

Exhibit B

Clay County, Tennessee
Statement of Revenues, Expenditures
and Changes in Fund Balances -
Governmental Funds
Clay County School Department
For the Year Ended June 30, 2004

	<u>Major Funds</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Education</u>	<u>Funds</u>	
	<u>Purpose</u>	<u>Capital</u>	<u>Other</u>	<u>Governmental</u>
	<u>School</u>	<u>Projects</u>	<u>Governmental</u>	<u>Funds</u>
			<u>Funds</u>	<u>Funds</u>
<u>Revenues</u>				
Local Taxes	\$ 1,571,536	\$ 0	\$ 0	\$ 1,571,536
Licenses and Permits	1,439	0	0	1,439
Charges for Current Services	22,637	0	123,081	145,718
Other Local Revenues	52,155	0	3,742	55,897
State of Tennessee	5,447,043	0	0	5,447,043
Federal Government	190,619	0	1,090,537	1,281,156
Total Revenues	\$ 7,285,429	\$ 0	\$ 1,217,360	\$ 8,502,789
<u>Expenditures</u>				
Current:				
Other Operations	\$ 14,269	\$ 0	\$ 0	\$ 14,269
Instruction	4,367,067	0	496,146	4,863,213
Support Services	2,082,230	0	206,964	2,289,194
Operation of Non-Instructional Services	74,534	0	449,542	524,076
Capital Outlay	126,568	0	0	126,568
Debt Service:				
Principal	618,000	0	0	618,000
Interest	100,509	0	0	100,509
Other Debt Service	31,921	0	0	31,921
Capital Projects	0	1,953,454	0	1,953,454
Total Expenditures	\$ 7,415,098	\$ 1,953,454	\$ 1,152,652	\$ 10,521,204
Excess (Deficiency) of Revenues				
Over Expenditures	\$ (129,669)	\$ (1,953,454)	\$ 64,708	\$ (2,018,415)
<u>Other Financing Sources (Uses)</u>				
Other Loans Issued	\$ 0	\$ 2,010,823	\$ 0	\$ 2,010,823
Transfers In	40,517	9,531	0	50,048
Transfers Out	(9,531)	0	(40,517)	(50,048)
Total Other Financing Sources (Uses)	\$ 30,986	\$ 2,020,354	\$ (40,517)	\$ 2,010,823
Net Change in Fund Balances	\$ (98,683)	\$ 66,900	\$ 24,191	\$ (7,592)
Fund Balance, July 1, 2003	1,921,509	21,868	163,750	2,107,127
Fund Balance, June 30, 2004	\$ 1,822,826	\$ 88,768	\$ 187,941	\$ 2,099,535

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