

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
GOVERNMENTAL FUNDS

June 30, 2004

Fund balances - total governmental funds	\$ 273,014,830
<p>Amounts reported for governmental activities in the Statement of Net Assets are different from amounts reported for governmental funds in the Balance Sheet because:</p>	
<p>Capital assets used in governmental activities are not financial resources and therefore not reported in governmental funds.</p>	
Capital assets	2,691,421,984
Less accumulated depreciation	(438,158,242)
<p>Net pension assets are not financial resources and therefore not reported in governmental funds.</p>	
	50,381,877
<p>Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.</p>	
Bonds payable	(1,172,240,000)
Less deferred charge on refunding	12,112,032
Less deferred charge for issuance costs	1,783,824
Add bond premium	(12,189,761)
Accrued interest payable	(24,791,463)
Commercial paper payable	(68,000,000)
Unamortized swaption proceeds	(3,771,212)
Net pension obligation	(50,553,753)
Compensated absences	(48,263,727)
Claims and judgments	(4,611,343)
Interest arbitrage rebate	(254,562)
Landfill closure costs	(7,814,867)
<p>Some deferred revenues reported in the governmental funds are recognized as revenues in the governmental activities.</p>	
	23,898,310
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds less those allocated to business-type type activities are included in governmental activities.</p>	
	<u>90,977,493</u>
Net assets - total governmental activities	<u>\$ 1,312,941,420</u>

The accompanying notes are an integral part of this financial statement.