

**CITY OF KNOXVILLE, TENNESSEE**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**June 30, 2004**  
**(in thousands)**

	Business-type Activities			Governmental Activities
	Knoxville Convention Center	Other Business-type Activities	Total	Internal Service Funds
<b>ASSETS</b>				
Current assets:				
Cash and temporary investments	\$ 50	\$ 505	\$ 555	\$ 1,160
Investments	-	4,299	4,299	23,250
Accounts receivable				
Net assets held by convention center managers	1,383	-	1,383	-
Other	652	286	938	61
Inventory	-	-	-	1,795
Prepaid items	-	-	-	499
Total current assets	2,085	5,090	7,175	26,765
Noncurrent assets:				
Investment in capital lease	-	861	861	-
Deferred charges	853	13	866	-
Capital assets:				
Land and site improvements	2,952	3,090	6,042	-
Building and building improvements	180,065	26,392	206,457	196
Equipment, furniture and fixtures	2,616	391	3,007	49,589
Less accumulated depreciation	(18,598)	(18,101)	(36,699)	(35,323)
Net capital assets	167,035	11,772	178,807	14,462
Total noncurrent assets	167,888	12,646	180,534	14,462
Total assets	\$ 169,973	\$ 17,736	\$ 187,709	\$ 41,227
<b>LIABILITIES AND NET ASSETS</b>				
Current liabilities:				
Accounts payable	\$ 260	\$ 105	\$ 365	\$ 242
Accrued liabilities	-	148	148	336
Accrued interest	623	11	634	-
Due to other funds	933	134	1,067	3,903
Current maturities of general obligation bonds	3,175	394	3,569	-
Deferred revenue	-	92	92	-
Estimated liability for litigation and claims	-	-	-	5,592
Total current liabilities	4,991	884	5,875	10,073
General obligation bonds (net of discount), less current maturities	152,959	1,209	154,168	-
Total liabilities	157,950	2,093	160,043	10,073
Net assets:				
Invested in capital assets, net of related debt	10,901	10,169	21,070	14,462
Unrestricted	1,122	5,474	6,596	16,692
Total net assets	12,023	15,643	27,666	31,154
Total liabilities and net assets	\$ 169,973	\$ 17,736	\$ 187,709	\$ 41,227
<b>Reconciliation of net assets to statement of net assets</b>				
Net assets of total business-type proprietary funds			\$ 27,666	
Losses of internal service funds related to business-type activities			(370)	
Business-type net assets included in the statement of net assets			\$ 27,296	

The accompanying notes are an integral part of these financial statements.