

**EXHIBIT 2**  
**Budget-to-GAAP Reconciliation for the General Fund**  
 (adapted from GASB Statement 34, Exhibit G-3)

Note A—Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

	<b>General Fund</b>
<b>SOURCES/INFLOWS OF RESOURCES</b>	
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule	\$92,370,775
Differences—budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes.	(2,742,799)
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	(129,323)
The proceeds from the sale of the park land are budgetary resources but are regarded as a special item, rather than revenue, for financial reporting purposes.	(3,476,488)
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances—governmental funds.	<u>\$86,022,165</u>
<b>USES/OUTFLOWS OF RESOURCES</b>	
Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule	\$90,938,522
Differences—budget to GAAP:	
The City budgets for claims and compensated absences only to the extent expected to be paid, rather than on the modified accrual basis.	129,100
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	(186,690)
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes.	(2,163,759)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances—governmental funds.	<u>\$88,717,173</u>