

Exhibit B

Blount County, Tennessee
Statement of Activities
For the Year Ended June 30, 2004

	Net (Expense) Revenue and Changes in Net Assets										
	Program Revenues				Primary Government	Component Units					
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental and Total	Blount County School Department	Industrial Development Board	Blount County Children's Home	Blount Memorial Hospital	Emergency Communications District	Public Building Authority
Functions/Programs											
Primary Government:											
Governmental Activities:											
General Government	\$ 5,430,866	\$ 1,735,416	\$ 38,712	\$ 0	\$ (3,656,738)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	3,563,683	2,242,694	27,801	0	(1,293,188)	0	0	0	0	0	0
Administration of Justice	4,673,361	2,462,591	164,441	0	(2,046,329)	0	0	0	0	0	0
Public Safety	14,205,852	4,009,453	627,675	0	(9,568,724)	0	0	0	0	0	0
Public Health and Welfare	2,382,789	229,657	310,748	246,562	(1,595,822)	0	0	0	0	0	0
Social, Cultural and Recreational Services	3,449,953	137,777	637,916	0	(2,674,260)	0	0	0	0	0	0
Agricultural and Natural Resources	228,265	0	0	0	(228,265)	0	0	0	0	0	0
Other Operations	2,814,754	0	17,160	0	(2,797,594)	0	0	0	0	0	0
Highways	9,049,039	240,798	2,509,217	5,862,595	(436,429)	0	0	0	0	0	0
Education	20,527,255	7,653,220	142,000	0	(12,732,035)	0	0	0	0	0	0
Debt Service:											
Interest	5,393,155	0	0	0	(5,393,155)	0	0	0	0	0	0
Other Debt Service	222,176	0	0	0	(222,176)	0	0	0	0	0	0
Total Primary Government	\$ 71,941,148	\$ 18,711,606	\$ 4,475,670	\$ 6,109,157	\$ (42,644,715)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Component Units:											
Blount County School Department	\$ 68,896,160	\$ 3,729,497	\$ 8,370,664	\$ 8,372,823	\$ 0	\$ (48,423,176)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Industrial Development Board	1,483,901	524,558	1,190,196	0	0	0	230,853	0	0	0	0
Blount County Children's Home	401,587	0	215,783	0	0	0	(185,804)	0	0	0	0
Blount Memorial Hospital	137,000,821	127,520,906	10,688,078	0	0	0	0	1,208,163	0	0	0
Emergency Communications District	1,504,762	630,543	152,458	0	0	0	0	0	(721,761)	0	0
Public Building Authority	146,515	572,788	0	0	0	0	0	0	0	0	426,273
Total Component Units	\$ 209,433,746	\$ 132,978,292	\$ 20,617,179	\$ 8,372,823	\$ 0	\$ (48,423,176)	\$ 230,853	\$ (185,804)	\$ 1,208,163	\$ (721,761)	\$ 426,273
General Revenues:											
Property Taxes	\$ 20,519,109	\$ 13,276,553	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Sales Taxes	2,051,999	9,047,945	0	0	0	0	0	0	0	0	0
Other Taxes	2,940,085	380,830	0	0	0	0	0	0	0	0	0
Grants and Contributions not restricted to specific programs	1,786,291	32,586,709	5,733	122,015	1,132,710	547,260	0	0	0	0	0
Unrestricted Investment Income	315,668	141,350	16,326	47,382	1,409,174	4,741	442,846	0	0	0	0
Miscellaneous	67,025	220,158	21,617	8,475	0	55,392	0	0	0	0	0
Total General Revenues	\$ 27,680,177	\$ 55,653,545	\$ 43,676	\$ 177,872	\$ 2,541,884	\$ 607,393	\$ 442,846	\$ 0	\$ 0	\$ 0	\$ 0
Change in Net Assets	\$ (14,964,538)	\$ 7,230,369	\$ 274,529	\$ (7,932)	\$ 3,750,047	\$ (114,368)	\$ 869,119	\$ 238,627	\$ 1,789,756	\$ 1,675,388	\$ 1,107,746
Net Assets - Beginning	4,019,660	81,325,916	12,371,584	1,026,366	119,428,622	1,789,756	238,627	0	0	0	0
Prior Period Adjustment	294,371	0	0	0	0	0	0	0	0	0	0
Net Assets - Ending	\$ (10,650,507)	\$ 88,556,285	\$ 12,646,113	\$ 1,018,434	\$ 123,178,669	\$ 1,675,388	\$ 1,107,746	\$ 0	\$ 0	\$ 0	\$ 0

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