

Exhibit B

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 1,406,434	\$ 1,415,927	\$ 59,620	\$ 0	\$ 69,113	\$ 0	\$ 69,113
Finance	985,800	811,403	28,185	0	(146,212)	0	(146,212)
Administration of Justice	955,442	776,606	46,364	0	(132,472)	0	(132,472)
Public Safety	3,794,815	335,972	23,929	146,366	(3,288,548)	0	(3,288,548)
Public Health and Welfare	2,796,779	709,598	53,706	126,400	(1,907,075)	0	(1,907,075)
Social, Cultural and Rec Services	315,293	0	0	0	(315,293)	0	(315,293)
Agriculture & Natural Resources	98,223	0	0	0	(98,223)	0	(98,223)
Other Operations	537,354	0	228,190	0	(309,164)	0	(309,164)
Highways/Public Works	3,552,810	2,527	1,606,118	1,228,443	(715,722)	0	(715,722)
Education	4,874,743	0	0	0	(4,874,743)	0	(4,874,743)
Interest on Long-term Debt	1,400,106	0	0	0	(1,400,106)	0	(1,400,106)
Other Debt Service	91,985	0	0	0	(91,985)	0	(91,985)
Total Governmental Activities	\$ 20,809,784	\$ 4,052,033	\$ 2,046,112	\$ 1,501,209	\$ (13,210,430)	\$ 0	\$ (13,210,430)
Business-type Activities:							
Health Service Center	\$ 512,738	\$ 283,069	\$ 408,419	\$ 0	\$ 0	\$ 178,750	\$ 178,750
Total Business-type Activities	\$ 512,738	\$ 283,069	\$ 408,419	\$ 0	\$ 0	\$ 178,750	\$ 178,750
Total Primary Government	\$ 21,322,522	\$ 4,335,102	\$ 2,454,531	\$ 1,501,209	\$ (13,210,430)	\$ 178,750	\$ (13,031,680)

(Continued)

Exhibit B

Cheatham County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
General Revenues:							
Taxes:							
Property taxes levied for general purposes					\$ 5,062,792	\$ 0	\$ 5,062,792
Property taxes levied for debt service					3,438,221	0	3,438,221
Local option sales tax					1,061,014	0	1,061,014
Other local taxes					3,101,727	0	3,101,727
Grants & contributions not restricted for specific programs					577,796	0	577,796
Unrestricted investment earnings					173,514	40	173,554
Gain on sale of capital assets					168,004	0	168,004
Miscellaneous					134,990	0	134,990
Total General Revenues					\$ 13,718,058	\$ 40	\$ 13,718,098
Change in net assets					\$ 507,628	\$ 178,790	\$ 686,418
Operating transfers					(96,360)	96,360	0
Transfer of capital assets					501,261	(501,261)	0
Prior period adjustment					8,142,007	0	8,142,007
Net assets, July 1, 2003					(19,705,102)	226,111	(19,478,991)
Net assets, June 30, 2004					\$ (10,650,566)	\$ 0	\$ (10,650,566)

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