

Figure A-2
ROCKWALL COUNTY'S NET ASSETS

	Governmental Activities	
	2012	2011
Current and other assets	\$ 49,457,385	\$ 43,972,283
Capital assets	67,422,855	73,086,320
Total assets	<u>116,880,240</u>	<u>117,058,603</u>
Long-term liabilities	72,579,149	57,993,530
Other liabilities	3,320,611	5,095,167
Total liabilities	<u>75,899,760</u>	<u>63,088,697</u>
Net assets:		
Invested in capital assets, net of related debt	26,066,075	18,127,429
Restricted	7,200,204	9,784,038
Unrestricted	<u>7,714,201</u>	<u>26,058,439</u>
Total net assets	<u>\$ 40,980,480</u>	<u>\$ 53,969,906</u>

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition; Figure A-2 provides a one-year comparison. The total assets of Rockwall County exceeded liabilities by \$40,980,480 as of September 30, 2012. The County's net assets decreased by \$(12,989,426) for the fiscal year ended September 30, 2012. However, a large portion, 63.6%) reflects the County's investment in capital assets (e.g. land, buildings, machinery and equipment) less any related debt still outstanding that was issued to acquire those items. Rockwall County uses these capital assets to provide services to citizens: consequently, these assets are not available for future spending. Although Rockwall County's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities.