NET ASSETS BY COMPONENT

Fiscal Years 2002-2006 *Table 1*

(Dollars in Thousands)

	2006	2005	2004	2003	2002
Governmental activities:					
Invested in capital assets, net of related debt...	$ 28,035,283	$ 26,434,617	$ 24,706,355	$ 23,449,373	$ 22,025,039
Restricted	890,602	1,314,397	1,474,405	1,071,626	1,604,772
Unrestricted	(1,491,985)	(3,839,972)	(3,199,354)	(2,210,477)	(1,615,102)
Total governmental activities net assets [1]	$ 27,433,900	$ 23,909,042	$ 22,981,406	$ 22,310,522	$ 22,014,709
Business-type activities:					
Invested in capital assets, net of related debt...	$ 44,196	$ 44,007	$ 40,277	$ 38,450	$ 38,267
Restricted	1,286,477	970,615	665,547	863,426	797,437
Unrestricted	80,002	76,988	48,295	56,448	50,479
Total business-type activities net assets	$ 1,410,675	$ 1,091,610	$ 754,119	$ 958,324	$ 886,183
Primary government:					
Invested in capital assets, net of related debt...	$ 28,079,479	$ 26,478,624	$ 24,746,632	$ 23,487,823	$ 22,063,306
Restricted	2,177,079	2,285,012	2,139,952	1,935,052	2,402,209
Unrestricted	(1,411,983)	(3,762,984)	(3,151,059)	(2,154,029)	(1,564,623)
Total primary government net assets	$ 28,844,575	$ 25,000,652	$ 23,735,525	$ 23,268,846	$ 22,900,892

Note: The State of North Carolina did not begin reporting government-wide statements until implementation of GASB Statement 34 in 2002.

[1] For fiscal year ended June 30, 2006, the State changed its methodology for applying GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions to individual income taxes. The State now reports an estimate of underpayments of individual income taxes. The State has also changed its method to estimate overpayments of individual income taxes (i.e., income tax refunds payable and applied refunds). For the purpose of reporting underpayments, the availability period for General Fund individual income taxes was extended from thirty-one days to twelve months after year-end. Where underpayments exceed overpayments, individual income tax revenues are recognized to the extent of estimated overpayments (i.e., income tax refunds payable and applied refunds).