

Exhibit B

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Unit Madison County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 2,609,332	\$ 1,276,025	\$ 431,778	\$ 0	\$ (901,529)	\$ 0
Finance	2,444,499	2,583,695	24,515	0	163,711	0
Administration of Justice	3,593,800	2,476,029	0	0	(1,117,771)	0
Public Safety	25,771,614	4,304,400	1,062,739	0	(20,404,475)	0
Public Health and Welfare	8,215,280	1,544,728	3,414,979	0	(3,255,573)	0
Social, Cultural and Rec Services	2,405,280	266,411	0	49,351	(2,089,518)	0
Agriculture & Natural Resources	387,975	24,073	0	0	(363,902)	0
Other Operations	1,343,036	178,419	0	220,006	(944,611)	0
Highways/Public Works	5,551,400	442,938	2,350,304	783,642	(1,974,516)	0
Interest on Long-term Debt	4,004,640	0	146,431	0	(3,858,209)	0
Other Debt Service	183,197	0	0	0	(183,197)	0
Total Primary Government	\$ 56,510,053	\$ 13,096,718	\$ 7,430,746	\$ 1,052,999	\$ (34,929,590)	\$ 0
Component Unit:						
Madison County School Department	\$ 107,150,464	\$ 6,289,965	\$ 11,240,944	\$ 20,699	\$ 0	\$ (89,598,856)

(Continued)

Exhibit B

Madison County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Unit Madison County School Department
General Revenues:						
Taxes:						
Property taxes levied for general purposes					\$ 13,612,482	\$ 13,948,804
Property taxes levied for debt service					7,655,847	0
Local option sales tax					1,114,632	30,728,618
Other local taxes					2,398,257	15,124
Grants & Contributions not restricted for specific programs					1,358,640	37,196,019
Unrestricted Investment Earnings					238,569	211,982
Miscellaneous					151,609	94,182
Proceeds from Sale of Capital Assets					683,971	0
Extraordinary Item - Tornado Damage					7,717,213	7,166,547
Total General Revenues					\$ 34,931,220	\$ 89,361,276
Change in net assets					\$ 1,630	\$ (237,580)
Net assets, July 1, 2003					(47,555,967)	96,379,883
Prior Period Adjustment					213,114	0
Net assets, June 30, 2004					\$ (47,341,223)	\$ 96,142,303

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