

Exhibit B

Greene County, Tennessee  
Statement of Activities  
For the Year Ended June 30, 2003

| <u>Functions/Programs</u>                                    | Program Revenues     |                      |                                    |                                  | Net (Expense)          |
|--|----------------------|----------------------|------------------------------------|----------------------------------|------------------------|
|  | Expenses             | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Revenue and            |
|  |                      |                      |                                    |                                  | Changes in Net Assets  |
|  | Primary Government   |                      |                                    |                                  | Governmental           |
|  |                      |                      |                                    |                                  | Activities and Total   |
| <u>Primary Government:</u>                                   |                      |                      |                                    |                                  |                        |
| Governmental Activities:                                     |                      |                      |                                    |                                  |                        |
| General Government   | \$ 1,100,026         | \$ 490,874           | \$ 18,000                          | \$ 187,619                       | \$ (403,533)           |
| Finance  | 1,311,610            | 1,078,032            | 32,348                             | 0                                | (201,230)              |
| Administration of Justice                                    | 1,129,659            | 1,244,037            | 25,397                             | 0                                | 139,775                |
| Public Safety  | 7,596,920            | 2,316,637            | 88,612                             | 31,472                           | (5,160,199)            |
| Public Health and Welfare                                    | 4,867,122            | 2,118,573            | 328,713                            | 0                                | (2,419,836)            |
| Social, Cultural and Recreational Services                   | 71,994               | 0                    | 0                                  | 0                                | (71,994)               |
| Agricultural and Natural Resources                           | 153,734              | 0                    | 0                                  | 0                                | (153,734)              |
| Other Operations   | 540,680              | 0                    | 0                                  | 0                                | (540,680)              |
| Highways   | 5,279,547            | 38,000               | 2,175,630                          | 812,916                          | (2,253,001)            |
| Education  | 807,056              | 0                    | 249,183                            | 0                                | (557,873)              |
| Debt Service:  |                      |                      |                                    |                                  |                        |
| Interest on General Long-Term Debt                           | 1,637,215            | 0                    | 0                                  | 0                                | (1,637,215)            |
| Other Debt Service   | 84,808               | 0                    | 0                                  | 0                                | (84,808)               |
| <b>Total Primary Government</b>                              | <b>\$ 24,580,371</b> | <b>\$ 7,286,153</b>  | <b>\$ 2,917,883</b>                | <b>\$ 1,032,007</b>              | <b>\$ (13,344,328)</b> |
| General Revenues:  |                      |                      |                                    |                                  |                        |
| Property Taxes   |                      |                      |                                    | \$ 9,073,268                     |                        |
| Sales Taxes  |                      |                      |                                    | 1,412,257                        |                        |
| Franchise Taxes  |                      |                      |                                    | 141,784                          |                        |
| Other Taxes  |                      |                      |                                    | 2,710,974                        |                        |
| Grants and Contributions not restricted to specific programs |                      |                      |                                    | 888,054                          |                        |
| Unrestricted Investment Income                               |                      |                      |                                    | 429,643                          |                        |
| Gain on Sale/Disposal of Capital Assets                      |                      |                      |                                    | 172,328                          |                        |
| Miscellaneous  |                      |                      |                                    | 7,228                            |                        |
| <b>Total General Revenues</b>                                |                      |                      |                                    | <b>\$ 14,835,536</b>             |                        |
| Change in Net Assets   |                      |                      |                                    | \$ 1,491,208                     |                        |
| Net Assets - Beginning                                       |                      |                      |                                    | 496,429                          |                        |
| Net Assets - Ending  |                      |                      |                                    | <b>\$ 1,987,637</b>              |                        |

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