

## Exhibit B

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

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Other Govern- mental Fund	
<b>Revenues</b>				
Local Taxes	\$ 792,880	\$ 0	\$ 0	\$ 792,880
Licenses and Permits	618	0	0	618
Charges for Current Services	0	0	86,600	86,600
Other Local Revenues	13,686	0	2,420	16,106
State of Tennessee	5,338,809	0	19,198	5,358,007
Federal Government	217,822	1,137,640	341,753	1,697,215
Other Governments and Citizens Groups	8,335	0	0	8,335
<b>Total Revenues</b>	<b>\$ 6,372,150</b>	<b>\$ 1,137,640</b>	<b>\$ 449,971</b>	<b>\$ 7,959,761</b>
<b>Expenditures</b>				
Current:				
Instruction	\$ 3,287,805	\$ 688,912	\$ 0	\$ 3,976,717
Support Services	2,280,635	484,842	0	2,765,477
Operation of Non-Instructional Services	31,744	0	455,592	487,336
Capital Outlay	166,351	0	0	166,351
Debt Service:				
Principal	38,328	0	0	38,328
Interest	2,764	0	0	2,764
Other Debt Service	280,749	0	0	280,749
<b>Total Expenditures</b>	<b>\$ 6,088,376</b>	<b>\$ 1,173,754</b>	<b>\$ 455,592</b>	<b>\$ 7,717,722</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ 283,774	\$ (36,114)	\$ (5,621)	\$ 242,039
<b>Other Financing Sources (Uses)</b>				
Notes Issued	\$ 117,000	\$ 0	\$ 0	\$ 117,000
Transfers In	4,522	0	5,283	9,805
Transfers Out	(5,283)	(4,522)	0	(9,805)
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 116,239</b>	<b>\$ (4,522)</b>	<b>\$ 5,283</b>	<b>\$ 117,000</b>
Net Change in Fund Balances	\$ 400,013	\$ (40,636)	\$ (338)	\$ 359,039
Fund Balance, July 1, 2003	2,393,015	59,497	126,281	2,578,793
Fund Balance, June 30, 2004	\$ 2,793,028	\$ 18,861	\$ 125,943	\$ 2,937,832

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