

**CITY OF KNOXVILLE, TENNESSEE**

**Notes to Financial Statements**

**June 30, 2004**

(amounts expressed in thousands)

**NOTE 22 – PRIOR PERIOD ADJUSTMENT**

Beginning net assets in the statement of activities have been adjusted by \$80,072 to correct recognition of property taxes that met the recognition requirements as a receivable under accounting principles generally accepted in the United States of America but should have been included as deferred revenue on the statement of net assets because the levy date was after June 30, 2003.