

NOTE 20 Beginning Fund Balance/Equity, Restated ( \$ 000's )

Fund Reclassifications

Beginning fund balances/equities have been restated as a result of the County's reclassifications to the Wastewater Management Enterprise Fund from the following funds: the Solid Waste Department in the General Fund, the Recycling and Tire operation in Other Special Revenue Fund, and the Hazardous Mitigation operation in the Environmental Quality Special Revenue Fund. The following is a summary of those beginning fund balance/equity adjustments:

Wastewater	General Fund	Other Special Revenue Fund	Environmental Quality Special Revenue Fund	Management Enterprise Fund
Fund balance/equity at June 30, 1997, as previously reported	\$ 7,392	\$ 9,383	\$ 951	\$ 298,022
Solid Waste-				
Fund balance/equity reclassification	514			( 514)
General fixed asset reclassification				6,150
General long-term debt reclassification				( 11,930)
Recycling and Tire Fund		140		( 140)
Hazardous Mitigation Fund			( 82)	82
Fund balance/equity at July 1, 1997, as adjusted	\$ 7,906	\$ 9,523	\$ 869	\$ 291,670

Also, the above reclassification resulted in the Wastewater Management Enterprise Fund's cash and cash equivalents as of July 1, 1997 being reduced by \$ 889 in the Combined Statement of Cash Flows- All Proprietary Fund Types and Discretely Presented Component Units.

Change in Accounting Principle

During the fiscal year ended June 30, 1998, the Southwestern Fair Commission re-issued its June 30, 1997 financial statements to reflect adoption of a change in accounting principle effective July 1, 1996. The change in accounting principle related to capitalizing capital improvements that were previously expensed in the financial statements. The effect of the change from the previously issued June 30, 1997 financial statements was to increase equipment by \$ 2,064 and accumulated depreciation by \$ 524. This resulted in a change in fund equity at June 30, 1997 from \$ ( 155 ) to \$ 1,385.

GASB Statement No. 31

For the year ended June 30, 1998, the County adopted the provisions of Statement No. 31 of the Governmental Accounting Standards Board ( GASB ), Accounting and Financial Reporting for Certain Investments and for External Investment Pools. The new standard requires certain investments to be reported at fair value rather than at cost. It also requires sponsors of external investment pools, such as the County Treasurer's Investment Pool, to disclose certain information. See Cash and Investments Note 3.

Also as a result of adopting the provisions of GASB Statement No. 31, the County reported a new fiduciary fund type, Investment Trust Fund, consisting of certain monies previously reported as assets and liabilities in the Agency Fund. The reclassified amount of \$ 146,170 at cost which approximated fair value was the adjusted beginning fund balance of the newly created Investment Trust Funds.