

Exhibit B

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway/ Public Works	General Debt Service	Other Govern- mental Funds	
<u>Revenues</u>					
Local Taxes	\$ 6,855,203	\$ 636,724	\$ 1,960,704	\$ 0	\$ 9,452,631
Licenses and Permits	64,014	0	0	0	64,014
Fines, Forfeitures and Penalties	163,220	0	0	19,332	182,552
Charges for Current Services	241,523	0	0	455,028	696,551
Other Local Revenues	192,892	9,793	103,910	43,216	349,811
Fees Received from County Officials	840,140	0	0	0	840,140
State of Tennessee	684,660	2,083,525	36,806	27,419	2,832,410
Federal Government	338,289	215,037	0	211,582	764,908
Other Governments and Citizens Groups	36,175	0	0	82,191	118,366
Total Revenues	\$ 9,416,116	\$ 2,945,079	\$ 2,101,420	\$ 838,768	\$ 15,301,383
<u>Expenditures</u>					
Current:					
General Government	\$ 823,627	\$ 0	\$ 0	\$ 0	\$ 823,627
Finance	450,189	0	0	398,969	849,158
Administration of Justice	895,477	0	0	7,778	903,255
Public Safety	3,910,487	0	0	17,744	3,928,231
Public Health and Welfare	309,618	0	0	1,110,450	1,420,068
Social, Cultural, and Recreational Services	172,296	0	0	0	172,296
Agricultural and Natural Resources	49,521	0	0	0	49,521
Other Operations	950,759	0	0	0	950,759
Highways	71,719	2,571,335	0	0	2,643,054
Debt Service:					
Principal	0	0	1,077,600	195,000	1,272,600
Interest	0	0	629,392	111,029	740,421
Other Debt Service	0	0	225,243	71,537	296,780
Capital Projects	0	0	0	2,024,770	2,024,770
Total Expenditures	\$ 7,633,693	\$ 2,571,335	\$ 1,932,235	\$ 3,937,277	\$ 16,074,540
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,782,423	\$ 373,744	\$ 169,185	\$ (3,098,509)	\$ (773,157)
<u>Other Financing Sources (Uses)</u>					
Refunding Debt Issued	\$ 0	\$ 0	\$ 11,500,000	\$ 3,215,000	\$ 14,715,000
Premiums on Debt Issued	0	0	627,582	0	627,582
Other Loans Issued	240,000	0	0	1,811,794	2,051,794
Transfers In	0	0	0	1,038,100	1,038,100
Transfers Out	(1,038,100)	0	0	0	(1,038,100)
Discounts on Debt Issued	0	0	0	(8,425)	(8,425)
Payments to Refunded Debt Escrow Agent	0	0	(12,578,400)	(3,206,575)	(15,784,975)
Total Other Financing Sources (Uses)	\$ (798,100)	\$ 0	\$ (450,818)	\$ 2,849,894	\$ 1,600,976
Net Change in Fund Balances	\$ 984,323	\$ 373,744	\$ (281,633)	\$ (248,615)	\$ 827,819
Fund Balance, July 1, 2003	125,413	296,045	5,373,838	1,585,390	7,380,686
Fund Balance, June 30, 2004	\$ 1,109,736	\$ 669,789	\$ 5,092,205	\$ 1,336,775	\$ 8,208,505

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