

Exhibit B

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

Functions/Programs	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 Activities and Total	Hamblen County School Department	Emergency Communications District
Primary Government:							
Governmental Activities:							
General Government	\$ 1,480,429	\$ 727,697	\$ 41,243	\$ 0	\$ (711,489)	\$ 0	\$ 0
Finance	1,518,286	1,427,620	17,675	0	(72,991)	0	0
Administration of Justice	1,202,897	993,127	27,903	0	(181,867)	0	0
Public Safety	3,831,140	526,121	123,727	100,596	(3,080,696)	0	0
Public Health and Welfare	2,565,842	265,481	133,991	435,905	(1,730,465)	0	0
Social, Cultural and Recreational Services	754,611	216,435	116	2,500	(535,560)	0	0
Agricultural and Natural Resources	136,640	0	0	0	(136,640)	0	0
Other Operations	991,801	41,800	0	45,399	(904,602)	0	0
Highways	1,983,360	0	1,647,761	283,184	(52,415)	0	0
Education	167,099	0	0	0	(167,099)	0	0
Debt Service:							
Interest	2,343,254	0	0	0	(2,343,254)	0	0
Other Debt Service	117,892	0	0	0	(117,892)	0	0
Total Primary Government	\$ 17,093,251	\$ 4,198,281	\$ 1,992,416	\$ 867,584	\$ (10,034,970)	\$ 0	\$ 0
Component Units:							
Hamblen County School Department	\$ 56,877,621	\$ 2,145,330	\$ 6,001,019	\$ 419,168	\$ 0	\$ (48,312,104)	\$ 0
Emergency Communications District	815,675	452,260	15,000	0	0	0	(348,415)
Total Component Units	\$ 57,693,296	\$ 2,597,590	\$ 6,016,019	\$ 419,168	\$ 0	\$ (48,312,104)	\$ (348,415)
General Revenues:							
Property Taxes					\$ 8,481,789	\$ 12,714,662	\$ 0
Sales Taxes					544,234	9,255,380	0
Other Taxes					1,790,276	806,452	0
Grants and Contributions not restricted to specific programs					1,438,664	25,840,916	313,572
Unrestricted Investment Income					198,353	7,248	1,879
Miscellaneous					219,917	317,885	1,098
Total General Revenues					\$ 12,673,233	\$ 48,942,543	\$ 316,549
Change in Net Assets					\$ 2,638,263	\$ 630,439	\$ (31,866)
Net Assets - Beginning					(18,072,047)	52,018,635	609,645
Prior Period Adjustment					(252,951)	0	0
Net Assets - Ending					\$ (15,686,735)	\$ 52,649,074	\$ 577,779

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