

Exhibit B

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

	<u>Major Funds</u>		<u>Nonmajor</u>	<u>Total</u>
	<u>General</u>	<u>Education</u>	<u>Funds</u>	
			<u>Other</u>	
	<u>Purpose</u>	<u>Capital</u>	<u>Govern-</u>	<u>Governmental</u>
	<u>School</u>	<u>Projects</u>	<u>mental</u>	<u>Funds</u>
			<u>Funds</u>	
<u>Revenues</u>				
Local Taxes	\$ 3,170,028	\$ 0	\$ 0	\$ 3,170,028
Licenses and Permits	2,878	0	0	2,878
Fines, Forfeitures and Penalties	390	0	0	390
Charges for Current Services	0	0	375,922	375,922
Other Local Revenues	130,327	2,148	25,848	158,323
State of Tennessee	9,152,937	0	13,348	9,166,285
Federal Government	699,716	0	1,670,747	2,370,463
Other Governments and Citizens Groups	0	394,869	0	394,869
Total Revenues	<u>\$ 13,156,276</u>	<u>\$ 397,017</u>	<u>\$ 2,085,865</u>	<u>\$ 15,639,158</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 8,451,821	\$ 0	\$ 896,258	\$ 9,348,079
Support Services	4,011,934	0	171,676	4,183,610
Operation of Non-Instructional Services	60,098	0	992,468	1,052,566
Capital Outlay	18,901	0	0	18,901
Debt Service:				
Other Debt Service	400,000	0	0	400,000
Capital Projects	0	726,069	0	726,069
Total Expenditures	<u>\$ 12,942,754</u>	<u>\$ 726,069</u>	<u>\$ 2,060,402</u>	<u>\$ 15,729,225</u>
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 213,522	\$ (329,052)	\$ 25,463	\$ (90,067)
<u>Other Financing Sources (Uses)</u>				
Capital Leases Issued	\$ 0	\$ 0	\$ 26,261	\$ 26,261
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 26,261</u>	<u>\$ 26,261</u>
Net Change in Fund Balances	\$ 213,522	\$ (329,052)	\$ 51,724	\$ (63,806)
Fund Balance, July 1, 2003	391,529	748,994	400,818	1,541,341
Fund Balance, June 30, 2004	<u>\$ 605,051</u>	<u>\$ 419,942</u>	<u>\$ 452,542</u>	<u>\$ 1,477,535</u>

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