

Exhibit B

Cocke County, Tennessee  
Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2003

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway/ Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>Revenues</u>						
Local Taxes	\$ 5,137,685	\$ 605,682	\$ 1,874,264	\$ 0	\$ 0	\$ 7,617,631
Licenses and Permits	59,490	0	0	0	0	59,490
Fines, Forfeitures and Penalties	179,832	0	0	0	25,483	205,315
Charges for Current Services	276,807	0	0	0	1,175,869	1,452,676
Other Local Revenues	78,544	15,523	557,689	3,250	142,170	797,176
State of Tennessee	750,389	1,940,368	42,272	0	18,062	2,751,091
Federal Government	105,603	12,328	0	288,797	6,642	413,370
Other Governments and Citizens Groups	43,501	0	0	0	315,328	358,829
<b>Total Revenues</b>	<b>\$ 6,631,851</b>	<b>\$ 2,573,901</b>	<b>\$ 2,474,225</b>	<b>\$ 292,047</b>	<b>\$ 1,683,554</b>	<b>\$ 13,655,578</b>
<u>Expenditures</u>						
Current:						
General Government	\$ 714,609	\$ 0	\$ 0	\$ 0	\$ 0	\$ 714,609
Finance	371,836	0	0	0	389,928	761,764
Administration of Justice	709,365	0	0	0	1,100	710,465
Public Safety	2,855,429	0	0	0	29,179	2,884,608
Public Health and Welfare	253,153	0	0	0	1,294,096	1,547,249
Social, Cultural, and Recreational Services	171,267	0	0	0	0	171,267
Agricultural and Natural Resources	48,662	0	0	0	0	48,662
Other Operations	2,165,459	0	0	0	0	2,165,459
Highways	57,760	2,630,948	0	0	0	2,688,708
Debt Service:						
Principal	64,327	0	790,600	0	145,000	999,927
Interest	3,860	0	790,423	0	170,328	964,611
Other Debt Service	0	0	140,248	0	52	140,300
Capital Projects	0	0	0	5,220,307	246,202	5,466,509
<b>Total Expenditures</b>	<b>\$ 7,415,727</b>	<b>\$ 2,630,948</b>	<b>\$ 1,721,271</b>	<b>\$ 5,220,307</b>	<b>\$ 2,275,885</b>	<b>\$ 19,264,138</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (783,876)	\$ (57,047)	\$ 752,954	\$ (4,928,260)	\$ (592,331)	\$ (5,608,560)
<u>Other Financing Sources (Uses)</u>						
Other Loans Issued	\$ 0	\$ 0	\$ 137,355	\$ 4,944,956	\$ 881,851	\$ 5,964,162
Transfers In	703,353	0	0	0	1,126,783	1,830,136
Transfers Out	(1,126,783)	0	0	0	(703,353)	(1,830,136)
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (423,430)</b>	<b>\$ 0</b>	<b>\$ 137,355</b>	<b>\$ 4,944,956</b>	<b>\$ 1,305,281</b>	<b>\$ 5,964,162</b>
Net Change in Fund Balances	\$ (1,207,306)	\$ (57,047)	\$ 890,309	\$ 16,696	\$ 712,950	\$ 355,602
Fund Balance, July 1, 2002	1,332,719	353,092	4,483,529	0	855,744	7,025,084
Fund Balance, June 30, 2003	\$ 125,413	\$ 296,045	\$ 5,373,838	\$ 16,696	\$ 1,568,694	\$ 7,380,686

The notes to the financial statements are an integral part of this statement.