

CITY OF CALABASAS  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended June 30, 2004

Net change in fund balances - total governmental funds	\$	1,425,856
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense. The amount by which capital outlays exceeded depreciation in the current period as follows:		
Capital outlay	\$ 5,268,534	
Depreciation	<u>(1,459,010)</u>	3,809,524
Repayment of certificates of participation principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		50,000
Interest is not accrued in the governmental funds. However, it is to be accrued in the statement of activities. This is the net change.		158
Changes in compensated absences which are not recognized due to timing issues in the governmental funds are charged to expenses in the statement of activities.		(47,410)
Deferred revenues, not recognized in revenue in governmental fund statements because the revenue was not available within 60 days of close of fiscal year.		74,359
Amortization of deferred charges is not an expense of the governmental funds, but under the full accrual method is a component of interest expense		(6,768)
Intergovernmental receivables are not reported as revenue in the governmental funds because it is not available within 60 days after the close of the fiscal year.		<u>447,970</u>
Change in net assets of governmental activities	<u>\$</u>	<u>5,753,689</u>