

**CITY OF CALABASAS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2004**

Fund balances for governmental funds	\$	31,236,812
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. This is the amount net of accumulated depreciation.		39,983,781
Long-term debt liabilities, including bonds payable and interest payable, are not due and payable in the current period and therefore are not reported in the funds.		
Certificates of participants	(6,150,000)	
Compensated absences	(282,744)	
Interest payable	(25,822)	(6,458,566)
Accruals for expenditure driven grants which have been earned but not yet received are needed to adjust the balances in the governmental funds to full accruals basis.		74,359
Intergovernmental receivables which are not financial resources but are revenues under the full accrual method.		447,970
Deferred charges represent costs of issuance of long-term debt issuances which are recorded as expenditures in the governmental funds but which are capitalized and amortized in the statement of net assets. This amount is net of accumulated amortization.		165,354
Long-term notes receivable are offset by deferred revenue in the governmental funds as they do not represent financial resources.		43,595
Net assets of governmental activities	\$	65,493,305

See Accompanying Notes to Basic Financial Statements