

Exhibit B

Sullivan County, Tennessee
Statement of Activities
For the Year Ended June 30, 2003

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component Unit
					Governmental	Sullivan County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 3,812,817	\$ 1,673,669	\$ 22,731	\$ 0	\$ (2,116,417)	\$ 0
Finance	4,474,915	2,963,694	50,785	0	(1,460,436)	0
Administration of Justice	3,347,718	1,969,173	266,371	0	(1,112,174)	0
Public Safety	15,234,727	1,910,250	321,003	180,198	(12,823,276)	0
Public Health and Welfare	9,591,312	4,346,365	2,184,204	300,000	(2,760,743)	0
Social, Cultural and Recreational Services	1,270,754	196,892	1,470	0	(1,072,392)	0
Agricultural and Natural Resources	161,342	0	0	0	(161,342)	0
Other Operations	677,511	246,659	0	0	(430,852)	0
Highways	8,420,618	7,118	2,762,928	124,673	(5,525,899)	0
Education	498,827	279,444	0	0	(219,383)	0
Debt Service:						
Interest on Long-term Debt	1,253,542	0	0	0	(1,253,542)	0
Other Debt Service	122,630	0	0	0	(122,630)	0
Total Primary Government	\$ 48,866,713	\$ 13,593,264	\$ 5,609,492	\$ 604,871	\$ (29,059,086)	\$ 0
Component Units:						
Sullivan County School Department	\$ 83,802,619	\$ 2,817,389	\$ 7,173,337	\$ 54,345	\$ 0	\$ (73,757,548)
Total Component Units	\$ 83,802,619	\$ 2,817,389	\$ 7,173,337	\$ 54,345	\$ 0	\$ (73,757,548)
General Revenues:						
Property Taxes					\$ 17,867,970	\$ 23,527,434
Sales Taxes					2,601,185	11,290,319
Other Taxes					2,075,390	176,095
Grants and Contributions Not Restricted to Specific Programs					781,242	35,935,830
Unrestricted Investment Income					414,702	46,233
Miscellaneous					39,276	36,548
Total General Revenues					\$ 23,779,765	\$ 71,012,459
Change in Net Assets					\$ (5,279,321)	\$ (2,745,089)
Net Assets - Beginning					31,420,965	42,908,564
Net Assets - Ending					\$ 26,141,644	\$ 40,163,475

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