

Exhibit B

Smith County, Tennessee
Statement of Revenues, Expenditures
and Changes in Fund Balances -
Governmental Funds
Smith 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>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	\$ 3,440,236	\$ 0	\$ 0	\$ 3,440,236
Licenses and Permits	1,586	0	0	1,586
Charges for Current Services	35,284	0	652,237	687,521
Other Local Revenues	57,478	0	4,449	61,927
State of Tennessee	11,128,677	0	37,543	11,166,220
Federal Government	34,966	0	1,671,356	1,706,322
Other Governments and Citizens Groups	10,817	0	0	10,817
Total Revenues	<u>\$ 14,709,044</u>	<u>\$ 0</u>	<u>\$ 2,365,585</u>	<u>\$ 17,074,629</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 9,713,008	\$ 0	\$ 885,746	\$ 10,598,754
Support Services	4,521,363	0	237,051	4,758,414
Operation of Non-Instructional Services	34,029	0	1,207,297	1,241,326
Capital Outlay	712,042	0	0	712,042
Capital Projects	0	4,028,657	0	4,028,657
Total Expenditures	<u>\$ 14,980,442</u>	<u>\$ 4,028,657</u>	<u>\$ 2,330,094</u>	<u>\$ 21,339,193</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>\$ (271,398)</u>	<u>\$ (4,028,657)</u>	<u>\$ 35,491</u>	<u>\$ (4,264,564)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 12,889	\$ 4,685,000	\$ 0	\$ 4,697,889
Transfers Out	(4,685,000)	0	(12,889)	(4,697,889)
Total Other Financing Sources (Uses)	<u>\$ (4,672,111)</u>	<u>\$ 4,685,000</u>	<u>\$ (12,889)</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ (4,943,509)	\$ 656,343	\$ 22,602	\$ (4,264,564)
Fund Balance, July 1, 2003	8,681,028	(500,964)	398,317	8,578,381
Fund Balance, June 30, 2004	<u>\$ 3,737,519</u>	<u>\$ 155,379</u>	<u>\$ 420,919</u>	<u>\$ 4,313,817</u>

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