

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 SPORTS AUTHORITY

For the Year Ended June 30, 2005

Net change in fund balances	\$	(6,327,798)
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Amounts reported in the Statement of Activities are different because:

Governmental component units report capital outlays as expenditures in the Statement of Revenues, Expenditures and Changes in Fund Balances. However, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense in the Statement of Activities.

Acquisition of capital assets		466,981
Depreciation expense		(9,089,410)

Governmental component units report the repayment of bond principal and the payment of interest as expenditures in the Statement of Revenues, Expenditures and Changes in Fund Balances. However, principal repayments reduce liabilities and interest expense is accrued when incurred in the Statement of Net Assets. Also, governmental component units report the effect of issuance costs, premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized for the Statement of Activities.

Issuance of refunding bonds		(64,910,000)
Principal repayments		2,305,000
Principal refunded		64,845,000
Deferred charge on refunding		5,325,797
Amortization of deferred charge on refunding		(163,871)
Issuance costs		731,788
Amortization of issuance costs		(22,516)
Bond premium		(1,402,661)
Amortization of premium		43,159
Change in accrued interest		(343,818)

Change in net assets	\$	<u>(8,542,349)</u>
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The accompanying notes are an integral part of this financial statement.