

Exhibit B

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

	Major Funds			Nonmajor	Total
	General	Highway/ Public Works	General Debt Service	Other Govern- mental Funds	
<u>Revenues</u>					
Local Taxes	\$ 1,808,185	\$ 281,546	\$ 834,393	\$ 195,225	\$ 3,119,349
Licenses and Permits	2,824	0	0	0	2,824
Fines, Forfeitures and Penalties	171,362	0	0	19,131	190,493
Charges for Current Services	43,512	0	0	516,916	560,428
Other Local Revenues	98,175	89,851	65,210	110,097	363,333
Fees Received from County Officials	759,439	0	0	0	759,439
State of Tennessee	525,718	2,315,306	0	150,190	2,991,214
Federal Government	72,848	0	0	0	72,848
Other Governments and Citizens Groups	15,640	31,909	725,239	0	772,788
Total Revenues	<u>\$ 3,497,703</u>	<u>\$ 2,718,612</u>	<u>\$ 1,624,842</u>	<u>\$ 991,559</u>	<u>\$ 8,832,716</u>
<u>Expenditures</u>					
Current:					
General Government	\$ 552,199	\$ 0	\$ 0	\$ 81,055	\$ 633,254
Finance	409,710	0	0	0	409,710
Administration of Justice	400,141	0	0	3,040	403,181
Public Safety	3,314,350	0	0	22,606	3,336,956
Public Health and Welfare	107,891	0	0	871,768	979,659
Social, Cultural, and Recreational Services	95,192	0	0	2,110	97,302
Agricultural and Natural Resources	96,475	0	0	0	96,475
Other Operations	847,288	0	0	115,098	962,386
Highways	37,017	2,276,539	0	1,849	2,315,405
Debt Service:					
Principal	0	0	1,999,639	0	1,999,639
Interest	0	0	703,179	0	703,179
Other Debt Service	0	0	26,262	0	26,262
Total Expenditures	<u>\$ 5,860,263</u>	<u>\$ 2,276,539</u>	<u>\$ 2,729,080</u>	<u>\$ 1,097,526</u>	<u>\$ 11,963,408</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (2,362,560)</u>	<u>\$ 442,073</u>	<u>\$ (1,104,238)</u>	<u>\$ (105,967)</u>	<u>\$ (3,130,692)</u>
<u>Other Financing Sources (Uses)</u>					
Notes Issued	\$ 134,967	\$ 0	\$ 0	\$ 0	\$ 134,967
Other Loans Issued	1,750,000	0	0	0	1,750,000
Transfers In	0	0	680,550	87,000	767,550
Transfers Out	(87,000)	(680,550)	0	0	(767,550)
Total Other Financing Sources (Uses)	<u>\$ 1,797,967</u>	<u>\$ (680,550)</u>	<u>\$ 680,550</u>	<u>\$ 87,000</u>	<u>\$ 1,884,967</u>
Net Change in Fund Balances	\$ (564,593)	\$ (238,477)	\$ (423,688)	\$ (18,967)	\$ (1,245,725)
Fund Balance, July 1, 2003	545,273	933,546	1,660,135	175,857	3,314,811
Fund Balance, June 30, 2004	<u>\$ (19,320)</u>	<u>\$ 695,069</u>	<u>\$ 1,236,447</u>	<u>\$ 156,890</u>	<u>\$ 2,069,086</u>

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