

Exhibit B

The Metropolitan Government of Lynchburg, Moore 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	Other Govern- mental Funds	
<u>Revenues</u>				
Local Taxes	\$ 1,280,342	\$ 54,966	\$ 277,827	\$ 1,613,135
Licenses and Permits	7,463	0	1,816	9,279
Fines, Forfeitures and Penalties	24,935	0	35,815	60,750
Charges for Current Services	100,966	0	157,709	258,675
Other Local Revenues	75,936	9,094	4,396	89,426
Fees Received from County Officials	220,000	0	0	220,000
State of Tennessee	371,583	1,369,254	14,130	1,754,967
Federal Government	219,576	0	0	219,576
Other Governments and Citizens Groups	4,400	0	0	4,400
Total Revenues	<u>\$ 2,305,201</u>	<u>\$ 1,433,314</u>	<u>\$ 491,693</u>	<u>\$ 4,230,208</u>
<u>Expenditures</u>				
Current:				
General Government	\$ 250,860	\$ 0	\$ 11,042	\$ 261,902
Finance	156,293	0	0	156,293
Administration of Justice	160,604	0	0	160,604
Public Safety	731,691	0	35,479	767,170
Public Health and Welfare	238,355	0	201,172	439,527
Social, Cultural, and Recreational Services	114,387	0	0	114,387
Agricultural and Natural Resources	45,642	0	0	45,642
Other Operations	554,586	0	0	554,586
Highways	0	1,505,038	0	1,505,038
Debt Service:				
Principal	0	0	243,009	243,009
Interest	0	0	31,673	31,673
Other Debt Service	0	0	2,655	2,655
Total Expenditures	<u>\$ 2,252,418</u>	<u>\$ 1,505,038</u>	<u>\$ 525,030</u>	<u>\$ 4,282,486</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 52,783</u>	<u>\$ (71,724)</u>	<u>\$ (33,337)</u>	<u>\$ (52,278)</u>
<u>Other Financing Sources (Uses)</u>				
Notes Issued	\$ 44,000	\$ 0	\$ 0	\$ 44,000
Transfers In	0	0	9,740	9,740
Transfers Out	(9,740)	0	0	(9,740)
Total Other Financing Sources (Uses)	<u>\$ 34,260</u>	<u>\$ 0</u>	<u>\$ 9,740</u>	<u>\$ 44,000</u>
Net Change in Fund Balances	\$ 87,043	\$ (71,724)	\$ (23,597)	\$ (8,278)
Fund Balance, July 1, 2003	228,553	289,760	375,095	893,408
Fund Balance, June 30, 2004	<u>\$ 315,596</u>	<u>\$ 218,036</u>	<u>\$ 351,498</u>	<u>\$ 885,130</u>

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