OF PLACER, CALIFORNIA
MISCELLANEOUS STATISTICAL DATA
JUNE 30, 2003

Geographic location:	Placer County is located Northeast of Sacramento. It is bound on the North by Yuba and Nevada Counties, on the East by El Dorado County, on the South by Sacramento County and on the West by Sutter County.
Altitude: Auburn, CA	1,234 feet
Area of County:	1,506 square miles
Population:	275,600
County Seat:	Auburn, CA
Form of Government:	Chartered County, governed by five-member Board of Supervisors.
Registered Voters:	151,130
Number Voting: Nov 2002 Election	99,081
Percent Voting: Nov 2002 Election	64.28%
County Employees:	Over 2,500

Number of School Districts:	
Elementary	14
Unified	5
Community Colleges	1
Total	20

Miles of County Maintained Streets: (Unincorporated area only)	1,033

Number of Judicial Courts and Court Officers:	
Court Locations	7
Court Departments	16
Superior Court Judicial Officers	15
Assigned Judges	0

Number of Special Districts controlled by Board of Supervisors:	132

Number of Special Districts Controlled by Local Boards:	36

Source: Placer County Auditor-Controller's Office
Placer County Department of Public Works
Placer County Elections
Placer County Office of Education
Sacramento Regional Research Institute

COUNTY OF PLACER
STATE OF CALIFORNIA