

CATAWBA COUNTY
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
For the Year Ended June 30, 2006

Total fund balances for governmental funds (Exhibit 3)	\$ 115,871,624
Total net assets reported for governmental activities in the statement of net assets (Exhibit 1) is different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	83,164,487
Net Investment in Joint Venture	630,228
Some of the County's taxes will be collected after year-end, but are not available soon enough to pay for the current period expenditures, therefore are reported as deferred revenue in the funds.	2,995,531
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in fund statements.	852,432
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds (Note 4).	<u>(115,596,092)</u>
Net assets of governmental activities	<u><u>\$ 87,918,210</u></u>

The accompanying notes are an integral part of the financial statements.