

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1998

NOTE 18. PRIOR PERIOD ADJUSTMENTS (Continued):

	General Fund	Expendable Trust Fund	General Fixed Assets
To increase deferred revenue for the additional portion of accounts receivable from other states not collected within 60 days		(24,410)	
To decrease allowance for uncollectibles for accounts receivable for benefit overpayments to equal amount computed based on historical average		4,322,700	
To increase deferred revenue for that portion of accounts receivable for benefit overpayments to net of receivable less provision for uncollectible and portion of receivable not collected within 60 days		(3,871,077)	
To increase due to grantor due for additional revenue recorded from benefit overpayments		(25,416)	
To decrease accounts payable for overstatement of JTPA payables as of June 30, 1997	424,759		
To decrease due from grantor for overstatement due to overstatement of JTPA payables	(424,759)		
To increase accounts payable for understatement due to omission of certain funds	(714,392)		
To increase due from grantor and other assets for understatement due to omission of certain funds	738		
To increase cash to reconciled balance	165,468		
To increase cash and cash equivalents for understatement due to omission of certain funds	674,275		
To decrease general fixed assets to agree with detailed listings			(312,264)
To reduce equipment balance for change in capitalization policy			(1,538,056)
Totals	<u>\$ 2,922,891</u>	<u>\$42,818,926</u>	<u>\$ (1,850,320)</u>

Also, see Note 6 for the \$1,019,125 adjustment to the beginning balances of capital leases payable in the general long-term debt account group. Also, the cash and due to grantor balances at June 30, 1997 were overstated by \$3,492 and revenues and expenditures were overstated by \$23,380 for the expendable trust fund – trade readjustment for the year ended June 30, 1997.

NOTE 19. CHANGES IN CLASSIFICATION:

The following adjustments were required to correct errors involving the application of accounting principles regarding proper asset, liability, and revenue account classification. These classification adjustments did not affect net fund balances.

- 1 Interest income receivable of approximately \$10.8 million was included as cash instead of accrued interest receivable in the basic unemployment compensation expendable trust fund.