

COUNTY OF SANTA CRUZ, CALIFORNIA
Reconciliation of the Governmental Funds Balance Sheet to the
Government-wide Statement of Net Assets - Governmental Activities
June 30, 2004

Fund Balances - Total Governmental Funds		\$ 153,247,427
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 governmental funds.		122,287,266
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds.		290,901
Deferred charges in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		2,375,538
Internal service funds are used by management to charge the costs of central duplicating, information services, public works, service center, medical and dental, liability and property, workers' compensation, employee benefit staffing, and state unemployment self-insurances to individual funds. The assets and liabilities are included in governmental activities in the statement of net assets.		(653,078)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.		
Tax allocation bonds, including discount	\$ (110,815,618)	
Refunding certificates of participation, including premium	(27,177,022)	
Lease revenue bonds	(10,595,000)	
Lease revenue refunding bonds, including premium	(15,064,406)	
Certificate of participation, including premium	(23,027,378)	
Compensated absences	(16,240,802)	
Revenue bonds	(3,565,000)	
CHFFA	(1,382,106)	
Notes payable	(679,120)	
Capital leases	(399,874)	
Local assessment bonds	(40,000)	(208,986,326)
Interest payable on long-term debt does not require the use of current financial resources and, therefore, is not accrued as a liability in the governmental funds.		(2,882,590)
Net Assets of Governmental Activities		\$ <u><u>65,679,138</u></u>

The notes to the basic financial statements are an integral part of this statement.