



COUNTY OF PLACER

OFFICE OF
AUDITOR-CONTROLLER

KATHERINE J. MARTINIS, CPA
Auditor-Controller
E-mail: kmartini@placer.ca.gov

ANDREW C. SISK, CPA
Assistant Auditor-Controller
E-mail: asisk@placer.ca.gov

INDEPENDENT ACCOUNTANT'S REVIEW REPORT ON THE TREASURER'S STATEMENT OF ASSETS

To the Honorable
Board of Supervisors

Pursuant to Government Code §26920(a), we have reviewed the accompanying Treasurer's Statement of Assets of the County of Placer as of September 30, 2011 and for the quarter then ended. A review includes primarily applying analytical procedures to the Treasurer's financial data and making inquiries of department personnel. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the Treasurer's Statement of Assets. Accordingly, we do not express such an opinion.

As required under Government Code §26920, the review included a physical count of the cash in the Treasury and verification that the records of the County Treasury and the Auditor-Controller's Office are reconciled in accordance with the Government Code §26905. In addition, we determined the accuracy, validity, and compliance of the investments in the Placer County Treasury with Government Code §53601 and §53635, and the Treasurer's Investment Policy.

The Treasurer is responsible for the preparation and fair presentation of the Statement of Assets in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of the Statement of Assets.

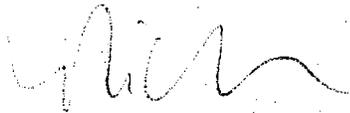
Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the Statement of Assets. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying Treasurer's Statement of Assets in order for it to be in conformity with accounting principles generally accepted in the United States of America.

However, we noted one instance of non-compliance with Government Code §53601 (k), as well as the Treasurer's Investment Policy, which set limits on maximum maturity as well as the

percentage of the Pool's moneys to be invested in certain investment instruments. Specifically, Government Code and the Investment Policy dictate that "purchases of medium-term notes may not exceed 30 percent of the agency's moneys"; however, the Treasurer maintained 32.42 percent of the Pool invested in medium-term notes on September 30, 2011.

This report is intended for the information of the Board of Supervisors and the Treasury management. This restriction is not intended to limit the distribution of this report, which is a matter of public record.



Nicole C. Howard, CPA
Internal Audit Manager
Placer County Auditor-Controller's Office
December 20, 2011

**COUNTY OF PLACER
TREASURER'S STATEMENT OF ASSETS
FOR THE QUARTER ENDED SEPTEMBER 30, 2011**

	Market Value	Book Value
Cash on Hand	\$ 167,213	\$ 167,213
Deposits with Financial Institutions:		
Wells Fargo Bank	1,379,977	1,379,977
Investments:		
U.S. Treasury Securities	103,098,000	101,603,125
U.S. Agency Securities	220,542,426	218,943,000
Medium Term Notes	246,480,919	248,372,509
Negotiable Certificates of Deposit	10,196,300	10,110,300
Commercial Paper Discounts	119,967,133	119,963,944
Lease Purchase Certificates	1,097,301	1,097,301
Local Agency GO Bonds	125,000	125,000
Local Agency Bonds	65,981,317	65,981,317
Rolling Repurchase Agreements	91,714,734	91,714,734
Total Investments	859,203,130	857,911,230
Total Cash and Investments in Treasury	\$ 860,750,320	\$ 859,458,420

