

Dave Yost • Auditor of State

**FINANCIAL CONDITION
KNOX COUNTY**

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KNOX COUNTY

FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011

Federal Program	CFDA #	Pass-through Agency Awarding Number	Expenditures
United States Department of Agriculture:			
Passed-through Ohio Department of Agriculture:			
State Administrative Matching Grants for Supplemental Nutrition Assistance	10.561	G-1011-11-5062	\$ 326,448
Total U.S. Department of Agriculture			326,448
United States Department of Housing and Urban Development:			
Passed through Ohio Department of Development:			
HOME Investment Partnership Program	14.239	B-C-10-1BM-2	150,274
Community Development Block Grant / State's Program	14.228	B-F-09-1BM-1	25,084
		B-C-10-1BM-1	42,873
		B-W-09-1BM-1	3,000
		B-W-09-1BM-2	3,000
		B-F-10-1BM-1	129,716
Total Community Development Block Grant / State's Program			203,673
Total U.S. Department of Housing and Urban Development			353,947
United States Department of Justice:			
Passed through the Ohio Attorney General:			
Crime Victims Assistance	16.575	2011VAGENE334	27,687
	16.575	2011SAGENE334	2,124
Total Crime Victims Assistance			29,811
Passed through the Ohio Department of Public Safety:			
Edward Byrne Justice Assistance Grant	16.803	2009-RA-C01-2176	14,742
Total U.S. Department of Justice			44,553
United States Department of Labor:			
WIA Cluster Passed-through Ohio Department of Job and Family Services:			
Passed-through Montgomery County Auditor, WIA Area 7 Board			
Workforce Investment Act - Adult			113,318
Workforce Investment Act - Adult Administrative			69,117
Workforce Investment Act - Adult Total	17.258	31-6400072	182,435
Workforce Investment Act - Youth			90,261
Workforce Investment Act - Youth Administrative			95,833
Workforce Investment Act - Youth Total	17.259	31-6400072	186,094
Workforce Investment Act - Dislocated Worker			95,863
Workforce Investment Act - Dislocated Worker Administrative			100,664
Workforce Investment Act - Dislocated Worker Total	17.260	31-6400072	196,527
Total U. S. Department of Labor and WIA Cluster			565,056
United States Department of Transportation:			
Direct Program:			
Airport Improvement Program	20.106	N/A	76,000
Passed-through Ohio Department of Transportation:			
Highway Planning and Construction Grant	20.205	PID 78713	45,091
		PID 83294	3,033
		PID 83296	264,795
		PID 83298	892,545
		PID 85335	201,384
		PID 84875	269,079
		PID 87384	250,017
		PID 87270	59,112
		PID 90189	24,983
Total Highway Planning and Construction Grant			2,010,039
Total U.S. Department of Transportation			2,086,039

KNOX COUNTY

FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011
(Continued)

Federal Program	CFDA #	Pass-through Agency Awarding Number	Expenditures
United States Election Assistance Commission:			
Passed-through Ohio Secretary of State:			
Help America Vote Act	90.401	N/A	1,395
Total U.S. Election Assistance Commission			1,395
United States Department of Health and Human Services:			
Passed-through Ohio Secretary of State:			
Voting Access for Individuals with Disabilities	93.617	06-SOS-HHH-42	530
Passed-through Ohio Department of Jobs and Family Services:			
Promoting Safe and Stable Families	93.556	G-1011-11-5062	36,192
Temporary Assistance for Needy Families	93.558	G-1011-11-5062	981,494
Child Support Enforcement	93.563	G-1011-11-5062	432,910
Child Care and Development	93.575	G-1011-11-5062	39,344
Child Care Mandatory and Matching Funds	93.596	G-1011-11-5062	65,687
Total Child Care Cluster			105,031
Child Welfare Services - State Grants	93.645	G-1011-11-5062	12,091
Foster Care Management	93.658	G-1011-11-5062	202,693
ARRA Foster Care Management	93.658	G-1011-11-5062	1,498
Total Foster Care Management			204,191
Adoption Assistance	93.659	G-1011-11-5062	338,521
Social Services Block Grant	93.667	G-1011-11-5062	515,488
Children's Health Insurance Program	93.767	G-1011-11-5062	9,728
Child Abuse and Neglect Prevention	93.669	G-1011-11-5062	2,444
Chaffee Foster Care Independence Program	93.674	G-1011-11-5062	32,569
Medical Assistance Program	93.778	G-1011-11-5062	306,729
Total Ohio Department of Jobs and Family Services			2,977,388
Passed-through Ohio Department of Developmental Disabilities			
Social Services Block Grant - Title XX	93.667	31-6400072	43,751
ARRA EFMAP Medical Assistance Program	93.778	31-6400072	22,677
Medical Assistance Program - Waiver Administration	93.778	31-6400072	335,857
CAFS Settlement	93.778	N/A	97,093
Total Medical Assistance Program			455,627
Total Ohio Department of Developmental Disabilities			499,378
Total U.S. Department of Health and Human Services			3,477,296
United States Department of Homeland Security:			
Passed through Ohio Emergency Management Agency:			
Homeland Security National Training Program	97.005	2010-IP-TO-0007	17,567
Emergency Management Performance Grants	97.042	2010-EP-00-0003	45,983
Homeland Security Program:			
State Homeland Security Program	97.067	2008-GE-T8-0025	46,850
		2009-SS-T9-0089	39,314
Total Homeland Security Program			86,164
Total U.S. Department of Homeland Security			149,714
Total Federal Awards Expenditures			\$ 7,004,448

The accompanying notes to this schedule are an integral part of this schedule.

KNOX COUNTY

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
FISCAL YEAR ENDED DECEMBER 31, 2011**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Expenditures Schedule (the Schedule) reports the Knox County's (the County's) federal award programs' disbursements. The schedule has been prepared on the cash basis of accounting.

NOTE B - COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) REVOLVING LOAN PROGRAMS

The County has a revolving loan fund (RLF) program to provide low-interest loans to businesses to create jobs for low to moderate income households. The federal Department of Housing and Urban Development (HUD) grants money for these loans to the County passed through the Ohio Department of Development. The initial loan of this money is recorded as a disbursement on the accompanying Federal Awards Expenditures Schedule (the Schedule). Loans repaid, including interest, are used to make additional loans. Subsequent loans are subject to the same compliance requirements imposed by HUD as the initial loans.

These loans are collateralized by mortgages on the property.

Activity in the CDBG revolving loan fund during 2011 is as follows:

Beginning loans receivable balance as of January 1, 2011	\$95,483
Loans made	45,000
Loan principal repaid	7,722
Ending loans receivable balance as of December 31, 2011	\$132,761
Cash balance on hand in the revolving loan fund as of December 31, 2011	\$95,483
Administrative costs expended during 2011	1,762

The table above reports gross loans receivable.

NOTE C - MATCHING REQUIREMENTS

Certain Federal programs require the County to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The County has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

NOTE D – OUTSTANDING LOANS

In 2005, the Knox County Airport, a component unit of Knox County, secured a \$775,000 loan with the United State Department of Agriculture – Rural Development Program – CFDA# 10.766. At December 31, 2011, \$685,000 of the loan remained outstanding.

KNOX COUNTY

NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
FISCAL YEAR ENDED DECEMBER 31, 2011
(Continued)

NOTE E - TRANSFERS BETWEEN FEDERAL PROGRAMS

During fiscal year 2011, the County made allowable transfers of \$306,738 from the Temporary Assistance for Needy Families (TANF) (93.558) program to the Social Services Block Grant (SSBG) (93.667) program. The Schedule shows the County spent approximately \$981,494 on the TANF program. The amount reported for the TANF program on the Schedule excludes the amount transferred to the SSBG program. The amount transferred to the SSBG program is included as SSBG expenditures when disbursed. The following table shows the gross amount drawn for the TANF program during fiscal year 2011 and the amount transferred to the Social Services Block Grant program.

Temporary Assistance for Needy Families	\$ 1,288,232
Transfer to Social Services Block Grant	<u>(306,738)</u>
Total Temporary Assistance for Needy Families	<u>\$ 981,494</u>

NOTE F – OHIO DEPARTMENT OF DEVELOPMENTAL DISABILITIES DEFERRED PAYMENT

During the calendar year, the County received a deferred payment from the Ohio Department of Developmental Disabilities (DODD) for the Medicaid program (CFDA # 93.778) in the amount of \$651,681. The deferred payment was for Medicaid Administrative Claiming (MAC) and Waiver Administrative Claiming (WAC) expenses the County incurred in prior reporting periods due to an increase of federal funding received by DODD to reimburse these expenses and also due to changes in the County's Medicaid Eligibility Rate (MER) for certain activity codes within MAC/WAC. This revenue is not listed on the County's Schedule of Federal Awards since the underlying expenses occurred in prior reporting periods.



Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Knox County
117 East High Street
Mount Vernon, Ohio 43050

To the Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Knox County, Ohio (the County) as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 22, 2012, wherein we noted the County adopted Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the County's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the County's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

Compliance and Other Matters

As part of reasonably assuring whether the County's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We did note certain matters not requiring inclusion in this report that we reported to the County's management in a separate letter dated June 22, 2012.

We intend this report solely for the information and use of management, the audit committee, the Board of County Commissioners, and federal awarding agencies and pass-through entities, and others within the County. We intend it for no one other than these specified parties.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State

June 22, 2012



Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Knox County
117 East High Street
Mount Vernon, Ohio 43050

To the Board of County Commissioners:

Compliance

We have audited the compliance of Knox County, Ohio, (the County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the County's major federal programs for the year ended December 31, 2011. The *summary of auditor's results* section of the accompanying schedule of findings identifies the County's major federal programs. The County's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to opine on the County's compliance based on our audit.

Our compliance audit followed auditing standards generally accepted in the United States of America; the standards applicable to financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the County's compliance with these requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with these requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

The County's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could directly and materially affect a major federal program, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the County's internal control over compliance.

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A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

We noted a matter involving federal compliance or internal control over federal compliance not requiring inclusion in this report, that we reported to the County's management in a separate letter dated June 22, 2012.

Federal Awards Expenditures Schedule

We have also audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the County as of and for the year ended December 31, 2011, and have issued our report thereon dated June 22, 2012, wherein we noted the County adopted Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Our audit was performed to form opinions on the financial statements that collectively comprise the County's basic financial statements taken as a whole. The accompanying federal awards expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of the audit committee, management, the Board of County Commissioners, others within the entity, federal awarding agency, and pass-through entities. It is not intended for anyone other than these specified parties.



Dave Yost
Auditor of State

June 22, 2012

KNOX COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2011

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	CFDA 20.205 – Highway Planning and Construction CFDA 93.558-TANF CFDA 93.778 Medical Assistance Program
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

3. FINDINGS FOR FEDERAL AWARDS

None

KNOX COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
DECEMBER 31, 2011

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2010-01	Ohio Rev. Code 5705.41 B – expenditures exceeded appropriations	Yes	

Knox County Auditor



Knox County, Ohio

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2011**

ADDITIONAL COPIES OF THIS
REPORT MAY BE OBTAINED
BY CONTACTING:

THE KNOX COUNTY AUDITOR'S OFFICE
117 EAST HIGH STREET, SUITE 120
MOUNT VERNON, OHIO 43050
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COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2011

*Jonette Curry
County Auditor*

*Prepared by the
Knox County Auditor's Office*



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INTRODUCTORY SECTION



Knox County Auditor

Jonette Curry
Knox County Auditor
Phone (740) 393-6750

117 East High Street, Suite 120
Mount Vernon, Ohio 43050
Fax (740) 393-6806



June 22, 2012

To the Citizens of Knox County
and to The Board of County Commissioners:
the Honorable Roger Reed
the Honorable Teresa A. Bemiller
the Honorable Allen D. Stockberger

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of Knox County, Ohio, for the year ended December 31, 2011. This report was prepared in accordance with Generally Accepted Accounting Principles (GAAP) and provides full and complete disclosure of the financial position and operations of the County for the year ended December 31, 2011. The information contained in this report will assist County officials in making management decisions and will provide the taxpayers of Knox County with comprehensive financial data in a format that will enable them to gain a true understanding of the County's financial affairs. The general public as well as investors will be able to compare the financial position of Knox County and the results of its operations with other governmental entities. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the County, specifically the County Auditor's Office.

GAAP require the Management's Discussion and Analysis (MD&A), a narrative introduction, overview, and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

Knox County was created in 1808. The County has only those powers conferred upon it by Ohio statutes. A three-member board of County Commissioners is elected at large in even-numbered years for overlapping four-year terms. The Commissioners serve as the taxing authority, the contracting board, and the chief administrators of public services for the County. The Board of Commissioners creates and adopts the annual operating budget and makes the annual appropriation measure for expenditures of all County funds. In addition to the Board of Commissioners, the offices of County Auditor and County Treasurer are grouped under the category of general government and are of particular importance to the financial affairs of the County.

***Letter of Transmittal
For the Year Ended December 31, 2011***

The County Auditor is elected to a four year term and has as one of her most important functions, the task of assessing real property for tax purposes. Under state law, a complete reappraisal must be conducted every six years as well as a triennial update every third year between reappraisals. After the County Treasurer collects taxes, the County Auditor is responsible for distributing certain taxes to various government units. The Auditor is also the chief fiscal officer of the County, and no County contract or obligation may be made without her certification that funds for that contract or obligation have been lawfully appropriated, are available for payment, or are in the process of collection. In addition, no account may be paid except by the Auditor's warrant drawn upon the County Treasury. The Auditor is responsible for the County payroll and has other statutory accounting responsibilities. The Auditor is also in charge of the County's bond retirement fund. She is, by state law, secretary of the County Board of Revision and the County Budget Commission, and the administrator and supervisor of the County Data Processing Board. In 2011, the Auditor employed eight full-time employees and one part-time employee.

The County Treasurer is required by state law to collect certain locally assessed taxes. She is the distributing agent for expenditures authorized by the Board upon the Auditor's warrant. The Treasurer must make daily reports showing receipt, payments and balances to the County Auditor, and the books of account must always balance with those of the County Auditor. The Treasurer is responsible for investing all funds of the County. The Treasurer is elected to a four year term and in 2011 employed four full-time and two part-time employees. The Treasurer is a member of the County Board of Revision. In addition, the Treasurer, the Auditor and the Prosecuting Attorney form the County Budget Commission which plays an important part in the financial administration of County government as well as all local governments throughout the County.

The County Prosecuting Attorney is elected to a four year term and is responsible for all legal matters for the County and Township officials. He prosecutes all felonies, child support delinquencies and tax foreclosures. The office is also the contact for victim assistance. In 2011, the Prosecuting Attorney employed three attorneys and four full-time employees.

The County Recorder is elected to a four year term and is responsible for recording all deeds, mortgages, and liens. The Recorder oversees the Microfilm/Retention Office and is Secretary of the Records Retention Board and the Microfilm Board for the County. In addition to the Recorder, the office employs three other full-time workers. The recorder's office had a decrease of 171 documents from 2010 with a total of 10,391 documents recorded in 2011.

The County Engineer is elected to a four year term and employs thirty-four full-time employees who work in four major divisions under the Engineer. The Office Division is responsible for the tax map department and office operation. The Road Division is responsible for maintenance and upkeep of all the County roads, including resurfacing. The Bridge Division is responsible for the replacement and inspection of all bridges. The Garage Division is responsible for road signs on all County roads and maintenance on all vehicles.

***Letter of Transmittal
For the Year Ended December 31, 2011***

The County Sheriff is elected to a four year term and is the head of six divisions. Twenty-two full-time employees make up the Patrol Division which provides protection for a total of 532 square miles of Knox County. The twenty-five full-time employees of the Communications Division handle Enhanced 9-1-1 dispatching and are responsible for all communications for Knox County. The Detective Division consists of five full-time employees who are responsible for investigating all major criminal cases in Knox County. The Jail Division consists of twenty-seven full-time employees who run a full service jail which houses both adult male and female prisoners charged with or convicted of felony and misdemeanor offenses and also employs three full-time cooks. The Civil Process Division, which has three full-time employees, is responsible for serving all court processes.

The Clerk of Courts is elected to a four year term and is responsible for the Legal Division and the Title Division. The Legal Division's main function is to file, process and preserve papers for cases that will be handled by the Knox County Common Pleas Court and Fifth District Court of Appeals. The Legal Division has five full-time employees and one part-time employee and received 1,900 cases filed in 2011. Of those cases 1,306 were certificates of judgments. The Title Division has three full-time employees and one part-time employee, with a main function to issue vehicle titles, which serve as a person's only proof of ownership. In 2011, 25,937 titles were issued, a slight increase from 2010.

The Knox County Common Pleas Judge is elected to a six year term and is responsible for hearing all domestic relations, criminal and civil cases. The Common Pleas Court had 10 full-time employees and 2 part-time employees in 2011.

The Knox County Common Pleas Probate and Juvenile Judge is elected to a six year term and is responsible for hearing all probate and juvenile cases. In 2011, the estate cases totaled 306, which was an decrease of 8 cases from 2010. Overall cases filed in Probate Court totaled 806 in 2011, which was an increase of 29 from 2010. In 2011, the Juvenile Court cases filed totaled 1,004, which was a decrease of 161 over 2010. This court also performs miscellaneous tasks such as assigning foreign judges and appointing the Humane Officer and members to the Board of Development Disabilities, and the Knox County Metropolitan Housing Authority. The Probate Court houses old birth, death and marriage records where many people work on genealogy research.

The Knox County Coroner is elected to a four year term and is responsible for certifications of deaths. She orders autopsies and investigates suspicious deaths. The coroner employs 3 part-time staff, (one clerical and 2 coroner investigators).

The Board of Elections is a statutory board, the same as the budget commission and the board of revision, with the exception that this board has no elected officials as board members. The four member board, made up of two Republicans and two Democrats, meets monthly to conduct board business. The Board of Elections oversees all primary, general and special elections. Registered voters in 2011 totaled 41,024, a slight increase from 2010.

***Letter of Transmittal
For the Year Ended December 31, 2011***

The County provides its citizens with a wide range of services that include job and family services, health and community assistance related services, and other general and administrative support services. The County also operates enterprise funds which include water and wastewater systems and the landfill. For financial reporting purposes, the County's reporting entity includes the primary government, which is comprised of all funds and the agencies, boards and commissions that make up the County's legal entity, component units, which are legally separate organizations which are fiscally dependent on the County or for which the County is financially accountable, and any activities that need to be included to ensure that the financial statements are complete and not misleading.

The County's reporting entity includes the financial activities of the County Board of Development Disabilities. The mission of this Board is to establish support focused on the individual which will provide opportunities for informed choices. These choices will provide an opportunity for individuals to plan their futures in where they live, work, learn and develop social relationships. The County also reports one component unit, the Knox County Airport.

Excluded from the reporting entity because they are fiscally independent of the County are the Knox County Educational Service Center, the Knox County Humane Society, the Knox County Agricultural Society, the Knox County Extension Services, Knox County Park District, Knox County Regional Planning Commission and the Kno-Ho-Co Community Action Commission.

The County serves as fiscal agent but is not financially accountable for the Knox County General Health District, the Knox County Soil and Water Conservation District and the Knox County Local Emergency Planning Commission whose activities are included in this report as agency funds.

The Emergency Management Agency, the Community Mental Health and Recovery Board of Licking and Knox Counties, and the Eastern Ohio Housing Corporation are governmental joint ventures. The Joint Solid Waste District, the Mid Eastern Ohio Regional Council, the Licking-Muskingum Community Based Correctional Facility, the Knox County Family and Children First Council, the Heart of Ohio Resource Conservation and Development Council, and the Perry Multi-County Juvenile Facility are jointly governed organizations. The Mid Ohio Transit Authority and the Public Library of Mount Vernon and Knox County are Related Organizations. These organizations are discussed in Notes 1, 12 and 13 of the notes to the Basic Financial Statements.

A complete discussion of the County's reporting entity is provided in Note 1 of the notes to the Basic Financial Statements.

Economic Condition and Outlook

Knox County has always been a large agricultural area and this is their fifth year for the Farmers Market. The Mount Vernon Farmers Market itself had a good season, with strong turnout from buyers eager to get fresh produce. Danville is in their third year. The Owl Creek Produce Auction, located outside of Waterford, entered its sixth year serving as a produce auction house selling everything from truckload quantities to grocery store chains, all the way down to individuals buying single vegetables.

2011 was another great year for the Park District, several acquisitions took place along with recently awarded grants for the projects.

***Letter of Transmittal
For the Year Ended December 31, 2011***

Employee Relations

Knox County has four separate unions, whose labor contracts commence at various times. The County Engineer has twenty-two members in the American Federation of State, County and Municipal Employees (A.F.S.C.M.E.) Local 2803. This contract commenced July 1, 2011, and it expires on June 30, 2012.

The County Sheriff has fifty members in the Fraternal Order of Police, Ohio Labor Council, Inc. This contract was signed for a three-year period. This contract commenced on January 1, 2009 for a three year period and expires on December 31, 2011.

The Department of Job & Family Services has fifty-two members in the A.F.S.C.M.E. Local 657. This contract commenced on July 1, 2011 for a three-year period and expires on June 30, 2014.

The Emergency Management 9-1-1 has twenty-three members in the Fraternal Order of Police, Ohio Labor Council, Inc. This contract commenced January 1, 2010 for a three-year period. It expires on December 31, 2012. The remaining departments along with department heads are not represented by any union.

Major Initiatives

The Heart of Ohio Trail connecting Centerburg and Mount Vernon continues to see improvements. In 2011, the Ohio Department of Natural Resources and The Ohio Department of Transportation awarded a combined \$550,000 toward the 6 miles of paving starting at Graham Road and ending at *State Route 314 in Centerburg* and the project was completed by December 2011.

Knox County Wastewater Department is continuing the planning to add wastewater facilities to several of the outlying communities that are not villages. This will be a project that will take several years of planning and implementation with work on financially supporting this project. It includes the communities of Millwood and Bladensburg. The goal is to get wastewater facilities in each community to handle the wastewater in an environmentally friendly manner. Both projects started in the fall of 2011 and should be completed in the summer of 2012.

The Little Jelloway Wastewater Treatment Plant upgrade started in November 2011. This projects modifies the existing 900,000 gpd Little Jelloway Treatment Plant to meet its new PTI. The modifications involve removing two 4 million gallon earthen lagoons and associated equipment, converting the two clarifiers to aerobic digesters and adding a third aerobic digester, adding a post-aeration tank, adding UV disinfection, constructing a biosolids dewatering and storage building, removing media filters, adding a new pump station and adding a new electric service and a new generator to the plant, plus all associated work. The cost is \$5,5326,087 and the projected completion date to be May 2013. The project was awarded to Adena Corporation.

***Letter of Transmittal
For the Year Ended December 31, 2011***

Internal Control, Budgetary Control and the Accounting System

Development of the County's accounting system included substantial consideration of the adequacy of the internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance of the following:

1. The County's assets are protected against loss and unauthorized use or disposition.
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated applying the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation.
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the County administration and the Auditor's Office.

All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the County's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

The Auditor's Office is responsible for the auditing and analysis of all purchase orders of the County. Personnel of the Auditor's Office carefully review purchase orders to ensure the availability of monies in the proper funds and accounts prior to the certification and subsequent payment of approved invoices. The County utilizes a fully automated accounting system as well as an automated system of controls for capital asset accounting and payroll. These systems, coupled with the review and examination performed by the County Auditor's Office, ensure that the financial information generated is both accurate and reliable.

Budgetary control is maintained at the object level for each department within each fund via legislation approved by the County Commissioners. Lower levels within each object are accounted for and reported internally. Such lower levels are referred to as line items of expenditure. Estimated amounts must be encumbered prior to final approval of purchase orders or other contracts to vendors. Encumbrances in excess of the available object level appropriations are not approved unless additional appropriations are authorized. Unencumbered appropriations return (lapse) to the unappropriated balances in the individual funds at the end of each fiscal year, which coincides with the calendar year.

***Letter of Transmittal
For the Year Ended December 31, 2011***

Independent Audit

Included in this report is an unqualified audit opinion rendered on the County's financial statements as of and for the year ended December 31, 2011, by our independent auditor, David Yost, Auditor of State. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the Federal Single Audit Act of 1996 and related OMB Circular A-133, which results are not included in this report.

County management plans to continue to subject financial statements to an annual independent audit as part of the preparation of a CAFR. An annual audit also serves to maintain and strengthen the County's accounting and budgetary controls.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Knox County, Ohio, for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2010. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, in which the contents conform to program standards. The (CAFR) must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Knox County has received a Certificate of Achievement for the last twenty-one consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

Acknowledgments

The publication of this Comprehensive Annual Financial Report for Knox County, Ohio, is the culmination of many hours of dedicated work in the research, analysis, and preparation of the financial statements and the related notes and narratives by the Fiscal Department of the Office of the Knox County Auditor.

The effort put forth so willingly by the various department heads and their staffs in providing the data needed for the report is greatly appreciated. Special recognition is given to Sharon Lamb, Deputy Auditor, for her many hours, perseverance, and expertise in managing this project to completion. We are very appreciative of this effort.

***Letter of Transmittal
For the Year Ended December 31, 2011***

We thank Donald J. Schonhardt and Associates for their expert advice and technical assistance.

A final note of appreciation is extended to the auditing staff of the State Auditor's office for their cooperation and guidance for our twenty-first Comprehensive Annual Financial Report.

I ask for your continuing support of this project and in our efforts to promote good sound financial management for Knox County.

Sincerely,



Jonette Curry
Knox County Auditor

KNOX COUNTY, OHIO

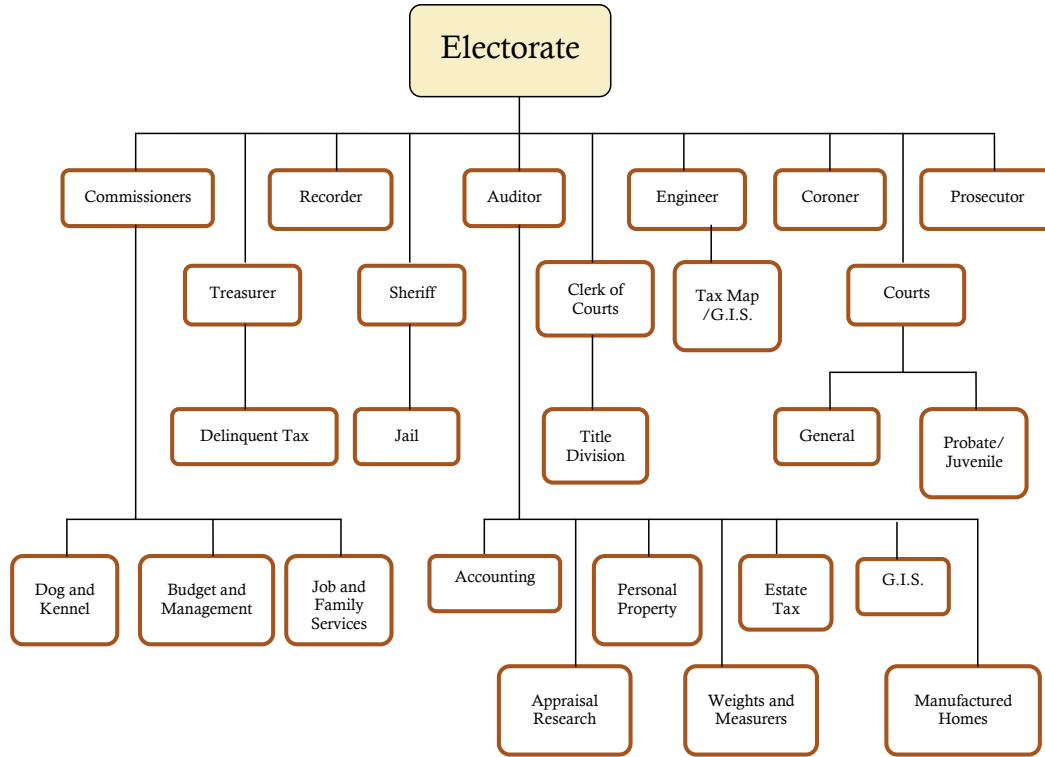
***List of Elected Officials
For the Year Ended December 31, 2011***

OFFICE HELD	NAME OF OFFICIAL
Commissioners	Allen D. Stockberger Roger Reed Teresa A. Bemiller
Auditor	Jonette Curry
Clerk of Courts	Mary Jo Hawkins
Coroner	Jennifer Ogle
Engineer	James L. Henry
Prosecutor	John C. Thatcher
Recorder	John L. Lybarger
Sheriff	David B. Barber
Treasurer	Sandra Mizer

JUDGES

Common Pleas Judge	Otho Eyster
Juvenile/Probate	James Ronk

**County Organizational Chart
For the Year Ended December 31, 2011**



Statutory Boards and Committees

County Budget Commission
Auditor *
Treasurer
Prosecutor

Board of Elections
Data Board
Veterans Commission

* Serve as Secretary

Appointed Board

Board of Revision
Auditor *
Treasurer
Commissioners

Board of Development Disabilities

*Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting*

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Knox County
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Dawson

President

Jeffrey R. Emery

Executive Director



FINANCIAL SECTION





Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Knox County
117 East High Street
Mount Vernon, Ohio 4350

To the Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Knox County, Ohio (the County), as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Knox County, Ohio, as of December 31, 2011, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General, Public Assistance, Motor Vehicle and Gasoline Tax, Children Services and Developmental Disabilities Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 2, during 2011 the County adopted Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2012, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the County's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive, flowing style.

Dave Yost
Auditor of State

June 22, 2012

The discussion and analysis of Knox County's financial performance provides an overall review of the County's financial activities for the fiscal year ended December 31, 2011. The intent of this discussion and analysis is to look at the County's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the County's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2011 are as follows:

- ❑ In total, net assets increased \$2,942,676. Net assets of governmental activities increased \$2,626,922, which represents a 3.4% increase from 2010. Net assets of business-type activities increased \$315,754 or 5.1% from 2010.
- ❑ General revenues accounted for \$20,131,243 in revenue or 47.3% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$22,468,889 or 52.7% of total revenues of \$42,600,132.
- ❑ The County had \$37,832,339 in expenses related to governmental activities; only \$20,439,918 of these expenses were offset by program specific charges for services, grants or contributions.
- ❑ Among major funds, the general fund had \$13,030,344 in revenues and \$11,884,404 in expenditures. The general fund's fund balance increased \$398,691 to a balance of \$3,125,969. This increase is attributable to across the board reductions in expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining and individual statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the County:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the County's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the County, reporting the County's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Government-wide Statements

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the County's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County's net assets and how they have changed. Net-assets (the difference between the County's assets and liabilities) is one way to measure the County's financial health or position.

- Over time, increases or decreases in the County's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County you need to consider additional nonfinancial factors such as changes in the County's tax base and the condition of County capital assets also need to be evaluated.

The government-wide financial statements of the County are divided into two categories:

- *Governmental Activities* – Most of the County's programs and services are reported here including public safety, health, human services, and public works.
- *Business-Type Activities* – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The County's sewer district and landfill funds are reported as business activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant funds, not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

Governmental Funds – Most of the County's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance County programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

***Management's Discussion and Analysis
For the Year Ended December 31, 2011***

Unaudited

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The accounting used for fiduciary funds is much like that of the proprietary funds. We exclude these activities from the County's other financial statements because the assets cannot be utilized by the County to finance its operations.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

The following table provides a summary of the County's net assets for 2011 compared to 2010:

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$44,378,981	\$41,932,697	\$9,719,801	\$10,073,289	\$54,098,782	\$52,005,986
Capital assets, Net	57,872,521	57,678,772	5,508,687	4,094,382	63,381,208	61,773,154
Total assets	102,251,502	99,611,469	15,228,488	14,167,671	117,479,990	113,779,140
Long-term liabilities outstanding	10,982,455	10,862,435	7,891,076	7,891,336	18,873,531	18,753,771
Other liabilities	11,094,304	11,201,213	808,161	62,838	11,902,465	11,264,051
Total liabilities	22,076,759	22,063,648	8,699,237	7,954,174	30,775,996	30,017,822
Net assets						
Invested in capital assets, net of related debt	50,184,694	49,273,409	3,682,708	3,904,705	53,867,402	53,178,114
Restricted	26,284,909	23,119,705	0	0	26,284,909	23,119,705
Unrestricted	3,705,140	5,154,707	2,846,543	2,308,792	6,551,683	7,463,499
Total net assets	\$80,174,743	\$77,547,821	\$6,529,251	\$6,213,497	\$86,703,994	\$83,761,318

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KNOX COUNTY, OHIO**Management's Discussion and Analysis
For the Year Ended December 31, 2011****Unaudited**

Changes in Net Assets – The following table shows the changes in net assets for 2011 compared to 2010:

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues						
Program Revenues:						
Charges for Services and Sales	\$4,298,949	\$3,979,383	\$1,742,668	\$1,577,809	\$6,041,617	\$5,557,192
Operating Grants and Contributions	13,668,987	13,682,020	140,103	107,135	13,809,090	13,789,155
Capital Grants and Contributions	2,471,982	3,273,856	146,200	114,730	2,618,182	3,388,586
Total Program Revenues	20,439,918	20,935,259	2,028,971	1,799,674	22,468,889	22,734,933
General Revenues:						
Property Taxes	10,222,324	10,161,034	0	0	10,222,324	10,161,034
Sales Taxes	5,465,107	5,726,806	0	0	5,465,107	5,726,806
Intergovernmental Revenues, Unrestricted	2,906,735	3,175,551	0	0	2,906,735	3,175,551
Investment Earnings	177,190	150,227	23,818	24,216	201,008	174,443
Miscellaneous	1,336,069	2,106,347	0	0	1,336,069	2,106,347
Total General Revenues	20,107,425	21,319,965	23,818	24,216	20,131,243	21,344,181
Total Revenues	40,547,343	42,255,224	2,052,789	1,823,890	42,600,132	44,079,114
Program Expenses						
General Government						
Legislative and Executive	7,210,075	6,035,909	0	0	7,210,075	6,035,909
Judicial	2,112,160	2,101,009	0	0	2,112,160	2,101,009
Public Safety	7,186,473	6,675,712	0	0	7,186,473	6,675,712
Public Works	6,044,318	6,104,722	0	0	6,044,318	6,104,722
Health	517,204	471,674	0	0	517,204	471,674
Human Services	12,359,584	11,532,090	0	0	12,359,584	11,532,090
Intergovernmental	2,052,914	2,039,618	0	0	2,052,914	2,039,618
Interest and Fiscal Charges	349,611	272,330	0	0	349,611	272,330
Sewer	0	0	1,727,208	1,293,085	1,727,208	1,293,085
Landfill	0	0	97,909	0	97,909	0
Total Expenses	37,832,339	35,233,064	1,825,117	1,293,085	39,657,456	36,526,149
Change in Net Assets Before Transfers	2,715,004	7,022,160	227,672	530,805	2,942,676	7,552,965
Transfers	(88,082)	(69,216)	88,082	69,216	0	0
Total Change in Net Assets	2,626,922	6,952,944	315,754	600,021	2,942,676	7,552,965
Beginning Net Assets, restated	77,547,821	70,594,877	6,213,497	5,613,476	83,761,318	76,208,353
Ending Net Assets	\$80,174,743	\$77,547,821	\$6,529,251	\$6,213,497	\$86,703,994	\$83,761,318

Governmental Activities

Net assets of the County's governmental activities increased by \$2,626,922. This was due to the loss of state funding which resulted in increased expenses to maintain level of services for Public Safety.

KNOX COUNTY, OHIO

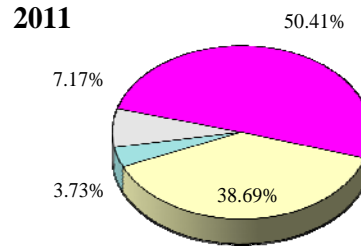
**Management's Discussion and Analysis
For the Year Ended December 31, 2011**

Unaudited

Tax revenue accounts for \$15,687,431 of the \$40,547,343 in total revenues for governmental activities. Sales tax accounted for \$5,465,107, or approximately 34.8% of total tax revenue.

The County's direct charges to users of governmental services totaled \$4,298,949. This amount represents 10.6% of total revenues for governmental activities and 21.0% of program specific revenues.

Revenue Sources	2011	Percent of Total
Intergovernmental Revenues	\$2,906,735	7.17%
Program Revenues	20,439,918	50.41%
General Tax Revenues	15,687,431	38.69%
General Other	1,513,259	3.73%
Total Revenue	\$40,547,343	100.00%



Business-Type Activities

Net assets of the business-type activities increased by \$315,754. This increase is attributable to a fee increase for debt service effective July 2011. Business type activities receive no support from tax revenues and remain self-supporting.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

The County's governmental funds reported a combined fund balance of \$26,371,321, which is higher than last year's total of \$22,036,487. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2011 and 2010.

	Fund Balance December 31, 2011	Restated Fund Balance December 31, 2010	Increase (Decrease)
General	\$3,125,969	\$2,727,278	\$398,691
Public Assistance	3,255,014	2,830,147	424,867
Motor Vehicle and Gasoline Tax	1,848,395	1,549,583	298,812
Children Services Board	3,640,067	3,348,212	291,855
Development Disabilities	10,013,814	7,559,526	2,454,288
Other Governmental	4,488,062	4,021,741	466,321
Total	\$26,371,321	\$22,036,487	\$4,334,834

**Management's Discussion and Analysis
For the Year Ended December 31, 2011**

Unaudited

General Fund – The County's General Fund balance increased from 2010 to 2011. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2011 Revenues	Restated 2010 Revenues	Increase (Decrease)
Taxes	\$7,876,473	\$7,724,158	\$152,315
Intergovernmental Revenues	1,751,449	1,863,964	(112,515)
Charges for Services	2,589,782	2,356,083	233,699
Licenses and Permits	4,204	4,119	85
Investment Earnings	172,745	145,066	27,679
Fines and Forfeitures	53,137	50,482	2,655
All Other Revenue	582,554	789,180	(206,626)
Total	\$13,030,344	\$12,933,052	\$97,292

General Fund revenues in 2011 increased less than 1.0% compared to revenues in 2010. This increase is the result of Federal Prisoner Housing increase and the Sheriff Village Contract increase.

	2011 Expenditures	Restated 2010 Expenditures	Increase (Decrease)
General Government:			
Legislative and Executive	\$4,994,460	\$5,068,049	(\$73,589)
Judicial	1,916,547	1,986,808	(70,261)
Public Safety	3,904,607	3,687,532	217,075
Public Works	65,499	94,096	(28,597)
Health	173,360	159,215	14,145
Human Services	613,996	639,063	(25,067)
Capital Outlay	131,798	116,012	15,786
Debt Service:			
Principal Retirement	60,071	59,211	860
Interst and Fiscal Charges	24,066	24,925	(859)
Total	\$11,884,404	\$11,834,911	\$49,493

Expenditures increased by \$49,493 or less than 0.5% from the prior year. Public Safety expenditures have increased due to increased services for Federal Prisoner Housing grant.

Public Assistance Fund – The County's Public Assistance Fund balance increased by 15.0%. This increase in fund balance was the result of reduced expenditures due to state funding cuts.

Motor Vehicle and Gasoline Tax Fund – The County's Motor Vehicle and Gasoline Tax Fund balance increased by 19.3%. This increase in fund balance was the result of maintaining expenditures below revenues collected from gasoline tax and motor vehicle licenses.

***Management's Discussion and Analysis
For the Year Ended December 31, 2011***

Unaudited

Children Services Board Fund – The fund balance reported in the Children Services Board Fund increased by 8.7%. The increase in fund balance was the result of reduced expenditures due to state funding cuts.

Development Disabilities Fund – The fund balance reported in the Development Disabilities Fund increased by 32.5%. This increase in fund balance was the result of continued tax levy monies.

The County's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of 2011 the County amended its General Fund budget several times, none significant. The \$.7 million positive variance with the final budget was the result of budgeting for contingencies that did not occur such as emergency repairs.

For the General Fund, budget basis revenue of \$12.0 million did not change compared to the original budget estimates. The General Fund had an adequate fund balance to cover expenditures.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2011 the County had \$63,381,208 net of accumulated depreciation invested in land, buildings, equipment, vehicles and infrastructure. Of this total, \$57,872,521 was related to governmental activities and \$5,508,687 to the business-type activities. The following table shows 2011 and 2010 balances:

	Governmental Activities		Increase (Decrease)
	2011	2010	
Land	\$4,106,452	\$4,208,122	(\$101,670)
Construction in Progress	720,209	687,695	32,514
Capital Assets not Being Depreciated	4,826,661	4,895,817	(69,156)
Buildings and Improvements	27,476,214	26,870,827	605,387
Machinery and Equipment	4,858,395	5,115,566	(257,171)
Vehicles	2,452,905	2,504,282	(51,377)
Computer Equipment	1,460,675	1,544,644	(83,969)
Infrastructure	48,093,099	46,123,633	1,969,466
Capital Assets Being Depreciated	84,341,288	82,158,952	2,182,336
Less: Accumulated Depreciation	(31,295,428)	(29,375,997)	(1,919,431)
Totals	\$57,872,521	\$57,678,772	\$193,749

The primary increases were the Heart of Ohio bike trail project which is reflected in buildings and improvements and bridge restoration in infrastructure.

KNOX COUNTY, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2011**

Unaudited

	Business-Type Activities		Increase (Decrease)
	2011	2010	
Land	\$347,189	\$347,189	\$0
Construction in Progress	1,785,782	140,699	1,645,083
Capital Assets Not Being Depreciated	2,132,971	487,888	1,645,083
Buildings and Improvements	1,327,392	1,327,392	0
Vehicles	245,436	245,436	0
Machinery and Equipment	2,006,090	2,001,590	4,500
Computer Equipment	70,972	70,972	0
Sewer and Water Lines	2,211,932	2,211,932	0
Capital Assets Being Depreciated	5,861,822	5,857,322	4,500
Less: Accumulated Depreciation	(2,486,106)	(2,250,828)	(235,278)
Totals	\$5,508,687	\$4,094,382	\$1,414,305

Business-type activities increased from 2010 due to the construction of wastewater improvements in three county hamlets. Additional information on the County's capital assets can be found in Note 11.

Debt

At December 31, 2011, the County had \$7.4 million in general obligation bonds outstanding, \$765,000 due within one year. The following table summarizes the County's debt outstanding as of December 31, 2011 and 2010:

	2011	2010
Governmental Activities:		
General Obligation Bonds	\$7,408,049	\$8,116,354
OPWC Loan Payable	199,424	239,688
OWDA Loan Payable	707,321	714,014
Loan Payable	550,637	571,502
Capital Leases Payable	50,448	98,362
Compensated Absences	1,066,576	1,122,515
Total Governmental Activities	9,982,455	10,862,435
Business-Type Activities:		
OWDA Loan Payable	54,197	56,978
Recovery Zone Economic		
Development Bonds Payable	6,660,000	6,660,000
Landfill Postclosure Care Liability	1,145,655	1,149,935
Compensated Absences	31,224	24,423
Total Business-Type Activities	7,891,076	7,891,336
Totals	\$17,873,531	\$18,753,771

Additional information on the County's long-term debt can be found in Note 19.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The 2012 budget is a very conservative one based on information received early in the year from the State legislature. State agencies are not increasing funding to local governments causing further hardships on these local agencies as they strive to at least maintain, if not enhance, services to their constituents.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information contact Jonette Curry, Auditor of Knox County.

KNOX COUNTY, OHIO

**Statement of Net Assets
December 31, 2011**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Knox County Airport
Assets:				
Cash and Cash Equivalents	\$ 23,839,504	\$ 8,066,481	\$ 31,905,985	\$ 0
Cash and Cash Equivalents in Segregated Accounts	178,854	0	178,854	335,992
Cash and Cash Equivalents with Fiscal Agent	2,261,293	0	2,261,293	0
Receivables:				
Taxes	11,444,853	0	11,444,853	0
Accounts	122,814	394,452	517,266	27,376
Intergovernmental	4,478,516	972,000	5,450,516	0
Interest	98,790	801	99,591	0
Lease	1,053,000	0	1,053,000	0
Special Assessments	21,339	45,505	66,844	0
Loans	60,185	0	60,185	0
Internal Balances	76,249	(76,249)	0	0
Due from Component Unit	47,343	0	47,343	0
Loans Receivable from Component Unit	150,000	0	150,000	0
Inventory of Supplies	274,402	117,660	392,062	26,525
Prepaid Items	96,787	4,814	101,601	0
Restricted Assets:				
Cash and Cash Equivalents	0	68,273	68,273	
Deferred Charge	175,052	126,064	301,116	0
Capital Assets not Being Depreciated	4,826,661	2,132,971	6,959,632	744,837
Capital Assets Being Depreciated, net	53,045,860	3,375,716	56,421,576	7,807,693
Total Assets	102,251,502	15,228,488	117,479,990	8,942,423
Liabilities:				
Accounts Payable	413,313	21,033	434,346	42,177
Accrued Wages and Benefits	270,694	8,252	278,946	0
Intergovernmental Payable	378,472	10,657	389,129	0
Contracts Payable	52,695	674,001	726,696	0
Claims Payable	1,258,144	0	1,258,144	0
Retainage Payable	0	68,273	68,273	
Matured Bonds and Interest Payable	48,379	0	48,379	0
Due to Primary Government	0	0	0	47,343
Unearned Revenue	9,644,630	0	9,644,630	0
Accrued Interest Payable	27,977	25,945	53,922	0
Long Term Liabilities:				
Due Within One Year	1,665,847	187,522	1,853,369	36,300
Due in More Than One Year	8,316,608	7,703,554	16,020,162	871,200
Total Liabilities	22,076,759	8,699,237	30,775,996	997,020

KNOX COUNTY, OHIO

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Unit Knox County Airport
Net Assets:				
Invested in Capital Assets, Net of Related Debt	50,184,694	3,682,708	53,867,402	7,645,030
Restricted For:				
Public Safety	1,516,193	0	1,516,193	0
Public Works	3,745,822	0	3,745,822	0
Human Services	17,933,699	0	17,933,699	0
Capital Projects	634,561	0	634,561	0
Debt Service	74,683	0	74,683	58,101
Other Purposes	2,379,951	0	2,379,951	0
Unrestricted	3,705,140	2,846,543	6,551,683	242,272
Total Net Assets	\$ 80,174,743	\$ 6,529,251	\$ 86,703,994	\$ 7,945,403

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Activities
For the Year Ended December 31, 2011**

	Program Revenues			
Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:				
General Government:				
Legislative and Executive	\$ 7,210,075	\$ 1,639,889	\$ 166,965	\$ 422,750
Judicial	2,112,160	852,235	0	0
Public Safety	7,186,473	1,230,372	744,066	0
Public Works	6,044,318	6,555	4,924,326	2,049,232
Health	517,204	246,248	48,650	0
Human Services	12,359,584	323,650	7,784,980	0
Intergovernmental	2,052,914	0	0	0
Interest and Fiscal Charges	349,611	0	0	0
Total Governmental Activities	37,832,339	4,298,949	13,668,987	2,471,982
Business-Type Activities:				
Sewer District Fund	1,727,208	1,742,668	140,103	146,200
Landfill Fund	97,909	0	0	0
Total Business-Type Activities	1,825,117	1,742,668	140,103	146,200
Total Primary Government	\$ 39,657,456	\$ 6,041,617	\$ 13,809,090	\$ 2,618,182
Component Units:				
Knox County Airport	\$ 706,411	\$ 482,848	\$ 46,000	\$ 0
Total Component Units	\$ 706,411	\$ 482,848	\$ 46,000	\$ 0

General Revenues

Property Taxes Levied for:
 General Purposes
 Special Purposes
 Sales Tax
 Intergovernmental Revenues, Unrestricted
 Investment Earnings
 Miscellaneous
 Transfers
 Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year
 Net Assets End of Year

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

Net (Expense) Revenue and Changes in Net Assets			Component Unit
Primary Government			
Governmental Activities	Business-Type Activities	Total	Knox County Airport
\$ (4,980,471)	\$ 0	\$ (4,980,471)	
(1,259,925)	0	(1,259,925)	
(5,212,035)	0	(5,212,035)	
935,795	0	935,795	
(222,306)	0	(222,306)	
(4,250,954)	0	(4,250,954)	
(2,052,914)	0	(2,052,914)	
(349,611)	0	(349,611)	
<u>(17,392,421)</u>	<u>0</u>	<u>(17,392,421)</u>	
0	301,763	301,763	
<u>0</u>	<u>(97,909)</u>	<u>(97,909)</u>	
<u>0</u>	<u>203,854</u>	<u>203,854</u>	
<u>(17,392,421)</u>	<u>203,854</u>	<u>(17,188,567)</u>	
			<u>\$ (177,563)</u>
			<u>(177,563)</u>
3,823,921	0	3,823,921	0
6,398,403	0	6,398,403	0
5,465,107	0	5,465,107	0
2,906,735	0	2,906,735	0
177,190	23,818	201,008	0
1,336,069	0	1,336,069	6,011
(88,082)	88,082	0	0
<u>20,019,343</u>	<u>111,900</u>	<u>20,131,243</u>	<u>6,011</u>
2,626,922	315,754	2,942,676	(171,552)
<u>77,547,821</u>	<u>6,213,497</u>	<u>83,761,318</u>	<u>8,116,955</u>
<u>\$ 80,174,743</u>	<u>\$ 6,529,251</u>	<u>\$ 86,703,994</u>	<u>\$ 7,945,403</u>

KNOX COUNTY, OHIO

**Balance Sheet
Governmental Funds
December 31, 2011**

	General	Public Assistance	Motor Vehicle and Gasoline Tax	Children Services Board
Assets:				
Cash and Cash Equivalents	\$ 2,582,063	\$ 3,393,154	\$ 1,364,455	\$ 3,708,001
Cash and Cash Equivalents in Segregated Accounts	25,507	0	0	0
Cash and Cash Equivalents with Fiscal Agent	0	0	0	0
Receivables:				
Taxes	4,621,114	0	0	897,996
Accounts	62,749	762	703	4,500
Intergovernmental	843,148	441,884	2,390,244	58,698
Interest	98,603	0	117	0
Leases	0	0	0	0
Special Assessments	0	0	0	0
Loans	0	0	0	0
Due from Other Funds	26,381	0	0	0
Due from Component Unit	47,343	0	0	0
Loan Receivable from Component Unit	150,000	0	0	0
Inventory of Supplies	3,046	0	271,356	0
Prepaid Items	76,068	12,002	0	0
Total Assets	\$ 8,536,022	\$ 3,847,802	\$ 4,026,875	\$ 4,669,195
Liabilities:				
Accounts Payable	\$ 120,318	\$ 33,496	\$ 72,361	\$ 45,749
Accrued Wages and Benefits Payable	109,610	37,007	37,307	16,547
Intergovernmental Payable	157,605	60,215	42,899	21,137
Contracts Payable	18,575	14,143	0	0
Matured Bonds and Interest Payable	0	0	0	0
Due to Other Funds	127,476	6,043	10,582	0
Deferred Revenue	4,876,469	441,884	2,015,331	945,695
Total Liabilities	5,410,053	592,788	2,178,480	1,029,128
Fund Balances:				
Nonspendable	229,114	12,002	271,356	0
Restricted	0	3,243,012	1,577,039	3,640,067
Assigned	1,531,904	0	0	0
Unassigned	1,364,951	0	0	0
Total Fund Balances	3,125,969	3,255,014	1,848,395	3,640,067
Total Liabilities and Fund Balances	\$ 8,536,022	\$ 3,847,802	\$ 4,026,875	\$ 4,669,195

See accompanying notes to the financial statements

KNOX COUNTY, OHIO

Development Disabilities	Other Governmental Funds	Total Governmental Funds
\$ 8,070,993	\$ 4,136,113	\$ 23,254,779
0	153,347	178,854
2,054,977	0	2,054,977
3,850,617	2,075,126	11,444,853
4,247	39,613	112,574
228,527	516,015	4,478,516
0	0	98,720
0	1,053,000	1,053,000
0	21,339	21,339
0	60,185	60,185
0	127,476	153,857
0	0	47,343
0	0	150,000
0	0	274,402
5,679	3,038	96,787
<u>\$ 14,215,040</u>	<u>\$ 8,185,252</u>	<u>\$ 43,480,186</u>
\$ 78,567	\$ 62,822	\$ 413,313
27,894	42,329	270,694
36,423	60,193	378,472
0	19,977	52,695
0	48,379	48,379
0	9,756	153,857
4,058,342	3,453,734	15,791,455
<u>4,201,226</u>	<u>3,697,190</u>	<u>17,108,865</u>
5,679	63,223	581,374
10,008,135	3,920,851	22,389,104
0	504,077	2,035,981
0	(89)	1,364,862
<u>10,013,814</u>	<u>4,488,062</u>	<u>26,371,321</u>
<u>\$ 14,215,040</u>	<u>\$ 8,185,252</u>	<u>\$ 43,480,186</u>

KNOX COUNTY, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
December 31, 2011***

Total Governmental Fund Balances		\$ 26,371,321
<i>Amounts reported for governmental activities in the statement of net assets are different because</i>		
Capital Assets used in governmental activities are not financial resources and therefore are not reported in the funds.		57,872,521
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		6,146,825
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		(380,544)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General Obligation Bonds Payable	(7,408,049)	
Deferred Bond Issuance Costs	175,052	
Ohio Public Works Commission Loan Payable	(199,424)	
Ohio Water Development Authority Loan Payable	(707,321)	
Loan Payable	(550,637)	
Compensated Absences Payable	(1,066,576)	
Capital Lease Payable	(50,448)	
Accrued Interest Payable	(27,977)	(9,835,380)
<i>Net Assets of Governmental Activities</i>		\$ 80,174,743

See accompanying notes to the basic financial statements



KNOX COUNTY, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2011**

	General	Public Assistance	Motor Vehicle and Gasoline Tax	Children Services Board
Revenues:				
Taxes	\$ 7,876,473	\$ 0	\$ 0	\$ 876,611
Intergovernmental Revenues	1,751,449	3,386,318	4,949,408	919,352
Charges for Services	2,589,782	0	4,334	139,115
Licenses and Permits	4,204	0	0	0
Investment Earnings	172,745	0	1,363	0
Special Assessments	0	0	0	0
Fines and Forfeitures	53,137	0	8,026	0
All Other Revenue	582,554	174,115	34,006	4,904
Total Revenue	13,030,344	3,560,433	4,997,137	1,939,982
Expenditures:				
Current:				
General Government:				
Legislative and Executive	4,994,460	0	0	0
Judicial	1,916,547	0	0	0
Public Safety	3,904,607	0	0	0
Public Works	65,499	0	4,628,162	0
Health	173,360	0	0	0
Human Services	613,996	2,856,963	0	1,648,127
Intergovernmental	0	0	0	0
Capital Outlay	131,798	0	0	0
Debt Service:				
Principal Retirement	60,071	0	47,914	0
Interest and Fiscal Charges	24,066	0	5,203	0
Total Expenditures	11,884,404	2,856,963	4,681,279	1,648,127
Excess (Deficiency) of Revenues Over Expenditures	1,145,940	703,470	315,858	291,855
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Insurance Recoveries	0	0	70,843	0
Ohio Water Development Authority Loan	32,513	0	0	0
Transfers In	39,824	166,493	0	0
Transfers Out	(818,874)	(445,096)	0	0
Total Other Financing Sources (Uses)	(746,537)	(278,603)	70,843	0
Net Change in Fund Balances	399,403	424,867	386,701	291,855
Fund Balances at Beginning of Year, restated	2,727,278	2,830,147	1,549,583	3,348,212
Decrease in Inventory	(712)	0	(87,889)	0
Fund Balances End of Year	\$ 3,125,969	\$ 3,255,014	\$ 1,848,395	\$ 3,640,067

See accompanying notes to the financial statements

KNOX COUNTY, OHIO

Development Disabilities	Other Governmental Funds	Total Governmental Funds
\$ 3,745,509	\$ 3,112,366	\$ 15,610,959
3,636,880	5,104,022	19,747,429
0	1,080,412	3,813,643
0	215,729	219,933
0	1,263	175,371
0	12,719	12,719
0	223,856	285,019
88,134	421,904	1,305,617
<u>7,470,523</u>	<u>10,172,271</u>	<u>41,170,690</u>
0	582,358	5,576,818
0	96,881	2,013,428
0	2,592,283	6,496,890
0	9,523	4,703,184
0	296,362	469,722
5,016,235	1,366,484	11,501,805
0	2,052,914	2,052,914
0	2,829,659	2,961,457
0	775,264	883,249
0	278,493	307,762
<u>5,016,235</u>	<u>10,880,221</u>	<u>36,967,229</u>
2,454,288	(707,950)	4,203,461
0	204,700	204,700
0	0	70,843
0	0	32,513
0	995,288	1,201,605
0	(25,717)	(1,289,687)
<u>0</u>	<u>1,174,271</u>	<u>219,974</u>
2,454,288	466,321	4,423,435
7,559,526	4,021,741	22,036,487
0	0	(88,601)
<u>\$ 10,013,814</u>	<u>\$ 4,488,062</u>	<u>\$ 26,371,321</u>

KNOX COUNTY, OHIO

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
For The Year Ended December 31, 2011***

Net Change in Fund Balances - Total Governmental Funds \$ 4,423,435

Amounts reported for governmental activities in the statement of activities are different because

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital Outlay	3,792,910	
Depreciation Expense	(3,257,171)	535,739

Governmental Funds only report the disposal of assets to the extent proceeds are received from sale. In the statement of activities, the loss is reported for each disposal. (341,990)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (696,009)

The issuance of long-term debt provides current financial resources to governmental funds, but issuances increase long-term liabilities in the statement of net assets. The payment of principal is an expenditure in the governmental funds, but reduces long-term liabilities in the statement of net assets.

Ohio Water Development Authority Loan	(32,513)	
General Obligation Bond Principal Payment	735,000	
Ohio Public Works Commission Principal Payment	40,264	
Ohio Water Development Authority Principal Payment	39,206	
Loan Principal Payment	20,865	
Capital Lease Principal Payment	47,914	850,736

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 2,351

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Compensated Absences	55,939	
Change in Inventory	(88,601)	
Amortization of Bond Premium	13,580	
Amortization of Bond Issuance Costs	(17,505)	
Amortization of Loss on Refunding	(40,275)	(76,862)

The internal service funds are used by management to charge the costs of services to individual funds is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities. (2,070,478)

Change in Net Assets of Governmental Activities **\$ 2,626,922**

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive Negative
Revenues:				
Taxes	\$ 7,146,000	\$ 7,146,000	\$ 7,866,711	\$ 720,711
Intergovernmental Revenues	1,870,000	1,870,000	1,736,237	(133,763)
Charges for Services	1,956,800	1,956,800	2,176,539	219,739
Licenses and Permits	4,000	4,000	4,199	199
Investment Earnings	250,000	250,000	207,463	(42,537)
Fines and Forfeitures	76,000	76,000	52,709	(23,291)
All Other Revenues	663,725	663,725	602,371	(61,354)
Total Revenues	<u>11,966,525</u>	<u>11,966,525</u>	<u>12,646,229</u>	<u>679,704</u>
Expenditures:				
Current:				
General Government - Legislative and Executive	5,273,083	5,330,302	4,967,266	363,036
General Government - Judicial	1,851,289	1,882,846	1,807,309	75,537
Public Safety	3,777,369	4,037,355	3,979,858	57,497
Public Works	168,860	146,039	65,927	80,112
Health	174,470	181,620	173,884	7,736
Human Services	660,910	658,870	620,132	38,738
Debt Service:				
Principal	60,071	60,071	60,071	0
Interest and Fiscal Charges	24,066	24,066	24,066	0
Capital Outlay	260,646	238,381	143,818	94,563
Total Expenditures	<u>12,250,764</u>	<u>12,559,550</u>	<u>11,842,331</u>	<u>717,219</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(284,239)	(593,025)	803,898	1,396,923
Other Financing Sources (Uses):				
Other Financing Uses	(108,640)	(119,140)	(115,981)	3,159
Transfers In	150,000	150,000	195,717	45,717
Transfers Out	(867,493)	(729,507)	(716,685)	12,822
Total Other Financing Sources (Uses)	<u>(826,133)</u>	<u>(698,647)</u>	<u>(636,949)</u>	<u>61,698</u>
Net Change in Fund Balance	(1,110,372)	(1,291,672)	166,949	1,458,621
Fund Balance at Beginning of Year	1,640,877	1,640,877	1,640,877	0
Prior Year Encumbrances	396,849	396,849	396,849	0
Fund Balance at End of Year	<u>\$ 927,354</u>	<u>\$ 746,054</u>	<u>\$ 2,204,675</u>	<u>\$ 1,458,621</u>

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Public Assistance Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 3,700,000	\$ 3,700,000	\$ 3,386,318	\$ (313,682)
All Other Revenues	390,200	390,200	186,194	(204,006)
Total Revenues	<u>4,090,200</u>	<u>4,090,200</u>	<u>3,572,512</u>	<u>(517,688)</u>
Expenditures:				
Human Services	<u>4,970,884</u>	<u>4,956,666</u>	<u>3,033,517</u>	<u>1,923,149</u>
Total Expenditures	<u>4,970,884</u>	<u>4,956,666</u>	<u>3,033,517</u>	<u>1,923,149</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(880,684)	(866,466)	538,995	1,405,461
Other Financing Sources (Uses):				
Transfers In	160,000	160,000	166,493	6,493
Transfers Out	<u>(430,877)</u>	<u>(445,096)</u>	<u>(445,096)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(270,877)</u>	<u>(285,096)</u>	<u>(278,603)</u>	<u>6,493</u>
Net Change in Fund Balance	(1,151,561)	(1,151,562)	260,392	1,411,954
Fund Balance at Beginning of Year	2,734,342	2,734,342	2,734,342	0
Prior Year Encumbrances	<u>215,060</u>	<u>215,060</u>	<u>215,060</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,797,841</u>	<u>\$ 1,797,840</u>	<u>\$ 3,209,794</u>	<u>\$ 1,411,954</u>

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Motor Vehicle and Gasoline Tax Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 4,890,000	\$ 4,890,000	\$ 4,957,547	\$ 67,547
Charges for Services	4,000	4,000	4,320	320
Investment Earnings	3,000	3,000	1,311	(1,689)
Fines and Forfeitures	9,000	9,000	7,643	(1,357)
All Other Revenues	15,500	15,500	33,328	17,828
Total Revenues	<u>4,921,500</u>	<u>4,921,500</u>	<u>5,004,149</u>	<u>82,649</u>
Expenditures:				
Public Works	<u>5,120,712</u>	<u>5,230,912</u>	<u>4,927,083</u>	<u>303,829</u>
Total Expenditures	<u>5,120,712</u>	<u>5,230,912</u>	<u>4,927,083</u>	<u>303,829</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(199,212)	(309,412)	77,066	386,478
Other Financing Sources (Uses):				
Insurance Recoveries	<u>0</u>	<u>0</u>	<u>70,843</u>	<u>70,843</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>70,843</u>	<u>70,843</u>
Net Change in Fund Balance	(199,212)	(309,412)	147,909	457,321
Fund Balance at Beginning of Year	807,963	807,963	807,963	0
Prior Year Encumbrances	<u>199,213</u>	<u>199,213</u>	<u>199,213</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 807,964</u>	<u>\$ 697,764</u>	<u>\$ 1,155,085</u>	<u>\$ 457,321</u>

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Children Services Board Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 840,800	\$ 840,800	\$ 876,270	\$ 35,470
Intergovernmental Revenues	654,200	654,200	916,852	262,652
Charges for Services	115,000	115,000	136,115	21,115
All Other Revenues	7,100	7,100	4,904	(2,196)
Total Revenues	<u>1,617,100</u>	<u>1,617,100</u>	<u>1,934,141</u>	<u>317,041</u>
Expenditures:				
Human Services	<u>2,969,630</u>	<u>2,969,630</u>	<u>1,774,805</u>	<u>1,194,825</u>
Total Expenditures	<u>2,969,630</u>	<u>2,969,630</u>	<u>1,774,805</u>	<u>1,194,825</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,352,530)	(1,352,530)	159,336	1,511,866
Fund Balance at Beginning of Year	3,269,112	3,269,112	3,269,112	0
Prior Year Encumbrances	<u>164,630</u>	<u>164,630</u>	<u>164,630</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,081,212</u>	<u>\$ 2,081,212</u>	<u>\$ 3,593,078</u>	<u>\$ 1,511,866</u>

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Development Disabilities Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 3,535,800	\$ 3,535,800	\$ 3,744,268	\$ 208,468
Intergovernmental Revenues	2,007,040	2,007,040	3,146,990	1,139,950
All Other Revenues	58,050	58,050	144,770	86,720
Total Revenues	<u>5,600,890</u>	<u>5,600,890</u>	<u>7,036,028</u>	<u>1,435,138</u>
Expenditures:				
Human Services	<u>7,651,580</u>	<u>7,651,580</u>	<u>5,053,339</u>	<u>2,598,241</u>
Total Expenditures	<u>7,651,580</u>	<u>7,651,580</u>	<u>5,053,339</u>	<u>2,598,241</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,050,690)	(2,050,690)	1,982,689	4,033,379
Other Financing Sources (Uses):				
Transfers In	2,305,119	2,335,119	0	(2,335,119)
Transfers Out	<u>(2,305,119)</u>	<u>(2,305,119)</u>	<u>0</u>	<u>2,305,119</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>30,000</u>	<u>0</u>	<u>(30,000)</u>
Net Change in Fund Balance	(2,050,690)	(2,020,690)	1,982,689	4,003,379
Fund Balance at Beginning of Year	<u>6,088,304</u>	<u>6,088,304</u>	<u>6,088,304</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,037,614</u>	<u>\$ 4,067,614</u>	<u>\$ 8,070,993</u>	<u>\$ 4,003,379</u>

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Net Assets
Proprietary Funds
December 31, 2011**

	Business-Type Activities - Enterprise Funds			Governmental
	Sewer District	Landfill	Total	Activities- Internal Service Fund
Assets:				
Current Assets:				
Cash and Cash Equivalents	\$ 7,990,541	\$ 75,940	\$ 8,066,481	\$ 584,725
Cash and Cash Equivalents with Fiscal Agent	0	0	0	206,316
Receivables:				
Accounts	394,452	0	394,452	10,240
Intergovernmental	972,000	0	972,000	0
Interest	801	0	801	70
Special Assessments	45,505	0	45,505	0
Inventory of Supplies	117,660	0	117,660	0
Prepaid Items	4,814	0	4,814	0
Total Current Assets	9,525,773	75,940	9,601,713	801,351
Noncurrent Assets:				
Restricted Assets:				
Cash and Cash Equivalents	68,273	0	68,273	0
Deferred Charge	126,064	0	126,064	0
Capital Assets not Being Depreciated	1,989,807	143,164	2,132,971	0
Capital Assets being Depreciated, net	3,375,716	0	3,375,716	0
Total Noncurrent Assets	5,559,860	143,164	5,703,024	0
Total Assets	15,085,633	219,104	15,304,737	801,351
Liabilities:				
Current Liabilities:				
Accounts Payable	21,033	0	21,033	0
Accrued Wages and Benefits	8,252	0	8,252	0
Intergovernmental Payable	10,657	0	10,657	0
Contracts Payable	674,001	0	674,001	0
Claims Payable	0	0	0	1,258,144
Retainage Payable	68,273	0	68,273	0
Accrued Interest Payable	25,945	0	25,945	0
Compensated Absences - Current	22,909	0	22,909	0
Recovery Zone Economic				
Development Bonds Payable - Current	70,000	0	70,000	0
OWDA Loans Payable - Current	2,938	0	2,938	0
Landfill Postclosure Care Liability - Current	0	91,675	91,675	0
Total Current Liabilities	904,008	91,675	995,683	1,258,144

KNOX COUNTY, OHIO

	Business-Type Activities - Enterprise Funds			Governmental
	Sewer District	Landfill	Total	Activities- Internal Service Fund
Noncurrent Liabilities				
Compensated Absences Payable	8,315	0	8,315	0
Recovery Zone Economic				
Development Bonds Payable	6,590,000	0	6,590,000	0
OWDA Loans Payable	51,259	0	51,259	0
Landfill Postclosure Care Liability	0	1,053,980	1,053,980	0
Total Noncurrent Liabilities	6,649,574	1,053,980	7,703,554	0
Total Liabilities	7,553,582	1,145,655	8,699,237	1,258,144
Net Assets:				
Invested in Capital Assets, net of related debt	3,539,544	143,164	3,682,708	0
Unrestricted	3,992,507	(1,069,715)	2,922,792	(456,793)
Total Net Assets	\$ 7,532,051	\$ (926,551)	\$ 6,605,500	\$ (456,793)
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(76,249)	
Total Net Assets of Business Type Activities			\$ 6,529,251	

See accompanying notes to the basic financial statements



KNOX COUNTY, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2011**

	Business-Type Activities - Enterprise Funds			Governmental
	Sewer District	Landfill	Total	Activities- Internal Service Fund
Operating Revenues:				
Charges for Services	\$ 1,735,265	\$ 0	\$ 1,735,265	\$ 3,734,148
Other Operating Revenue	7,403	0	7,403	0
Total Operating Revenues	<u>1,742,668</u>	<u>0</u>	<u>1,742,668</u>	<u>3,734,148</u>
Operating Expenses:				
Personal Services	541,273	0	541,273	0
Contractual Services	319,321	0	319,321	417,194
Materials and Supplies	185,425	0	185,425	0
Depreciation	235,278	0	235,278	0
Other Operating Expenses	48,557	97,909	146,466	0
Health Insurance Claims	0	0	0	5,465,377
Total Operating Expenses	<u>1,329,854</u>	<u>97,909</u>	<u>1,427,763</u>	<u>5,882,571</u>
Operating Income (Loss)	412,814	(97,909)	314,905	(2,148,423)
Nonoperating Revenue (Expenses):				
Intergovernmental Grants	252,103	0	252,103	0
Investment Earnings	23,818	0	23,818	1,819
Interest Expense	(321,105)	0	(321,105)	0
Other Nonoperating Expense	0	0	0	(123)
Total Nonoperating Revenues (Expenses)	<u>(45,184)</u>	<u>0</u>	<u>(45,184)</u>	<u>1,696</u>
Income (Loss) Before Contributions and Transfers	367,630	(97,909)	269,721	(2,146,727)
Capital Contributions - Tap in Fees	34,200	0	34,200	0
Transfers In	0	102,189	102,189	0
Transfers Out	(14,107)	0	(14,107)	0
Change in Net Assets	387,723	4,280	392,003	(2,146,727)
Net Assets (Deficit) Beginning of Year	7,144,328	(930,831)	6,213,497	1,689,934
Net Assets (Deficit) End of Year	<u>\$ 7,532,051</u>	<u>\$ (926,551)</u>	<u>\$ 6,605,500</u>	<u>\$ (456,793)</u>
Change in Net Assets of Enterprise Funds			\$ 392,003	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(76,249)	
Change in Net Assets of Business Type Activities			<u>\$ 315,754</u>	

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2011**

	<u>Business Type Activities - Enterprise Funds</u>			Governmental
	Sewer District	Landfill	Totals	Activities - Internal Service Fund
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$1,757,172	\$0	\$1,757,172	\$0
Cash Received from Interfund Services	0	0	0	3,734,601
Cash Payments to Suppliers for Goods and Services	(566,675)	(102,189)	(668,864)	(417,317)
Cash Payments to Employees for Service	(533,332)	0	(533,332)	0
Cash Payments for Claims	0	0	0	(4,437,625)
Cash From Other Sources	19,613	0	19,613	0
Net Cash Provided (Used) for Operating Activities	676,778	(102,189)	574,589	(1,120,341)
<u>Cash Flows from Noncapital and Related Financing Activities:</u>				
Transfers In	0	102,189	102,189	0
Intergovernmental Grants	252,103	0	252,103	0
Net Cash Provided by Noncapital and Related Financing Activities	252,103	102,189	354,292	0
<u>Cash Flows from Capital and Related Financing Activities:</u>				
Receipt of Special Assessments	9,301	0	9,301	0
Contributed Capital from Tap-In Fees	34,200	0	34,200	0
Intergovernmental Grants	220,000	0	220,000	0
Acquisition of Capital Assets	(907,309)	0	(907,309)	0
Principal Paid on Ohio Water Development Loan Payable	(2,781)	0	(2,781)	0
Interest Paid on Debt	(314,470)	0	(314,470)	0
Net Cash Used for Capital and Related Financing Activities	(961,059)	0	(961,059)	0
<u>Cash Flows from Investing Activities:</u>				
Receipts of Interest	9,736	0	9,736	1,980
Net Cash Provided by Investing Activities	9,736	0	9,736	1,980
Net Decrease in Cash and Cash Equivalents	(22,442)	0	(22,442)	(1,118,361)
Cash and Cash Equivalents at Beginning of Year	8,081,256	75,940	8,157,196	1,909,402
Cash and Cash Equivalents at End of Year	\$8,058,814	\$75,940	\$8,134,754	\$791,041
<u>Reconciliation of Cash and</u>				
<u>Cash Equivalents per Statement of Net Assets:</u>				
Cash and Cash Equivalents	\$7,990,541	\$75,940	\$8,066,481	\$584,725
Cash and Cash Equivalents with Fiscal Agent	0	0	0	206,316
Restricted Cash and Cash Equivalents	68,273	0	68,273	0
Cash and Cash Equivalents at End of Year	\$8,058,814	\$75,940	\$8,134,754	\$791,041

(Continued)

KNOX COUNTY, OHIO

	<u>Business Type Activities - Enterprise Funds</u>			Governmental
	Sewer District	Landfill	Totals	Activities - Internal Service Fund
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>				
<u>Provided (Used) for Operating Activities:</u>				
Operating Income (Loss)	\$412,814	(\$97,909)	\$314,905	(\$2,148,423)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) for Operating Activities:				
Depreciation Expense	235,278	0	235,278	0
Miscellaneous Nonoperating Expense	0	0	0	(123)
Changes in Assets and Liabilities:				
Decrease in Accounts Receivable	34,117	0	34,117	25,974
Increase in Inventory	(16,034)	0	(16,034)	0
Decrease in Prepaid Items	983	0	983	0
Increase in Accounts Payable	1,909	0	1,909	0
Increase in Accrued Wages and Benefits	1,276	0	1,276	0
Decrease in Closure and Postclosure Care Payable	0	(4,280)	(4,280)	0
Decrease in Intergovernmental Payable	(136)	0	(136)	0
Decrease in Due to Other Funds	(230)	0	(230)	0
Increase in Compensated Absences	6,801	0	6,801	0
Increase in Claims Payable	0	0	0	1,002,231
Total Adjustments	263,964	(4,280)	259,684	1,028,082
Net Cash Provided (Used) for Operating Activities	\$676,778	(\$102,189)	\$574,589	(\$1,120,341)

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2011***

	<u>Agency</u>
Assets:	
Cash and Cash Equivalents	\$ 5,329,682
Cash and Cash Equivalents in Segregated Accounts	444,656
Receivables:	
Taxes	54,298,544
Accounts	9,372
Special Assessments	38,192
Intergovernmental	<u>2,950,508</u>
Total Assets	<u><u>\$ 63,070,954</u></u>
Liabilities:	
Intergovernmental Payable	\$ 60,872,383
Undistributed Monies	438,738
Due to Others	<u>1,759,833</u>
Total Liabilities	<u><u>\$ 63,070,954</u></u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to generally accepted accounting principles for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board and other recognized authoritative sources. The County also applies pronouncements of the Financial Accounting Standards Board issued on or before November 30, 1989, to its governmental activities and its proprietary funds unless they contradict or conflict with GASB pronouncements. The County has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds. The information generally relates to the primary government. Information related to the Airport is specifically identified.

A. Reporting Entity

Knox County, Ohio (The County) was created in 1808. The County is governed by a board of three commissioners elected by the voters of the County. Other officials elected by the voters of the County that manage various segments of the County's operations are the county auditor, treasurer, recorder, clerk of courts, coroner, engineer, prosecuting attorney, sheriff, a common pleas court judge, and a probate/juvenile court judge. The county commissioners authorize expenditures as well as serve as the budget and taxing authority, contracting body and the chief administrators of public services for the County, including each of these departments.

The reporting entity is comprised of the primary government, a component unit and other organizations that are included to insure that the financial statements of the County are not misleading.

The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the County. For Knox County this includes the children services board, the board of development disabilities, the human services department, the emergency management agency and all departments and activities that are operated directly by the elected County officials.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and 1) the County is able to significantly influence the programs or services performed or provided by the organization or 2) the County is legally entitled to or can otherwise access the organization's resources, the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization, or the County is obligated for the debt of the organization. Component units may also include organizations for whom the County approves the budget, the levying of taxes or the issuance of debt.

The County participates in the **County Risk Sharing Authority (CORSA)**, a public entity risk sharing pool among thirty-three counties in Ohio. CORSA was formed as an Ohio non-profit corporation for the purpose of establishing the CORSA Insurance/self-insurance Program, a group primary and excess insurance/self-insurance and risk management program.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

The County participates in the **County Commissioners Association of Workers' Compensation Group Rating Plan** established under Section 4123.29 of the Ohio Revised Code. The County Commissioners Association Service Corporation (CCAOSC) was established through the County Commissioners Association of Ohio (CCAO) as a group purchasing pool.

Joint Ventures:

The County participates in three joint ventures with other Ohio local governments.

Emergency Management Agency

The Emergency Management Agency is a joint venture among the County, twenty-two townships located within the County, six villages and one corporation.

Community Mental Health and Recovery Board of Licking and Knox Counties (CMHRB)

The CMHRD Board is a joint venture between Knox and Licking counties. The headquarters for the CMHRD is in Licking County.

Eastern Ohio Housing Corporation

The Knox County Department of Development Disabilities contracts with the Eastern Ohio Housing Authority to develop dwellings and provide affordable housing for persons with disabilities.

Jointly Governed Organizations:

The County participates in six jointly governed organizations with other Ohio local governments.

Joint Solid Waste District

The Joint Solid Waste District is a jointly governed organization among Delaware, Knox, Marion, and Morrow Counties. The purpose of the district is to make disposal of waste in the four county area more comprehensive in terms of recycling and land filling.

Mid Eastern Ohio Regional Council (MEORC)

MEORC is a jointly governed organization among eighteen county departments of developmental disabilities in Ohio.

Licking-Muskingum Community Based Correctional Facility (CBCF)

CBCF is a jointly governed organization among four counties. The purpose is to offer treatment, education, work and other rehabilitation services to convicted felons.

Knox County Family and Children First Council (KFCFCF)

The KFCFCF is a jointly governed organization. The purpose is to promote the well-being of children and their families.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

Heart of Ohio Resource Conservation and Development Council (HOCDC)

The HOCDC is a jointly governed organization among nine counties. The purpose is to enhance the quality of life in central Ohio by facilitating the use of natural resources for a sustainable future.

Perry Multi-County Juvenile Facility (JF)

The JF is a jointly governed organization among eight counties. The purpose is to rehabilitate juvenile offenders in lieu of commitment to the Ohio Department of Youth Services.

Further information regarding these joint ventures and jointly governed organizations is presented in Note 12 and Note 13.

Related Organizations:

Mid Ohio Transit Authority (M.O.T.A.)

One Commissioner is appointed to the total of a four person governing board of M.O.T.A. The Commissioners cannot influence M.O.T.A.'s operation nor does M.O.T.A. represent a potential financial benefit for or burden of the County. M.O.T.A. did receive funding in the amount of \$32,000 for 2011.

Public Library of Mount Vernon and Knox County

The Commissioners and Judge of Knox County Common Pleas appoint the governing board of the Library, however, the Commissioners and Judge cannot influence the Library's operation nor does the Library represent a potential financial benefit for or burden on the County. The Commissioners serve in a ministerial capacity as a taxing authority for the Library. Once the Library Board determines to present a levy to the voters, including the determination of its rate and duration, the Commissioners must place the levy on the ballot. The Library determines its own budget. The Library did not receive any funding from the County during 2011.

Discretely Presented Component Unit:

The component unit column in the financial statements identifies the financial data of the County's component unit, Knox County Airport. It is reported separately to emphasize that it is legally separate from the County. Knox County Airport does not issue separate financial statements.

Knox County Airport is situated on County owned land, and it is operated by a County appointed authority. The County has issued loans on behalf of the airport for the construction of hangar bays and storage buildings as well as the purchase of land. The Airport is reflected as a component unit of the County.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

Agencies, Boards and Commissions:

As custodian of public funds, the County Treasurer invests all public monies held on deposit in the County treasury. In the case of the separate agencies, boards and commissions listed below, the County serves as fiscal agent but is not financially accountable. Accordingly the activity of the following districts and agencies is presented as agency funds within the County's financial statements:

Knox County General Health District is governed by a five member board of health which oversees the operation of the health district and is elected by a regional advisory council. The board adopts its own budget, hires and fires its own staff, and operates autonomously from the County.

Knox County Soil and Water Conservation District is statutorily created as a separate and distinct political subdivision of the State. The five supervisors of the Soil and Water Conservation District are appointed by elected officials and authorized to contract and sue on behalf of the District. The supervisors adopt their own budget, authorize District expenditures, hire and fire staff, and do not rely on the County to finance deficits.

The **Regional Planning Commission** is statutorily created as a separate and distinct political subdivision of the State. The Commission consists of representatives from the county, each township, and each municipality. The planning members adopt their own budget, authorize Commission expenditures, hire and fire staff, and do not rely on the County to finance deficits.

B. Basis of Presentation – Fund Accounting

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The following fund types are used by the County.

Governmental Fund Types:

Governmental funds are those through which most governmental functions of the County are financed. The acquisition, use and balances of the County's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The following are the County's major governmental funds:

General Fund

The General Fund is used to account for all financial resources of the County except those required to be accounted for in another fund. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Ohio.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation – Fund Accounting (Continued)

Public Assistance Fund

This fund is used to account for various federal and state grants as well as transfers from the general fund used to provide public assistance to general relief recipients and to pay their providers of medical assistance, and for certain public social services.

Motor Vehicle and Gasoline Tax Fund

This fund is used to account for revenues derived from the sale of motor vehicle license, gasoline taxes and interests. Expenditures are restricted by state law to county road and bridge construction, maintenance and repairs. The County engineer currently expends the majority of the revenues for repairs.

Children Services Board Fund

This fund accounts for money from a tax levy, federal and state grants, support collection and social security. Major expenditures are for a boys' group home, emergency shelters, medical treatment, school supplies, counseling and parental training.

Development Disabilities Fund

This fund accounts for money received from a County-wide property tax levy and several federal and state grants and subsidies. This fund accounts for the operations of a school for the developmentally disabled.

The other governmental funds of the County account for grants and other resources whose use is restricted for a particular purpose; the accumulation of resources for, and the payment of debt; and the acquisition or construction of major capital facilities.

Proprietary Fund Types:

Proprietary funds are used to account for the County's ongoing activities which are similar to those found in the private sector. The following are the County's proprietary fund types:

Enterprise Funds

Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the County's major enterprise funds:

Sewer District Fund – The Fund that accounts for provision of sewer and water services.

Landfill Fund – The Fund that accounts for the liability associated with landfill postclosure costs.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation – Fund Accounting (Continued)

Internal Service Fund

The internal service fund is used to account for the County’s self-insurance activity. Employee medical benefits are provided by the self-insurance fund to other County departments on a cost reimbursement basis.

Fiduciary Fund Types:

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds, and agency funds. The County’s only fiduciary fund type is its agency funds. The County’s agency funds hold assets such as property and other taxes as well as other intergovernmental resources that have been collected by the County and will be distributed to other taxing districts located within the County. The County’s agency funds are custodial in nature (assets equal liabilities) and do not involve measurement or accounts of operations.

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid “doubling up” revenues and expenses. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function or program of the County’s governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Certain indirect costs have been included as part of the program expenses reported for the various functional activities.

Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

Fund Financial Statements – Fund financial statements report detailed information about the County. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for the governmental funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. Available means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current year. The available period for the County is thirty days after year end. In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: earnings on investments, sales tax (see Note 7), federal and state grants and subventions, and charges for current services. Major revenue sources not susceptible to accrual include licenses and permits, and fines and forfeitures, which are not considered measurable until received.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the County must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

The County reports deferred revenues on its balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the balance sheet and revenue is recognized. Special assessments are recorded as deferred revenue because they do not meet the availability criteria. Property taxes measurable as of December 31, 2011, but which are intended to finance 2012 operations, and delinquent property taxes, whose availability is indeterminable have also been recorded as deferred revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred. Principal and interest on general and special assessment long-term debt are recorded as fund liabilities when due, and costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds, and the agency funds. Revenues are recognized when they are earned and expenses are recognized when incurred. Unbilled service charges receivable are recognized as revenue at year end.

Component Unit

The Knox County Airport uses the full accrual basis of accounting similar to the proprietary funds of the County.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources, and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are required to be budgeted and appropriated. The Airport and six funds of the County are being reported as part of the statements prepared using generally accepted accounting principles but were not budgeted by the County because they are outside of the appropriated budget and do not maintain separate budgetary financial records. The funds are Commissary, Revolving Loan, Law Enforcement, Drug Enforcement, Work Release, and Landfill Development (Enterprise Fund). The primary level of budgetary control is at the object level within each department. Budgetary modifications may only be made by resolution of the County Commissioners.

Tax Budget

A budget of estimated revenue and expenditures is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Commission certifies its actions to the County by September 1. As part of this certification, the County receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the County must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered balances from the preceding year. The certificate may be further amended during the year if the County Auditor determines that more or less revenue will be received than originally estimated. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2011.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

Appropriations

A temporary appropriation resolution to control expenditures may be passed on or about January 1 of each year for the period of January 1 to March 31. An annual appropriation resolution must be passed by April 1 of each year for the period January 1 to December 31. The appropriation resolution fixes spending authority at the fund, department, and object level, the legal level of control. The appropriation resolution may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The allocation of appropriations among departments and objects within a fund may only be modified during the year by a resolution of the Commissioners. During 2011, supplemental appropriation resolutions were passed. The amounts reported as the original budget amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as final budget amounts in the statement of budgetary comparison represent the final appropriations amount including all amendments and modifications.

Lapsing of Appropriations

At the close of the year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding fiscal year and need not be re-appropriated.

Budgetary Basis of Accounting

While reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law and described above is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations.

The Statements of Revenues, Expenditures, and Changes in Fund Balances, Budget and Actual (Budget Basis), are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year end encumbrances are treated as expenditures/expenses (budget basis) rather than as reservation of fund balance for governmental fund types (GAAP basis).
4. Proceeds from and principal payments on short-term note obligations are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

A reconciliation of results of operations on the GAAP basis to the budget basis appears in Note 4.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Cash Equivalents and Investments

To improve cash management, cash received by the County Treasurer is pooled in a central bank account. Moneys for all funds, including proprietary funds, are maintained in this account or are temporarily used to purchase short term investments. Individual fund integrity is maintained through the County's records. Interest revenue earned by the primary government during 2011 amounted to \$201,008.

The County has invested funds in the STAR Ohio during 2011. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2011.

For purposes of the statement of cash flows and for presentation on the financial statements, investments of the cash management pool are considered to be cash equivalents.

G. Inventories

Inventories of governmental funds are valued at cost on a first-in, first-out basis using the purchase method while inventories of governmental activities and enterprise funds are valued at lower of cost or market using the consumption method.

Reported supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets.

Component Unit:

Inventory of the Knox County Airport is valued at the lower of cost or market on a first-in, first-out basis and is expensed when used.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2011, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which it is consumed.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets and Depreciation

Capital assets are defined by the County as assets with an initial, individual cost of more than \$1,000 except for land and computer hardware, in which all are capitalized.

1. Property, Plant and Equipment – Governmental Activities

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements.

Donated capital assets are recorded at fair market value at the date received. Capital asset values were determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing current market costs back to the estimated year of acquisition.

2. Property, Plant and Equipment – Business Type Activities

Property, plant and equipment acquired by the proprietary funds, and component units, are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Donated capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds.

Depreciation has been provided on a straight-line basis over the following estimated useful lives:

<u>Description</u>	<u>Primary Government</u>	<u>Airport</u>
Buildings and Improvements	10-50 Years	10-50 Years
Machinery and Equipment	5-30 Years	5-30 Years
Vehicles	5-10 Years	5 Years
Computer Equipment	5 Years	5 Years
Sewer and Water Lines	50 Years	N/A
Infrastructure	12-100 Years	N/A
Runway	N/A	50 Years

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences

The County complies with the provisions of GASB Statement No. 16, “Accounting for Compensated Absences”. Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the County will compensate employees for the benefits through time off or some other means. Sick leave benefits are accrued using the termination payment method. An accrual for earned sick leave is made to the extent it is probable that the benefits will result in termination payments. The liability is an estimate based on the County’s past experience of making termination payments.

For governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated unpaid leave are paid. In proprietary funds, and the government-wide Statement of Net Assets, the entire amount of compensated absences is reported as a fund liability. In the government-wide statement of net assets, “Compensated Absences Payable” is recorded within the “Due within one year” account and the long-term portion of the liability is recorded within the “Due in more than one year” account.

K. Long-Term Liabilities

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bond	Bond Retirement Fund
Ohio Public Works Commission Loans	Motor Vehicle and Gas Tax Fund
Ohio Water Development Authority Loans	General Fund, Sewer District Fund
Recovery Zone Economic Development Bonds	Sewer District Fund
Loan Payable	General Fund
Capital Leases Payable	Motor Vehicle and Gas Tax Fund
Compensated Absences	General Fund, Public Assistance Fund, Motor Vehicle and Gas Tax Fund, Children Services Board Fund, Development Disabilities Fund, Dog and Kennel Fund, Probate Juvenile Special Projects Fund, Juvenile Court Social Workers Fund, Delinquent Tax Assessment Fund, VOCA and SVAA Grant Fund, Byrne Drug Court Fund, 911 Emergency Calling System Fund, Youth Service Grant Fund, Emergency Management Agency Fund, Sewer District Fund

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The County applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

M. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Interfund services provided and used are not eliminated in the process of consolidation. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

N. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the County is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

Restricted – The fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Fund Balance (Continued)

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the County Commissioners. Those committed amounts cannot be used for any other purpose unless the County Commissioners remove or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the County Commissioners.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned. The County applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

O. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are sewer and water treatment and distribution, and interfund charges for the internal service funds. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

P. Risk Management

The County provides insurance coverage combined with its own risk management activities to organizations outside its reporting entity, however, the County is by far the predominant participant and the activity is reported as an internal service fund.

Q. Bond Issuance Costs

In governmental fund types, bond issuance costs are recognized in the current period. Bond issuance costs in the government-wide financial statements and proprietary fund types are deferred and amortized over the term of the bonds. Issuance costs are recorded as deferred charges.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 2 – PRIOR PERIOD ADJUSTMENTS AND RESTATEMENT OF FUND BALANCES

For fiscal year 2011, the County implemented Governmental Accounting Standard Board(GASB) Statement No. 54, “Fund Balance Reporting and Governmental Fund Type Definitions”. GASB Statement No. 54 enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This statement establishes fund balance classifications that compromise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The implementation of this statement resulted in the reclassification of certain funds and restatement of the County’s financial statements.

The implementation of GASB Statement No. 54 resulted in the restatement of the fund balances of the General Fund and the nonmajor governmental funds as follows:

	General Fund	Nonmajor Governmental Funds
Fund Balance at December 3, 2011 as reported	\$2,614,455	\$4,134,564
Change in Fund Structure	112,823	(112,823)
Fund Balance at December 31, 2011 as restated	<u>\$2,727,278</u>	<u>\$4,021,741</u>

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KNOX COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 3 – FUND BALANCES

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the County is bound to observe constraints imposed upon the use of resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General Fund	Public Assistance	Motor Vehicle and Gasoline Tax	Children Services Board	Development Disabilities	Other Governmental Funds	Total Governmental Funds
Nonspendable:							
Long-term Loans Receivable	\$150,000	\$0	\$0	\$0	\$0	\$60,185	\$210,185
Supplies Inventory	3,046	0	271,356	0	0	0	274,402
Prepaid Items	76,068	12,002	0	0	5,679	3,038	96,787
Total Nonspendable	229,114	12,002	271,356	0	5,679	63,223	581,374
Restricted:							
Job and Family Services	0	3,243,012	0	3,640,067	0	514,594	7,397,673
County Public Works	0	0	1,577,039	0	0	27,630	1,604,669
Development Disabilities	0	0	0	0	10,008,135	0	10,008,135
Animal Control	0	0	0	0	0	92,567	92,567
County Courts	0	0	0	0	0	163,382	163,382
County Public Safety	0	0	0	0	0	1,425,747	1,425,747
Tax Assessment and Collections	0	0	0	0	0	1,503,172	1,503,172
Community Development	0	0	0	0	0	57,669	57,669
Community Mental Health	0	0	0	0	0	3,683	3,683
Senior Citizens	0	0	0	0	0	4,124	4,124
Litter Control and Recycling	0	0	0	0	0	4,268	4,268
Debt Service Payments	0	0	0	0	0	102,660	102,660
Capital Improvements	0	0	0	0	0	21,355	21,355
Total Restricted	0	3,243,012	1,577,039	3,640,067	10,008,135	3,920,851	22,389,104
Assigned:							
Projected Budgetary Deficit	1,301,793	0	0	0	0	0	1,301,793
Capital Improvements	0	0	0	0	0	504,077	504,077
Other Purposes	230,111	0	0	0	0	0	230,111
Total Assigned	1,531,904	0	0	0	0	504,077	2,035,981
Unassigned	1,364,951	0	0	0	0	(89)	1,364,862
Total Fund Balances	\$3,125,969	\$3,255,014	\$1,848,395	\$3,640,067	\$10,013,814	\$4,488,062	\$26,371,321

KNOX COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 4 – CONVERSION OF OPERATIONS FROM BUDGET BASIS TO GAAP BASIS

Adjustments necessary to convert the results of operations at the end of the year on the budget basis to the GAAP basis are as follows:

	Net Change in Fund Balances				
	General Fund	Public Assistance Fund	Motor Vehicle and Gasoline Tax Fund	Children's Services Board Fund	Development Disabilities Fund
GAAP Basis (as reported)	\$399,403	\$424,867	\$386,701	\$291,855	\$2,454,288
Increase (Decrease):					
Net Adjustments for					
Revenue Accruals	(10,512)	12,079	7,012	(5,841)	(434,495)
Net Adjustments for					
Expenditure Accruals	(44,660)	6,806	(36,434)	(11,755)	(37,104)
Transfers In	155,893	0	0	0	0
Transfers Out	(67,811)	0	0	0	0
Perspective Difference-					
Budgeted Special Revenue Funds					
reclassified as General Fund	32,103	0	0	0	0
Outstanding Encumbrances	(297,467)	(183,360)	(209,370)	(114,923)	0
Budget Basis	<u>\$166,949</u>	<u>\$260,392</u>	<u>\$147,909</u>	<u>\$159,336</u>	<u>\$1,982,689</u>

NOTE 5 – COMPLIANCE AND ACCOUNTABILITY

Fund Deficit - The fund deficit of \$89 in the Time Out Program Fund (special revenue fund) arose from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary basis. A deficit does not exist under the cash basis of accounting. Transfers are provided when cash is required, not when accruals occur. The Landfill Development Fund had deficit net assets of \$926,551 as of December 31, 2011. The deficit in the Landfill Development Fund is the result of the recognition of payables in accordance with generally accepted accounting principles. The deficit will be eliminated when the liability is fully paid. The Self Insurance Fund had deficit net assets of \$456,793 as of December 31, 2011. The deficit in the Self Insurance Fund is the result of the recognition of claims payable in accordance with generally accepted accounting principles. A deficit does not exist under the cash basis of accounting. Transfers are provided when cash is required, not when accruals occur.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 6 – DEPOSITS AND INVESTMENTS

Primary Government

The County maintains a cash and investment pool used by all funds. Each fund's portion of this pool is displayed on the financial statements as "Cash and Cash Equivalents." The County has adopted an Investment Policy that follows Ohio Revised Code Chapter 135 and applies the prudent person standard. The prudent person standard requires the Auditor and Treasurer to exercise the care, skill and experience that a prudent person would use to manage his/her personal financial affairs and to seek investments that will preserve principal while maximizing income.

Ohio law requires the classification of monies held by the County into two categories. The first classification consists of "active" monies, those monies required to be kept in a "cash" or "near-cash" status for current demands upon the County Treasury, in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

The second classification consists of "inactive" monies. Inactive monies may be deposited or invested in the following securities:

1. Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest;
2. Bond, notes, debentures, or other obligations or securities issued by any federal government agency or instrumentality;
3. Written repurchase and reverse repurchase agreements in the securities enumerated above;
4. Time certificates of deposits or savings or deposit accounts;
5. Bonds and other obligations of the State of Ohio, its political subdivisions, or other units or agencies of the State or its political subdivisions;

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 6 – DEPOSITS AND INVESTMENTS (Continued)

6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreement secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
7. The State Treasurer's investment pool (STAR Ohio).
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to simultaneously exchange similar securities or cash, equal value for equal value.
9. Commercial paper notes, corporate notes, and banker's acceptances; and,
10. Debt interests rated at the time of purchase in the three highest categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Historically, the County has not purchased these types of investments or issued these types of notes. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the County, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Deposits

Custodial credit risk is the risk that in the event of bank failure, the County will not be able to recover deposits or collateral securities that are in the possession of an outside party. The County has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio Law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the County or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least 105% of the carrying value of the deposits being secured.

Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 6 – DEPOSITS AND INVESTMENTS (Continued)

A. Deposits (Continued)

At year-end, \$36,852,072 of the County’s bank balance of \$38,789,562 was exposed to custodial credit risk because it was uninsured and uncollateralized. Although all state statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

Investment earnings of \$160,213 earned by other funds was credited to the General Fund as required by state statute.

B. Cash with Fiscal Agents

In addition to deposits and investments, the County has uninsured and uncollateralized cash in the amount of \$2,054,977 being held by MEORC and the County had cash with fiscal agents in the amount of \$206,316 held by an insurance service provider, of which all was insured by FDIC.

C. Investments

The County’s investments at December 31, 2011 were as follows:

	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Investment Maturities (in Years) less than 1</u>
STAR Ohio	\$828,291	AAAm ¹	\$828,291
Total Investments	<u>\$828,291</u>		<u>\$828,291</u>

¹ Standard & Poor’s

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date. The County has no policy that limits investment purchases beyond the requirements of the Ohio Revised Code.

Investment Credit Risk – The County has no investment policy that limits its investment choices other than the limitation of State statute for “interim” funds described previously.

Concentration of Credit Risk – The County places no limit on the amount the County may invest in one issuer.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The County has no policy dealing with custodial credit risk beyond the requirements of ORC 135.14 (M)(2) which states, “Payment for investments shall be made only upon the delivery of securities representing such investments to the treasurer, investing authority, or qualified trustee. If the securities transferred are not represented by a certificate, payment shall be made only upon receipt of confirmation of transfer from the custodian by the treasurer, governing board, or qualified trustee.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 6 – DEPOSITS AND INVESTMENTS (Continued)

Component Unit

At year end, Knox County Airport's bank balance was \$335,992. \$250,000 of the bank balance was covered by federal depository insurance, the remainder of the balance was uninsured and collateralized through an entity pool with securities held by the pledging institution's trust department not in the Airport's name. Cash and deposits of the Airport are presented on the financial statements as "Cash and Cash Equivalents in Segregated Accounts."

NOTE 7 – PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in the County. Taxes collected on real property (other than public utility) in one calendar year are levied as of October 1 in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 2008. Real property taxes are payable annually or semiannually. The first payment is due December 31, with the remainder payable by June 20.

Due to the phase out which began in 2005, the tangible personal property tax percentage fell to zero in 2009 for businesses. Therefore, Ohio no longer has a general tax on tangible personal property used in business. The tax temporarily applied to telephone and inter-exchange telecommunications companies, but was phased out in 2011. After 2011, tangible personal property, exclusive of public utility tangible personal property, is not subject to tax.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the year preceding the tax collection year, the lien date. Certain public utility tangible personal property currently is assessed at eighty-eight percent of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property tax on behalf of all taxing districts within the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected. Collections of the taxes and remittance of them to the taxing districts are accounted for in various agency funds of the County.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 7 – PROPERTY TAXES (Continued)

Accrued property taxes receivable represent delinquent taxes outstanding and real, tangible personal, and public utility taxes which were measurable as of December 31, 2011. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31 and are not intended to finance 2011 operations. The receivable is therefore offset by a credit to deferred revenue.

The full tax rate for all County operations for the year ended December 31, 2011, was \$12.59 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2011 property tax receipts were based are as follows:

Real Property	\$1,125,887,160
Public Utility Personal Property	<u>39,934,120</u>
Total Assessed Value	<u>\$1,165,821,280</u>

NOTE 8 - PERMISSIVE SALES AND USE TAX

In 1971, the County Commissioners by resolution imposed a one-half percent sales tax. In 1993, the County Commissioners imposed an additional one quarter percent tax on all retail sales to fund the 9-1-1 Emergency Calling System and, in 1994, the County Commissioners imposed a quarter percent tax on all retail sales made in the County for the general operations of the County. The State Tax Commissioner certifies to the State Auditor the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five days after the end of the month.

Amounts that are measurable and available at year-end are accrued as revenue in governmental funds. Sales tax revenue in 2011 amounted to \$5,413,498 with \$4,060,317 credited to the General Fund and \$1,353,181 credited to the 9-1-1 Emergency Calling System Special Revenue Fund.

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KNOX COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 9 - RECEIVABLES

Receivables at December 31, 2011, consisted of taxes, interest, special assessments, accounts, (billings for user charged services, including unbilled utility services), loans, and intergovernmental receivables arising from grants, entitlements and shared revenues. A summary of the principal items of intergovernmental receivables follows:

<u>Intergovernmental Receivables</u>	<u>Amount</u>	<u>Intergovernmental Receivables</u>	<u>Amount</u>
General Fund		Nonmajor Special Revenue Funds	
Election Costs Receivable	\$58,646	Youth Services Grant	72,437
Sheriff's Contracts	32,623	VOCA Grant	28,412
Prisoner Housing	65,990	Jail Diversion Grant	30,935
Humane & Animal Control Reimbursement	9,705	Emergency Management Grant	32,423
Homestead and Rollback Reimbursement	216,193	Home Fund Grant	138,856
Local Government	412,079	Municipal Court Fines & Costs	1,569
Municipal Court Fines & Costs	2,880	Community Health Homestead and Rollback Reimbursement	57,067
Public Defender Reimbursement	37,412	Senior Citizen Homestead and Rollback Reimbursement	45,190
Corsa	7,620	Total Nonmajor Special Revenue Funds	<u>406,889</u>
Total General Fund	<u>843,148</u>		
Public Assistance Fund		CDBG Grant	109,126
Public Assistance Grant	441,884	Total Nonmajor Capital Projects Funds	<u>109,126</u>
Total Public Assistance Fund	<u>441,884</u>		
Motor Vehicle and Gasoline Tax Fund		Total Governmental Fund Types	<u>\$4,478,516</u>
Municipal Court Fines & Costs	503	Sewer District Fund	
Cents Per Gallon	395,582	Sewer District Fund Grant	\$972,000
Motor Vehicle District Registration	210,113	Total Sewer District Fund	<u>\$972,000</u>
County Motor Vehicle	415,792	Agency Funds	
Road Miles	187,228	Local Government	\$952,648
5% County Equalization	84,841	Library Local Government	705,781
New Permissive	224,492	Cents Per Gallon	328,691
Old Permissive	109,048	Motor Vehicle Registration	90,673
Gasoline Tax	762,645	Township Road Miles	110,674
Total Motor Vehicle and Gasoline Tax Fund	<u>2,390,244</u>	New Permissive	68,764
Children Service Board Fund		Old Permissive	47,894
Children Services Homestead and Rollback Reimbursement	58,698	Municipal Court Fines & Costs	280
Total Children Services Board	<u>58,698</u>	Workers Compensation	22,190
Development Disabilities Fund		Gasoline Tax	622,913
Development Disabilities Homestead and Rollback Reimbursement	228,527	Total Agency Funds	<u>\$2,950,508</u>
	<u>228,527</u>		

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 10 - CAPITAL LEASES – LESSOR DISCLOSURE

The County acts as lessor in a direct financing lease with the Knox County District Board of Health. The Board of Health is required to pay the cost of maintaining and operating the leased facility. Lease payments from the Board of Health are substantially equal to the debt service to be paid by the County for retirement of the bonds associated with the facility. The County has recognized the future minimum lease payments, less unearned interest income to be received for capitalized leases as Leases Receivable in the Bond Retirement Fund. That portion not available at year end is classified as Deferred Revenue.

The following is a schedule of future minimum lease payments under the capital leases to be received by the County and the components of the net investment in the direct financing lease as of December 31, 2011:

<u>Year Ending December 31,</u>	
2012	\$128,313
2013	126,432
2014	127,318
2015	127,892
2016	129,143
2017-2021	<u>632,130</u>
Minimum Lease Payments	1,271,228
Less amount representing Unearned interest income	<u>(218,228)</u>
Net Investment in Leases	<u><u>\$1,053,000</u></u>

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**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 11 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2011:

Historical Cost:

Class	December 31, 2010	Additions	Deletions	December 31, 2011
Capital assets not being depreciated:				
Land	\$4,208,122	\$0	(\$101,670)	\$4,106,452
Construction In Progress	687,695	32,514	0	720,209
Subtotal	4,895,817	32,514	(101,670)	4,826,661
Capital assets being depreciated:				
Buildings and Improvements	26,870,827	605,387	0	27,476,214
Machinery and Equipment	5,115,566	43,539	(300,710)	4,858,395
Vehicles	2,504,282	166,636	(218,013)	2,452,905
Computer Equipment	1,544,644	11,865	(95,834)	1,460,675
Infrastructure	46,123,633	2,932,969	(963,503)	48,093,099
Subtotal	82,158,952	3,760,396	(1,578,060)	84,341,288
Total Cost	\$87,054,769	\$3,792,910	(\$1,679,730)	\$89,167,949

Accumulated Depreciation:

Class	December 31, 2010	Additions	Deletions	December 31, 2011
Buildings and Improvements	(\$9,828,157)	(\$954,145)	\$0	(\$10,782,302)
Machinery and Equipment	(2,942,782)	(288,171)	125,082	(3,105,871)
Vehicles	(1,629,006)	(265,530)	156,946	(1,737,590)
Computer Equipment	(942,067)	(306,469)	92,209	(1,156,327)
Infrastructure	(14,033,985)	(1,442,856)	963,503	(14,513,338)
Total Depreciation	(\$29,375,997)	(\$3,257,171) *	\$1,337,740	(\$31,295,428)

Net Value:

\$57,678,772		\$57,872,521	
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*Depreciation expenses were charges to governmental functions as follows:

General Government	
Legislative and Executive	\$589,728
Judicial	41,078
Public Safety	649,702
Public Works	1,657,189
Health	45,687
Human Services	273,787
Total Depreciation Expense	\$3,257,171

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 11 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2011:

Historical Cost:

Class	December 31, 2010	Additions	Deletions	December 31, 2011
<i>Capital assets not being depreciated:</i>				
Land	\$347,189	\$0	\$0	\$347,189
Construction in Progress	140,699	1,645,083	0	1,785,782
Subtotal	487,888	1,645,083	0	2,132,971
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	1,327,392	0	0	1,327,392
Machinery and Equipment	2,001,590	4,500	0	2,006,090
Vehicles	245,436	0	0	245,436
Computer Equipment	70,972	0	0	70,972
Sewer and Water Lines	2,211,932	0	0	2,211,932
Subtotal	5,857,322	4,500	0	5,861,822
Total Cost	\$6,345,210	\$1,649,583	\$0	\$7,994,793

Accumulated Depreciation:

Class	December 31, 2010	Additions	Deletions	December 31, 2011
Buildings and Improvements	(\$404,185)	(\$68,635)	\$0	(\$472,820)
Machinery and Equipment	(392,471)	(84,803)	0	(477,274)
Vehicles	(160,514)	(26,305)	0	(186,819)
Computer Equipment	(61,722)	(5,767)	0	(67,489)
Sewer and Water Lines	(1,231,936)	(49,768)	0	(1,281,704)
Total Depreciation	(\$2,250,828)	(\$235,278)	\$0	(\$2,486,106)
<i>Net Value:</i>	\$4,094,382			\$5,508,687

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KNOX COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 11 - CAPITAL ASSETS (Continued)

C. Component Unit Capital Assets

A summary of the Knox County Airport's capital assets at December 31, 2011, follows:

Knox County Airport

<i>Historical Cost:</i>	December 31,			December 31,
Class	2010	Additions	Deletions	2011
<i>Capital assets not being depreciated:</i>				
Land	\$744,837	\$0	\$0	\$744,837
Subtotal	744,837	0	0	744,837
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	3,369,062	0	0	3,369,062
Infrastructure	4,855,788	91,783	0	4,947,571
Machinery and Equipment	667,313	0	0	667,313
Vehicles	41,000	0	0	41,000
Computer Equipment	2,582	0	0	2,582
Subtotal	8,935,745	91,783	0	9,027,528
Total Cost	\$9,680,582	\$91,783	\$0	\$9,772,365
<i>Accumulated Depreciation:</i>				
Class	December 31,			December 31,
	2010	Additions	Deletions	2011
Buildings and Improvements	(\$324,998)	(\$24,706)	\$0	(\$349,704)
Infrastructure	(449,923)	(140,163)	0	(590,086)
Machinery and Equipment	(214,732)	(21,731)	0	(236,463)
Vehicles	(41,000)	0	0	(41,000)
Computer Equipment	(2,582)	0	0	(2,582)
Total Depreciation	(\$1,033,235)	(\$186,600)	\$0	(\$1,219,835)
<i>Net Value:</i>	\$8,647,347			\$8,552,530

NOTE 12 - JOINT VENTURES

A. Emergency Management Agency

The Emergency Management Agency is a joint venture among the County, twenty-two townships located within the County, six villages and one corporation. The Board is composed of at least the following seven members: One county commissioner representing the board of county commissioners entering into the agreement; five chief executives representing the municipal corporations and townships entering into the agreement; and one non-elected representative.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 12 - JOINT VENTURES (Continued)

A. Emergency Management Agency (Continued)

The Agency does not have any outstanding debt. The County did contribute \$24,000 to the Agency during 2011. The County has an ongoing financial responsibility for the agency in that the existence of the Agency depends upon the continuing participation of the County. The Agency is not accumulating significant financial resources nor experiencing fiscal stress that may cause an additional benefit or burden to the County.

B. Community Mental Health and Recovery Board of Licking and Knox Counties (CMHRB)

The CMHRD Board is a joint venture between Knox and Licking counties. The headquarters for the CMHRD Board is in Licking County. The Board provides community services to mentally ill and emotionally disturbed persons. Statutorily created, the CMHRD Board is made up of 15 members, with 10 appointed by the county commissioners and five by the State Director of Mental Health. These appointments are based on county population, with the largest county in population having the most appointed members. With respect to the county's population, two of the five members appointed by the State Director of Mental Health are from Knox County, and three of the 10 appointed by the county commissioners are from Knox County. Revenues to provide mental health services are generated through a one mill district wide tax levy and through state and federal grants. The Board does not have any outstanding debt. The Board is not accumulating significant financial resources nor experiencing fiscal stress that may cause an additional benefit or burden to the County. The existence of the Board depends upon the continuing participation of the County. The County collected \$925,440 in property taxes for the Board during 2011. Separate financial statements may be obtained by contacting the CMHRD Board at 65 Messimer Drive, Newark, Ohio.

C. Eastern Ohio Housing Corporation

The Knox County Board of Development Disabilities, along with five other county boards of Development Disabilities entered into a contract with the Eastern Ohio Housing Corporation. This Corporation is a non-profit charitable corporation which is responsible for developing dwellings, providing affordable housing and managing a range of residential alternatives and support services to persons with disabilities. The housing purchases are financed by State grants that are distributed to each Development Disabilities Board and then to the Corporation. No contributions were made by the County during 2011. The Corporation is a joint venture among the Counties because of the potential liability for the housing loans upon the Corporation's default on loans or dissolution. Upon dissolution of the Corporation, the Corporation shall distribute all remaining assets of the operation to the participating County Boards of Development Disabilities. Information can be obtained from Eastern Ohio Housing Corporation, 340 Fox Shannon Place, St. Clairsville, Ohio.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 13 - JOINTLY GOVERNED ORGANIZATIONS

A. Joint Solid Waste District

The Joint Solid Waste District is a jointly governed organization among Delaware, Knox, Marion and Morrow Counties. Each of these governments supports the District. The County made no contributions during 2011. The degree of control exercised by any participating County is limited to its representation on the Board. The Board of Directors consists of twelve members, the three county commissioners of each of the four counties. The District does not have any outstanding debt. The District is self-sufficient, operating entirely on collected fees.

B. Mid Eastern Ohio Regional Council (MEORC)

The Mid Eastern Ohio Regional Council of Governments (MEORC) is a jointly governed organization among eighteen counties in Ohio. MEORC provides services to the mentally retarded and developmentally disabled residents in the participating counties. The Council is made up of the superintendents of each county's Board of Development Disabilities. Revenues are generated by fees and state grants that are paid to MEORC as part of a contract with the participating counties for the purposes of funding Provider Contracts and other services and support for individuals referred by the County Boards to MEORC. Any surplus funds may be returned to the County Boards, or spent at the direction of the Boards in compliance with applicable laws and MEORC policies. At December 31, 2011, MEORC maintained a balance of \$2,054,977 of the Knox County Board's funds. These funds are reported as Cash and Cash Equivalents with Fiscal Agent on Knox County's financial report. The Council does not have any outstanding debt. No contributions were made by the County in 2011.

C. Licking-Muskingum Community Based Correctional Facility (CBCF)

The Licking-Muskingum Community Based Correctional Facility (CBCF) is a four county facility created pursuant to Ohio Revised Code Section 2301.51. The CBCF serves Licking, Muskingum, Coshocton and Knox counties. The CBCF was formed in 1994 to offer treatment, education, work and other rehabilitation services to convicted felons within the four counties. The CBCF is governed by a seven member board comprised of two common pleas court judges from Licking, Muskingum and Coshocton Counties and one common pleas court judge from Knox County. The common pleas judges and the respective county commissioners appoint a thirteen member citizens advisory board to assist in the operation of the CBCF. The board has total control over budgeting, personnel, and financial matters. The CBCF receives funding in the form of state grant monies which are used to provide the various services of the CBCF. Licking County serves as fiscal agent for the CBCF. During 2011, the CBCF received no monies from Knox County. The continued existence of the CBCF is not dependent on the County's continued participation and the County does not have an equity interest in or a financial responsibility for the CBCF. The CBCF has no outstanding debt.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 13 - JOINTLY GOVERNED ORGANIZATIONS (Continued)

D. Knox County Family and Children First Council (KCFCFC)

The mission of the KCFCFC is to promote and facilitate collaboration among community agencies serving children and their families and to unite the community in promoting the well-being of children and their families through leadership advocacy, and coordination of services. The Board of Trustees is made up of 16 individuals from various organizations including 5 from the County.

E. Heart of Ohio Resource Conservation and Development Council (HOCDC)

The HOCDC is a jointly governed organization created to enhance the quality of life in central Ohio by facilitating the use of natural resources for a sustainable future. The HOCDC is composed of twenty-seven members from nine member counties. The HOCDC consists of one representative from each county's Board of commissioners, one representative from each county's Soil and Water Conservation District, and one member-at-large representative from each county, jointly appointed by the Board of Commissioners and the Soil and Water Conservation District. Continued existence of the HOCDC is not dependent upon the County's continued participation, no equity interest exists, and no debt is outstanding.

F. Perry Multi-County Juvenile Facility (JF)

The JF is a jointly governed organization created to rehabilitate juvenile offenders in lieu of commitment to the Ohio Department of Youth Services. The JF has an eight member Governing Board that consists of one juvenile court judge, or designee, from each of the eight counties. The JF also has an executive Committee that handles the daily operations of the JF and reports to the Governing Board. The Executive Committee shall be composed of the officers of the Governing Board. The JF's revenues will consist of an annual grant applied for the Director of the JF and charges for services from the participating counties. In 2011, the County made no payments to the JF for housing of juvenile offenders. Continued existence of the Facility is not dependent upon the County's continued participation, no equity interest exists, and no debt is outstanding.

NOTE 14 - RISK MANAGEMENT

County Risk Sharing Authority, Inc. (CORSA) is a public entity risk sharing pool among sixty-one counties in Ohio. CORSA was formed as an Ohio nonprofit corporation for the purpose of establishing the CORSA Insurance/Self-Insurance Program, a group primary and excess insurance/self-insurance and risk management program. Member counties agree to jointly participate in coverage of losses and pay all contributions necessary for the specified insurance coverage provided by CORSA. This coverage includes comprehensive general liability, automobile liability, certain property insurance and public officials' errors and omissions liability insurance.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 14 - RISK MANAGEMENT (Continued)

Each member County has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Corporation are managed by an elected board of not more than nine board of directors. Only county commissioners of member counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member county's control over the budgeting and financing of CORSA is limited to its voting authority and any representation it may have on the board of trustees. The County paid \$257,341 in the form of insurance premiums during 2011 to CORSA.

The County is exposed to various risks of loss related to torts; damage to, and theft or destruction of assets; errors and omissions; injuries to employees and natural disasters. The County contracted with County Risk Sharing Authority (CORSA) for liability, property and crime insurance. The CORSA program has a \$2,500 deductible. Coverages provided by CORSA are as follows:

General Liability	\$1,000,000
Auto Liability	1,000,000
Law Enforcement Liability	1,000,000
Public Officials Errors and Omissions Liability	1,000,000
Property	Replacement
Valuable Papers	Replacement
Extra Expense	Cost
Electronic Data Processing	Replacement
Contractors Equipment	Cost
Miscellaneous Inland Marine	Replacement
Motortruck Cargo	Cost
Flood and Earthquake	100,000
Auto Physical Damage	Replacement
Automatic Acquisition	Cost Value
Crime	1,000,000
Boiler and Machinery	5,000,000

With the exception of health insurance, workers' compensation, and all elected officials bonds, all insurance is held with CORSA. The amount of settlements has not exceeded insurance coverage in any of the past three years.

The County has elected to provide employee medical/surgical and dental benefits through a self insured program. The County maintains a self-insurance internal service fund to account for and finance its uninsured risks of loss in this program.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 14 - RISK MANAGEMENT (Continued)

The liability for unpaid claims costs of \$1,258,144 reported in the fund at December 31, 2011 is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The liability is based on an estimate provided by the third party administrator.

<u>Fiscal Year</u>	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>End of Year Liability</u>
2010	\$361,426	\$3,621,207	(\$3,726,720)	\$255,913
2011	255,913	5,439,856	(4,437,625)	1,258,144

The County participates in the Workers' Compensation program provided by the State of Ohio. The County belongs to a pool with 50 other Ohio counties (County Commissioners Association of Ohio) for a workers' compensation group rating program. The Plan is intended to achieve lower workers' compensation rates while establishing safer working conditions and environments for the participants. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the Plan. A group executive committee consists of seven members and is responsible for calculating annual rate contributions and rebates, approving the selection of a third party administrator, reviewing fees, and determining eligibility of each participant.

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS

Ohio Public Employees Retirement System

All Knox County full-time employees participate in one of the three pension plans administered by the Ohio PERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 15 - DEFINED BENEFIT RETIREMENT PLANS (Continued)

Ohio Public Employees Retirement System (Continued)

The Ohio PERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Benefits are established by Chapter 145 of the Ohio Revised Code. PERS issues a stand-alone financial report that may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. For 2011, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). Plan members, other than those engaged in law enforcement, are required to contribute 10.0 percent of their annual covered salary to fund pension obligations; law enforcement employees contribute 11.6 percent. For plan members, other than those engaged in law enforcement, the County was required to contribute 14.0 percent of covered salary for 2011. The County contribution for law enforcement employees for 2011 was 18.1 percent. A portion of the County's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion used to fund pension obligations for members in the Traditional Plan other than those engaged in law enforcement was 10.0% of annual covered salary for 2011. The portion used to fund pension obligations for those engaged in law enforcement was 14.1% of annual covered salary for 2011. The portion used to fund pension obligations for members in the Combined Plan was 7.95% of annual covered salary for 2011. Contributions are authorized by State statute. The contribution rates are determined actuarially. The County's contributions to PERS for the years ended December 31, 2011, 2010, and 2009 were \$2,236,970, \$2,225,083, and \$2,226,617: 92.29 percent has been contributed for 2011 and 100 percent has been contributed for 2010 and 2009. The unpaid contribution for 2011 is recorded as a liability in the respective funds. Contributions to the member-directed plan for 2011 were \$36,755, made by the County, of which \$26,096 funded the pension obligation, and \$26,253 made by the plan members.

NOTE 16 - POSTEMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

Plan Description – OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care plan, which includes a medical plan, prescription drug program and Medicare Part B Premium reimbursement, to qualifying member of both the Traditional Pension and the Combined Plans. Members of the Member Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 16 - POSTEMPLOYMENT BENEFITS

Ohio Public Employees Retirement System (Continued)

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the ORC.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2011, local government employers contributed at a rate of 14.00% of covered payroll and law enforcement employers contributed at 18.17%. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers and 18.1% of covered payroll for law enforcement employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. In 2011, for members in the Traditional Plan, the employer contribution allocated to the health care plan was 4.0% of covered payroll. For members in the Combined Plan, the employer contribution allocated to the health care plan was 6.05% of covered payroll. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The County's contributions for health care to the OPERS for the years ending December 31, 2011, 2010, and 2009 were \$1,613,587, \$1,078,617 and \$1,080,197, respectively, which were equal to the required contributions for each year.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates for state and local employers increased on January 1 of each year from 2006 to 2008. Rates for law and public safety employers increased over a six year period beginning on January 1, 2006 with a final rate increase on January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 17 - OTHER EMPLOYEE BENEFITS

Compensated Absences - County employees earn vacation and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time and compensatory time is paid upon separation if the employee has acquired at least one year of service with the County. Twenty-five percent up to a maximum of thirty days accumulated unused sick leave is paid to employees upon retirement after ten years of service. As of December 31, 2011, the liability for compensated absences was \$1,097,800 for the entire County.

NOTE 18 - CAPITAL LEASES - LESSEE DISCLOSURE

One capital lease was entered into during 2009 for a dump truck. The leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures in the basic financial statements for the governmental funds. Equipment acquired by lease has been capitalized in the governmental activities capital assets in the amount of \$144,777 for the dump truck, which is equal to the lesser of the fair market value or the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the governmental activities long-term liabilities.

Future minimum lease payments as of December 31, 2011 are as follows:

<u>Year Ending December 31,</u>	Engineer Department Amount
2012	<u>53,117</u>
Minimum Lease Payments	53,117
Less amount representing interest at the County's incremental borrowing rate of interest	<u>(2,669)</u>
Present value of minimum lease payments	<u><u>\$50,448</u></u>

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KNOX COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 19 - LONG-TERM LIABILITIES

Changes in the County's long-term liabilities during the year consisted of the following:

	Balance December 31, 2010	Additions	(Reductions)	Balance December 31, 2011	Due Within One Year
Governmental Activities:					
General Obligation Bonds Payable					
2001 5.04% Correctional Facility	\$308,000	\$0	(\$308,000)	\$0	\$0
2001 5.04% Board of Health Center	77,000	0	(77,000)	0	0
2002 4.75% JFS Training Center	925,000	0	(60,000)	865,000	65,000
2010 2.0-4.0% Facilities Refunding Bonds	7,100,000	0	(290,000)	6,810,000	700,000
Unamortized Premium	149,382	0	(13,580)	135,802	0
Unamortized loss on Refunding	(443,028)	0	40,275	(402,753)	0
Total General Obligation Bonds	8,116,354	0	(708,305)	7,408,049	765,000
Ohio Public Works Commission Loan Payable	213,994	0	(35,666)	178,328	35,666
Ohio Public Works Commission Loan Payable	13,082	0	(3,271)	9,811	3,270
Ohio Public Works Commission Loan Payable	12,612	0	(1,327)	11,285	1,328
Total OPWC Loans Payable	239,688	0	(40,264)	199,424	40,264
Ohio Water Development Authority Loans (OWDA):					
2008 4.67% Wastewater Planning	123,029	5,127	(6,579)	121,577	6,579
2008 5.11% Wastewater Design	590,985	27,386	(32,627)	585,744	32,627
Total Ohio Water Development Authority Loans	714,014	32,513	(39,206)	707,321	39,206
2015 4.25% Loan Payable	571,502	0	(20,865)	550,637	21,695
Capital Leases-Motor Vehicle and Gasoline Tax Fund - Engineer Department	98,362	0	(47,914)	50,448	50,448
Compensated Absences	1,122,515	1,169,508	(1,225,447)	1,066,576	749,234
Total Governmental Activities	\$10,862,435	\$1,202,021	(\$2,082,001)	\$9,982,455	\$1,665,847
Business-Type Activities:					
Ohio Water Development Authority Loans (OWDA):					
2000 2.00% Water Treatment Plant/Clearwells/Wellfield	\$56,978	\$0	(\$2,781)	\$54,197	\$2,938
Recovery Zone Economic Development Bonds					
2010 1.5-5.95% Wastewater System Improvement	6,660,000	0	0	6,660,000	70,000
Landfill Postclosure Care Liability	1,149,935	0	(4,280)	1,145,655	91,675
Compensated Absences	24,423	33,415	(26,614)	31,224	22,909
Total Business-Type Long-Term Liabilities	\$7,891,336	\$33,415	(\$33,675)	\$7,891,076	\$187,522

The capital leases will be paid from a special revenue fund. The Corporate Center bonds and the JFS Training Center bonds will be paid from the Department of Job and Family Services, which is mostly funded by grants. The Correctional Facility bonds are paid from general fund monies. The Children's Resource Center bonds will be partially paid by the Boy's Village Inc. If Boy's Village Inc. does not pay their portion, the bonds will be paid by Children Services monies. The OWDA loan for the water treatment plant will be paid through special assessments. The OWDA loans for wastewater planning and design are paid from general fund monies. The OPWC loans are for street improvement and bridge replacement projects and are paid through the Motor Vehicle and Gasoline Tax Fund. The Loan Payable

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 19 - LONG-TERM LIABILITIES (Continued)

is being paid from general fund monies and by the County Fair Board. The Recovery Zone Economic Development Bonds were issued in accordance with the American Recovery and Reinvestment Act of 2009. The bonds were issued to pay for wastewater system improvements. They will be repaid from operating revenues of the sewer district. Compensated absences are reported as long-term liabilities and will be paid from the fund from which the employee is paid.

In 2007, the County entered into agreements with the OWDA, as administrator for the U.S. Environmental Protection Agency (EPA), for the County to receive a loan in the amount of \$724,625 for wastewater design and a loan in the amount of \$147,895 for wastewater planning. The amounts are subject to change and have not been finalized. The interest rate on the loans are 5.11% and 4.67% per annum, respectively. The loans are being repaid from the General Fund and are received by the County in increments as the projects are completed. As of December 31, 2011, the County has received \$699,939 and \$147,895 in funds from OWDA. The County began repaying the loans in semiannual payments based on a loan amounts of \$724,625 and 147,895. An estimate of future financing requirements has been made based on the remaining loan balances of \$585,744 and \$121,577 at December 31, 2011.

A. Principal and Interest Requirements

Principal and interest requirements to retire long-term debt liabilities outstanding at December 31, 2011 are as follows:

Governmental Activities:

Years	General Obligation Bonds		OPWC Loans Payable
	Principal	Interest	Principal
2012	\$765,000	\$253,400	\$40,264
2013	765,000	236,995	40,264
2014	790,000	218,743	40,264
2015	820,000	197,802	36,994
2016	850,000	174,238	36,993
2017-2021	3,590,000	443,674	4,645
2022	95,000	4,750	0
Totals	<u>\$7,675,000</u>	<u>\$1,529,602</u>	<u>\$199,424</u>

Years	OWDA Loans Payable		Loan Payable	
	Principal	Interest*	Principal	Interest
2012	\$39,206	\$0	\$21,695	\$23,235
2013	668,115	0	22,693	22,237
2014	0	0	506,249	10,669
2015	0	0	0	0
2016	0	0	0	0
2017-2021	0	0	0	0
2022	0	0	0	0
Totals	<u>\$707,321</u>	<u>\$0</u>	<u>\$550,637</u>	<u>\$56,141</u>

*Interest is being capitalized on the OWDA Loans.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 19 - LONG-TERM LIABILITIES (Continued)

Years	OWDA		Recovery Zone Economic Development	
	Loan Payable		Bonds Payable	
	Principal	Interest	Principal	Interest
2012	\$2,938	\$2,973	\$70,000	\$311,340
2013	3,104	2,808	135,000	310,290
2014	3,278	2,632	315,000	307,860
2015	3,463	2,448	325,000	300,615
2016	3,659	2,252	325,000	292,328
2017-2021	21,628	7,926	1,730,000	1,290,327
2022-2026	16,127	1,605	1,960,000	862,803
2027-2030	0	0	1,800,000	272,212
Totals	<u>\$54,197</u>	<u>\$22,644</u>	<u>\$6,660,000</u>	<u>\$3,947,775</u>

The Ohio Revised Code provides that the net general obligation debt of the County, exclusive of certain exempt debt, issued without a vote of the electors shall never exceed one percent of the total assessed valuation of the County. The Code further provides that the total voted and unvoted net debt of the County less the same exempt debt shall never exceed a sum equal to three percent of the first \$100,000,000 of the assessed valuation, plus one and one-half percent of such valuation in excess of \$100,000,000 and not in excess of \$300,000,000, plus two and one-half percent of such valuation in excess of \$300,000,000.

The effects of the debt limitations described above at December 31, 2011, are an overall debt margin of \$24,551,963; and an unvoted debt margin of \$8,564,644.

B. Defeased Debt

In December 2010, the County defeased \$675,000 of General Obligation Bonds for the Children's Resource Center (the "1998 Bonds"), \$1,270,000 of General Obligation Bonds for the Corporate Center (the "1997 Bonds"), and \$4,985,000 of General Obligation Bonds for the Correction Facility and Board of Health Center (the "2001 Bonds"), through the issuance of \$7,470,000 of General Obligation Refunding Bonds (the "2010 Bonds"). The net proceeds of the 2010 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$6,535,000 at December 31, 2011, are not included in the County's outstanding debt since the County has in-substance satisfied its obligations through the advance refunding.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 20 - BONDS PAYABLE AND LOANS PAYABLE

Component Unit

On July 28, 2005 the Airport secured a loan with the United States Department of Agriculture - Rural Development (USDA) for \$775,000 for the purpose of airplane hanger construction which began in 2005. The loan is secured by Airport Revenue Bonds issued by the Airport and purchased by the USDA. The loan is being paid in installments over the next 25 years at an interest rate of 4.125%. At December 31, 2011, \$685,000 has been included in the long term liability section of the Airport's statement of net assets.

At December 31, 2011, the Knox County Airport also had \$72,500 in revenue bonds outstanding which were used to remove and replace fuel tanks. The original bonds issued were for \$158,000 and the bonds bear an interest rate of 4.75 percent. The bonds will mature in installments over the next 7 years. The Knox County Airport also has loans payable to the Primary Government outstanding at December 31, 2011, in the amount of \$150,000 that were issued to construct new hangar bays, storage building and land purchase. These loans will be repaid over the next 15 years and are non-interest bearing. They are reported as Long-term Liabilities.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 21 - INTERFUND TRANSACTIONS

The following balances at December 31, 2011 represent transfers in and transfers out:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Governmental Funds:		
General Fund	\$39,824	\$818,874
Public Assistance Fund	166,493	445,096
Other Governmental Funds	995,288	25,717
Total Governmental Funds	1,201,605	1,289,687
Business-Type Activities:		
Sewer District Fund	0	14,107
Landfill Fund	102,189	0
Total Enterprise Funds	102,189	14,107
Totals	<u>\$1,303,794</u>	<u>\$1,303,794</u>

Transfers are used to move revenues from the funds that statute or budget requires to collect them to the funds that statute or budget requires to expend them; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

Interfund balances at December 31, 2011, consist of the following individual fund receivables and payables:

<u>Due from/Due to Other Funds:</u>	<u>Recipient</u>	<u>Payer</u>
General Fund	\$26,381	\$127,476
Public Assistance	0	6,043
Motor Vehicle and Gasoline Tax	0	10,582
Other Governmental Funds	127,476	9,756
Total Due from/Due to Other Funds	<u>\$153,857</u>	<u>\$153,857</u>

The Due to/Due from Other Funds is for services provided by one fund for another fund.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 22 - CONTINGENT LIABILITIES

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the County Commissioners believe such disallowances, if any, will be immaterial.

The County is a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects. The County's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the County.

NOTE 23 - CONTRACTUAL COMMITMENTS - LANDFILL CLOSURE

The County closed the landfill in compliance with the requirements set by the Environmental Protection Agency (EPA) on September 30, 1993. The recognition of a liability for closure and postclosure care costs is based on landfill capacity used to date. The County is at 100% capacity. The County Commissioners have awarded contracts as of December 31, 2011 for engineering, monitoring, and testing the landfill closure requirements to Bennett & Williams, Inc. and MASI, Inc. to ensure that requirements are being met. No assets are restricted for payment of closure and postclosure care costs. There is an estimate for postclosure care costs until the year 2023. The estimated costs of postclosure care are subject to changes corresponding to the effects of inflation, revision of laws and other variables. The costs of monitoring the Landfill will be covered by a transfer from the General Fund to the Landfill Development Fund. The County has met State required postclosure care financial assurance requirements.

NOTE 24 - RELATED PARTY TRANSACTIONS

Knox County granted a loan to the Knox County Airport, a discretely presented component unit of Knox County, for the construction of airport hangar bays and storage buildings, and the purchase of land. Loans Receivable from the Component Unit are reflected in the General Fund of the County for the balance of the loan. See Note 20 for further information.

NOTE 25 - CONDUIT DEBT OBLIGATIONS

The County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. Also, at December 31, 2011, Industrial Revenue Bonds outstanding for Knox Community Hospital totaled \$19,155,000.

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, FIDUCIARY
FUNDS, AND CASH FLOWS OF COMPONENT UNITS.*



Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes.

Dog and Kennel Fund

The fund is to account for the dog warden's operations that are financed by sales of dog tags, kennel permits and fine collections.

Indigent Guardianship Fund

The fund was established under Section 2111.51 of the Ohio Revised Code to account for the collection and distribution of probate court fees established under Section 2101.16 of the Revised Code.

Conduct of Business Fund

The fund was established for the collection and distribution of probate court fees established under Section 2101.19 of the Revised Code.

Courts Computer Fund

The fund was established for the collection of fees by the clerk of courts, probate court, and juvenile court to be used to fund the computerization and ongoing computer maintenance of the various courts.

Recorder's Equipment Fund

The fund was established for the collection of fees by the recorder to be used for funding the acquisition and maintenance of equipment purchased by the recorder. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.).

Courts' Computer Research Fund

The fund was established for the collection of fees by the clerk of courts, probate court, and juvenile court to be used for funding the acquisition and maintenance of computerized legal research services for the various courts.

Time Out Program Fund

The fund accounts for state grants received for the Knox County Juvenile Court and to be used on expenses to monitor juvenile detention program called "Podsville".

(Continued)

Special Revenue Funds

Court Security Fund

The fund accounts for revenue received to increase security for the Court House. Expenditures are for personnel and equipment to increase security and safety for the individuals working and using the Court House.

Probate-Juvenile Special Project Fund

The fund accounts for revenue received to acquire and pay for special projects. Expenditures are for the acquisition of additional facilities or the rehabilitation of existing facilities, equipment, hiring and training staff, community service programs, mediation or dispute resolution services and other related services.

Juvenile Court Social Workers Fund

The fund accounts for intergovernmental revenue and a transfer from the Children Services fund to be used for social workers who work at the direction of Juvenile Court and related expenditures.

Automated Title Processing Fund

The fund accounts for fees collected by the clerk of courts to be used for costs incurred in processing titles under Chapters 1548 and 4505 of the Revised Code. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Law Library Fund

To account for fines and forfeitures to be used for operation of the law library resources board.

Delinquent Tax Assessment Collection Fund

The fund accounts for a percentage of the monies received from delinquent tax and assessment collections. Half of the money is to be allocated to the prosecutor and the other half to the treasurer to be used for the collection of delinquent taxes and assessments.

**Victims of Crime Act (VOCA) and
State Victims Assistance Act (SVAA) Grant Fund**

The fund is two grants being a Federal Grant, Victims of Crime Act, and a State Grant, State Victims Assistance Act. The monies are to be used to assist victims of crimes and awareness of help to these families.

Marine Patrol Grant Fund

The grant monies are received from the State of Ohio, Department of Natural Resources, for the purpose of establishing and/or maintaining and operating a marine law enforcement patrol program.

(Continued)

Special Revenue Funds

Drug Abuse Resistance Education Grant Fund

The fund accounts for a grant received from the Ohio Attorney General to be used for the salary of a certified Drug Abuse Resistance Education (DARE) officer.

Common Pleas Jail Diversion Grant Fund

The fund accounts for two grants awarded from the Department of Rehabilitation and Correction. The grants are to help divert offenders from the penal system and to help with pre-trial releases from jail.

Byrne Drug Court Fund

The grant monies are received from the State of Ohio, Office of Criminal Justice Services, for the purpose of paying for a probation officer, drug screening on juveniles who appear in court and a counselor who helps counsel juveniles on drug abuse prevention. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

911 Emergency Calling System Fund

The fund accounts for a one quarter percent sales tax imposed by the commissioners for funding of the 911 emergency calling system.

Child Abuse Prevention Grant Fund

The money for this grant comes from the Ohio Children's Trust Fund, a division of the Ohio Job and Family Services. The expenses are to be used to make awards to selected child abuse or neglect prevention programs in the county. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Litter Control and Recycling Fund

The fund accounts for state grant receipts and donations from both individuals and corporations used to enforce litter laws, educate citizens, and promote litter control in the County.

Child Support Enforcement Agency Fund

The fund accounts for the poundage fees and earned incentives collected by the Child Support Enforcement Agency which are restricted by state statute to finance the operation of the CSEA, and Title IV-D grants that reimburse expenditures for support enforcement. Payments are distributed to the court-designated recipients. The CSEA is managed by the department of human services.

Real Estate Assessment Fund

The fund accounts for state mandated county-wide real estate reappraisals that are funded by charges to the political subdivisions located within the County.

(Continued)

Special Revenue Funds

Youth Services Grant Fund

Grant monies are received from the State Department of Youth Services and used for placement of children, a juvenile delinquents diversion program, work programs involving restitution, juvenile delinquency prevention and other related activities.

Ditch Maintenance Fund

The fund accounts for special assessment revenue which is used for improvements and repairs for various ditches in Knox County.

Emergency Management Agency Fund

The fund accounts for the fund controlled by the Emergency Management Agency as established by Section 5915.07, Ohio Revised Code.

Home Fund

The fund accounts for rehabilitation, tenant-based rental payment assistance and home buyer down payment assistance through a grant received from the Department of Housing and Urban Development.

Marriage License Fund

The fund accounts for the \$17 collected on each issued marriage license which is sent to a local shelter called New Directions for victims of domestic abuse.

Help America Vote Act Fund

The fund accounts for grant monies designated for the upgrade of voting equipment. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Storm Water Management Fund

The fund accounts for charges to control water run off and access to roadways for new builds.

Continuing Professional Training Fund

The fund accounts for grant monies to be used for continuing professional training for the Sheriff's Office.

Concealed Handgun License Fund

The fund was established by the State of Ohio under Ohio Revised Code 2923.125 and permits individuals to have a concealed handgun with the purchase of a license through the Sheriff.

(Continued)

Special Revenue Funds

Workforce Investment Act (WIA) Programs Fund

The fund accounts for monies provided for workforce training for youth and adults.

Flood Assistance Fund

The fund accounts for reimbursement of expenses for flood damage through the Federal Emergency Management Agency.

Citizen Corps Program Grant Fund

The fund accounts for grant monies to provide funding for County Citizen Corps Councils. It is to implement public education, maximize volunteer opportunities and encourage cooperation and collaboration among community leaders.

Common Pleas Special Project Fund

The fund was established for the collection of fees by the clerk of courts to be used to fund special projects of the Court including acquisition of equipment, hiring and training staff, mediation or dispute resolution services, employment of magistrates, training and education of judges and magistrates and other related services.

Supervision Fee Fund

This fund was established by the Judge of the Common Pleas Court with income from fees assessed in his court by offenders placed on community control, judicial release or diversion. The expenses are for schooling and other expenses necessary for Probation Officers to supervise the offenders, pursuant to Ohio Revised Code Section 2303.201.

Parenting Seminar Fund

This fund was established by the Judge of the Common Pleas Court with revenues coming from increased court fees. Expenses are for the personnel and material to conduct the seminars on parenting.

Immobilized Vehicle Fund

This fund accounts for revenue received from fees from the court and expended for Sheriff expenses to investigate the vehicle violations.

Commissary Fund

The fund accounts for revenues generated through the Sheriff's department from sales within the commissary. (This fund is not part of the County's appropriated budget, therefore no budgetary schedule is presented.)

Law Enforcement Fund

The fund accounts for the County's share of the assets forfeited in drug enforcement cases. This money is to be used for future drug investigations. (This fund is not part of the County's appropriated budget, therefore no budgetary schedule is presented.)

(Continued)

Special Revenue Funds

Drug Enforcement Fund

The fund accounts for fine moneys received under Section 2925.03 of the Ohio Revised Code. The money is used for drug abuse prevention education, drug law enforcement education, drug enforcement equipment, undercover drug purchases, travel expenses, pictures, handbooks, advertisements, and training related to drug enforcement. (This fund is not part of the County's appropriated budget, therefore no budgetary schedule is presented.)

Revolving Loan Fund

The fund accounts for money received from the Community Development Block Grant and used for low interest loans to County businesses for development projects. (This fund is not part of the County's appropriated budget, therefore no budgetary schedule is presented.)

Work Release Fund

This fund was established to help prisoners who get paid for jobs to reimburse the County for expenses, pay toward their court fees and fines, or have money put into the commissary fund. (This fund is not part of the County's appropriated budget, therefore no budgetary schedule is presented.)

Community Mental Health Fund

The fund was established to account for the one (1) mill voted levy to provide mental health services through the Moundbuilder's Guidance Center.

Senior Citizens Fund

The fund was established to account for the one (1) mill voted levy in November, 2002. The money received is to be used to benefit any Knox County citizen age 60 or older, by providing meals or necessary services to maintain their home.

Debt Service Funds

The Debt Service Funds are used to account for retirement of the County's general obligation bonds, special assessment bonds and loans other than those financed by proprietary funds.

Bond Retirement Fund

The fund accounts for the retirement of the principal and interest of the outstanding debt of the County.

Ohio Water Development Authority (OWDA) Fund

The fund accounted for revenue received from special assessment money to repay the OWDA loan that was used to construct a water tower at Apple Valley.

Ohio Public Works Commission (OPWC) Dan Amity Road Fund

The fund accounts for the accumulation of monies to make payments on an OPWC Loan. .
(The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Capital Projects Funds

The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary funds.

Permanent Improvement Fund

The fund accounts for revenues that will be used for capital improvements to County owned buildings.

Dog and Kennel Equipment Fund

The fund accounts for expenses to equip and furnish a Dog Pound.

Community Development Block Grant Fund

Revenue is received from the federal government and is used for major construction projects

Fredericktown Sewer Project Fund

The fund accounts for a Community Development Block Grant to construct sewer and water lines near Fredericktown Village.

Engineering Projects Fund

The fund was established for State matching engineering projects for bridge replacement.
(The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Industrial Site Improvement Fund

The fund accounts for a grant with the sole purpose of improving an existing factory.

KNOX COUNTY, OHIO**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 3,569,670	\$ 23,563	\$ 542,880	\$ 4,136,113
Cash and Cash Equivalents in Segregated Accounts	153,347	0	0	153,347
Receivables:				
Taxes	2,075,126	0	0	2,075,126
Accounts	39,510	0	103	39,613
Intergovernmental	406,889	0	109,126	516,015
Leases	0	1,053,000	0	1,053,000
Special Assessments	21,339	0	0	21,339
Loans	60,185	0	0	60,185
Due from Other Funds	0	127,476	0	127,476
Prepaid Items	3,038	0	0	3,038
Total Assets	\$ 6,329,104	\$ 1,204,039	\$ 652,109	\$ 8,185,252
Liabilities:				
Accounts Payable	\$ 47,146	\$ 0	\$ 15,676	\$ 62,822
Accrued Wages and Benefits Payable	42,329	0	0	42,329
Intergovernmental Payable	60,193	0	0	60,193
Contracts Payable	18,102	0	1,875	19,977
Matured Bonds and Interest Payable	0	48,379	0	48,379
Due to Other Funds	9,756	0	0	9,756
Deferred Revenue	2,291,608	1,053,000	109,126	3,453,734
Total Liabilities	2,469,134	1,101,379	126,677	3,697,190
Fund Balances:				
Nonspendable	63,223	0	0	63,223
Restricted	3,796,836	102,660	21,355	3,920,851
Assigned	0	0	504,077	504,077
Unassigned	(89)	0	0	(89)
Total Fund Balances	3,859,970	102,660	525,432	4,488,062
Total Liabilities and Fund Balances	\$ 6,329,104	\$ 1,204,039	\$ 652,109	\$ 8,185,252

KNOX COUNTY, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2011**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$ 3,112,366	\$ 0	\$ 0	\$ 3,112,366
Intergovernmental Revenues	2,459,841	0	2,644,181	5,104,022
Charges for Services	1,080,412	0	0	1,080,412
Licenses and Permits	215,729	0	0	215,729
Investment Earnings	1,258	0	5	1,263
Special Assessments	12,719	0	0	12,719
Fines and Forfeitures	223,856	0	0	223,856
All Other Revenue	155,268	261,736	4,900	421,904
Total Revenue	7,261,449	261,736	2,649,086	10,172,271
Expenditures:				
Current:				
General Government				
Legislative and Executive	582,358	0	0	582,358
Judicial	96,881	0	0	96,881
Public Safety	2,592,283	0	0	2,592,283
Public Works	9,523	0	0	9,523
Health	296,362	0	0	296,362
Human Services	1,366,484	0	0	1,366,484
Intergovernmental	2,052,914	0	0	2,052,914
Capital Outlay	12,895	0	2,816,764	2,829,659
Debt Service:				
Principal Retirement	0	775,264	0	775,264
Interest and Fiscal Charges	0	278,493	0	278,493
Total Expenditures	7,009,700	1,053,757	2,816,764	10,880,221
Excess (Deficiency) of Revenues Over Expenditures	251,749	(792,021)	(167,678)	(707,950)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	204,700	204,700
Transfers In	223,375	771,913	0	995,288
Transfers Out	(25,717)	0	0	(25,717)
Total Other Financing Sources (Uses)	197,658	771,913	204,700	1,174,271
Net Change in Fund Balances	449,407	(20,108)	37,022	466,321
Fund Balances at Beginning of Year, Restated	3,410,563	122,768	488,410	4,021,741
Fund Balances End of Year	\$ 3,859,970	\$ 102,660	\$ 525,432	\$ 4,488,062

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011**

	<u>Dog and Kennel</u>	<u>Indigent Guardianship</u>	<u>Conduct of Business</u>	<u>Courts Computer</u>	<u>Courts' Computer Research</u>
Assets:					
Cash and Cash Equivalents	\$ 100,041	\$ 103	\$ 3,847	\$ 18,712	\$ 8,008
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Receivables:					
Taxes	0	0	0	0	0
Accounts	1,822	529	63	2,246	219
Intergovernmental	550	0	0	0	0
Special Assessments	0	0	0	0	0
Loans	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	<u>\$ 102,413</u>	<u>\$ 632</u>	<u>\$ 3,910</u>	<u>\$ 20,958</u>	<u>\$ 8,227</u>
Liabilities:					
Accounts Payable	\$ 2,819	\$ 548	\$ 0	\$ 117	\$ 0
Accrued Wages and Benefits Payable	2,038	0	0	0	0
Intergovernmental Payable	2,852	0	0	0	0
Contracts Payable	0	0	0	0	0
Due to Other Funds	2,137	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	<u>9,846</u>	<u>548</u>	<u>0</u>	<u>117</u>	<u>0</u>
Fund Balances:					
Nonspendable	0	0	0	0	0
Restricted	92,567	84	3,910	20,841	8,227
Unassigned	0	0	0	0	0
Total Fund Balances	<u>92,567</u>	<u>84</u>	<u>3,910</u>	<u>20,841</u>	<u>8,227</u>
Total Liabilities and Fund Balances	<u>\$ 102,413</u>	<u>\$ 632</u>	<u>\$ 3,910</u>	<u>\$ 20,958</u>	<u>\$ 8,227</u>

KNOX COUNTY, OHIO

<u>Time Out Program</u>	<u>Court Security</u>	<u>Probate-Juvenile Special Project</u>	<u>Juvenile Court Social Workers</u>	<u>Law Library</u>	<u>Delinquent Tax Assessment Collection</u>
\$ 204	\$ 98	\$ 52,595	\$ 60,133	\$ 22,022	\$ 92,374
0	0	0	0	0	0
0	0	0	0	0	0
0	0	2,428	739	0	8,575
0	0	0	0	1,019	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 204</u>	<u>\$ 98</u>	<u>\$ 55,023</u>	<u>\$ 60,872</u>	<u>\$ 23,041</u>	<u>\$ 100,949</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,400	\$ 975
0	0	0	493	25	1,182
293	0	548	380	36	1,613
0	0	0	0	0	10,000
0	0	0	0	0	0
0	0	0	0	0	0
<u>293</u>	<u>0</u>	<u>548</u>	<u>873</u>	<u>4,461</u>	<u>13,770</u>
0	0	0	0	0	0
0	98	54,475	59,999	18,580	87,179
<u>(89)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(89)</u>	<u>98</u>	<u>54,475</u>	<u>59,999</u>	<u>18,580</u>	<u>87,179</u>
<u>\$ 204</u>	<u>\$ 98</u>	<u>\$ 55,023</u>	<u>\$ 60,872</u>	<u>\$ 23,041</u>	<u>\$ 100,949</u>

(Continued)

KNOX COUNTY, OHIO**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011**

	<u>VOCA and SVAA Grant</u>	<u>Marine Patrol Grant</u>	<u>Drug Abuse Resistance Education Grant</u>	<u>Common Pleas Jail Diversion Grant</u>	<u>911 Emergency Calling System</u>
Assets:					
Cash and Cash Equivalents	\$ 9,527	\$ 387	\$ 3,268	\$ 11,115	\$ 838,335
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Receivables:					
Taxes	0	0	0	0	364,656
Accounts	0	0	0	0	0
Intergovernmental	28,412	0	0	30,935	0
Special Assessments	0	0	0	0	0
Loans	0	0	0	0	0
Prepaid Items	0	0	0	0	3,038
Total Assets	<u>\$ 37,939</u>	<u>\$ 387</u>	<u>\$ 3,268</u>	<u>\$ 42,050</u>	<u>\$ 1,206,029</u>
Liabilities:					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 340	\$ 3,508
Accrued Wages and Benefits Payable	618	0	0	1,153	19,144
Intergovernmental Payable	880	218	0	820	27,505
Contracts Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	150
Deferred Revenue	28,412	0	0	15,468	249,012
Total Liabilities	<u>29,910</u>	<u>218</u>	<u>0</u>	<u>17,781</u>	<u>299,319</u>
Fund Balances:					
Nonspendable	0	0	0	0	3,038
Restricted	8,029	169	3,268	24,269	903,672
Unassigned	0	0	0	0	0
Total Fund Balances	<u>8,029</u>	<u>169</u>	<u>3,268</u>	<u>24,269</u>	<u>906,710</u>
Total Liabilities and Fund Balances	<u>\$ 37,939</u>	<u>\$ 387</u>	<u>\$ 3,268</u>	<u>\$ 42,050</u>	<u>\$ 1,206,029</u>

KNOX COUNTY, OHIO

<u>Litter Control and Recycling</u>	<u>Child Support Enforcement Agency</u>	<u>Real Estate Assessment</u>	<u>Youth Services Grant</u>	<u>Ditch Maintenance</u>	<u>Emergency Management Agency</u>
\$ 6,109	\$ 379,519	\$ 1,424,666	\$ 153,848	\$ 25,360	\$ 132,291
0	0	0	0	0	0
0	0	0	0	0	0
0	13,749	0	165	0	3,461
0	0	0	72,437	0	32,423
0	0	0	0	21,339	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 6,109</u>	<u>\$ 393,268</u>	<u>\$ 1,424,666</u>	<u>\$ 226,450</u>	<u>\$ 46,699</u>	<u>\$ 168,175</u>
\$ 1,312	\$ 0	\$ 0	\$ 20,587	\$ 0	\$ 3,418
214	7,574	3,137	4,654	0	801
315	10,150	4,420	6,755	0	1,144
0	0	1,116	0	0	0
0	7,272	0	0	0	197
0	0	0	0	21,339	32,423
<u>1,841</u>	<u>24,996</u>	<u>8,673</u>	<u>31,996</u>	<u>21,339</u>	<u>37,983</u>
0	0	0	0	0	0
4,268	368,272	1,415,993	194,454	25,360	130,192
0	0	0	0	0	0
<u>4,268</u>	<u>368,272</u>	<u>1,415,993</u>	<u>194,454</u>	<u>25,360</u>	<u>130,192</u>
<u>\$ 6,109</u>	<u>\$ 393,268</u>	<u>\$ 1,424,666</u>	<u>\$ 226,450</u>	<u>\$ 46,699</u>	<u>\$ 168,175</u>

(Continued)

KNOX COUNTY, OHIO**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011**

	Home	Marriage License	Storm Water Management	Continuing Professional Training	Concealed Handgun License
Assets:					
Cash and Cash Equivalents	\$ 82,870	\$ 0	\$ 2,451	\$ 840	\$ 16,645
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Receivables:					
Taxes	0	0	0	0	0
Accounts	0	910	0	0	294
Intergovernmental	138,856	0	0	0	0
Special Assessments	0	0	0	0	0
Loans	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	\$ 221,726	\$ 910	\$ 2,451	\$ 840	\$ 16,939
Liabilities:					
Accounts Payable	\$ 2,063	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	65	0	731
Intergovernmental Payable	0	0	116	0	1,210
Contracts Payable	3,000	0	0	0	3,986
Due to Other Funds	0	0	0	0	0
Deferred Revenue	138,856	0	0	0	0
Total Liabilities	143,919	0	181	0	5,927
Fund Balances:					
Nonspendable	0	0	0	0	0
Restricted	77,807	910	2,270	840	11,012
Unassigned	0	0	0	0	0
Total Fund Balances	77,807	910	2,270	840	11,012
Total Liabilities and Fund Balances	\$ 221,726	\$ 910	\$ 2,451	\$ 840	\$ 16,939

KNOX COUNTY, OHIO

<u>WIA Programs</u>	<u>Flood Assistance</u>	<u>Citizen Corps Program Grant</u>	<u>Common Pleas Special Project</u>	<u>Supervision Fee</u>	<u>Parenting Seminar</u>
\$ 75,574	\$ 191	\$ 26	\$ 21,785	\$ 20,983	\$ 3,478
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	3,325	595	390
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$ 75,574</u>	<u>\$ 191</u>	<u>\$ 26</u>	<u>\$ 25,110</u>	<u>\$ 21,578</u>	<u>\$ 3,868</u>
\$ 7,059	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	500	0	0
0	0	0	362	576	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>7,059</u>	<u>0</u>	<u>0</u>	<u>862</u>	<u>576</u>	<u>0</u>
0	0	0	0	0	0
68,515	191	26	24,248	21,002	3,868
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>68,515</u>	<u>191</u>	<u>26</u>	<u>24,248</u>	<u>21,002</u>	<u>3,868</u>
<u>\$ 75,574</u>	<u>\$ 191</u>	<u>\$ 26</u>	<u>\$ 25,110</u>	<u>\$ 21,578</u>	<u>\$ 3,868</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011**

	Immobilized Vehicle	Commissary	Law Enforcement	Drug Enforcement	Revolving Loan
Assets:					
Cash and Cash Equivalents	\$ 1,087	\$ 0	\$ 0	\$ 0	\$ 0
Cash and Cash Equivalents in Segregated Accounts	0	7,696	59,545	27,227	57,669
Receivables:					
Taxes	0	0	0	0	0
Accounts	0	0	0	0	0
Intergovernmental	0	0	0	0	0
Special Assessments	0	0	0	0	0
Loans	0	0	0	0	60,185
Prepaid Items	0	0	0	0	0
Total Assets	\$ 1,087	\$ 7,696	\$ 59,545	\$ 27,227	\$ 117,854
Liabilities:					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0
Contracts Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	0	0	0	0	0
Fund Balances:					
Nonspendable	0	0	0	0	60,185
Restricted	1,087	7,696	59,545	27,227	57,669
Unassigned	0	0	0	0	0
Total Fund Balances	1,087	7,696	59,545	27,227	117,854
Total Liabilities and Fund Balances	\$ 1,087	\$ 7,696	\$ 59,545	\$ 27,227	\$ 117,854

KNOX COUNTY, OHIO

<u>Work Release</u>	<u>Community Mental Health</u>	<u>Senior Citizens</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 0	\$ 0	\$ 1,178	\$ 3,569,670
1,210	0	0	153,347
0	955,081	755,389	2,075,126
0	0	0	39,510
0	57,067	45,190	406,889
0	0	0	21,339
0	0	0	60,185
0	0	0	3,038
<u>\$ 1,210</u>	<u>\$ 1,012,148</u>	<u>\$ 801,757</u>	<u>\$ 6,329,104</u>
\$ 0	\$ 0	\$ 0	\$ 47,146
0	0	0	42,329
0	0	0	60,193
0	0	0	18,102
0	0	0	9,756
0	1,008,465	797,633	2,291,608
<u>0</u>	<u>1,008,465</u>	<u>797,633</u>	<u>2,469,134</u>
0	0	0	63,223
1,210	3,683	4,124	3,796,836
0	0	0	(89)
<u>1,210</u>	<u>3,683</u>	<u>4,124</u>	<u>3,859,970</u>
<u>\$ 1,210</u>	<u>\$ 1,012,148</u>	<u>\$ 801,757</u>	<u>\$ 6,329,104</u>

KNOX COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Dog and Kennel	Indigent Guardianship	Conduct of Business	Courts Computer	Courts' Computer Research
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	2,250	0	0	0	0
Charges for Services	33,908	7,114	1,122	31,636	3,332
Licenses and Permits	192,648	0	0	0	0
Investment Earnings	0	0	0	6	0
Special Assessments	0	0	0	0	0
Fines and Forfeitures	5,658	0	0	0	0
All Other Revenue	7,255	0	0	0	0
Total Revenue	241,719	7,114	1,122	31,642	3,332
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	0	8,208	53	29,584	4,132
Public Safety	0	0	0	0	0
Public Works	0	0	0	0	0
Health	232,233	0	0	0	0
Human Services	0	0	0	0	0
Intergovernmental	0	0	0	0	0
Capital Outlay	0	0	0	0	0
Total Expenditures	232,233	8,208	53	29,584	4,132
Excess (Deficiency) of Revenues Over Expenditures	9,486	(1,094)	1,069	2,058	(800)
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change in Fund Balances	9,486	(1,094)	1,069	2,058	(800)
Fund Balances at Beginning of Year, restated	83,081	1,178	2,841	18,783	9,027
Fund Balances End of Year	\$ 92,567	\$ 84	\$ 3,910	\$ 20,841	\$ 8,227

KNOX COUNTY, OHIO

Time Out Program	Court Security	Probate-Juvenile Special Project	Juvenile Court Social Workers	Law Library	Delinquent Tax Assessment Collection	VOCA and SVAA Grant
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 103,930	\$ 0
0	0	0	88	0	0	33,084
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	6,258	0
0	0	34,753	0	37,534	0	0
6,003	0	0	15,888	0	100,213	7
6,003	0	34,753	15,976	37,534	210,401	33,091
0	0	0	0	0	224,012	42,329
0	0	0	0	31,365	0	0
14,790	0	5,972	19,344	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
14,790	0	5,972	19,344	31,365	224,012	42,329
(8,787)	0	28,781	(3,368)	6,169	(13,611)	(9,238)
8,000	0	0	0	0	0	9,198
0	0	0	0	0	0	0
8,000	0	0	0	0	0	9,198
(787)	0	28,781	(3,368)	6,169	(13,611)	(40)
698	98	25,694	63,367	12,411	100,790	8,069
\$ (89)	\$ 98	\$ 54,475	\$ 59,999	\$ 18,580	\$ 87,179	\$ 8,029

(Continued)

KNOX COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Marine Patrol Grant	Drug Abuse Resistance Education Grant	Common Pleas Jail Diversion Grant	Byrne Drug Court	911 Emergency Calling System
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,353,181
Intergovernmental Revenues	18,646	0	59,370	11,065	123,411
Charges for Services	0	0	0	0	0
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	0	0	0
Special Assessments	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	0
All Other Revenue	3	0	0	0	210
Total Revenue	18,649	0	59,370	11,065	1,476,802
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	0	0	0	0	0
Public Safety	19,850	0	55,607	0	1,600,523
Public Works	0	0	0	0	0
Health	0	0	0	0	0
Human Services	0	0	0	0	0
Intergovernmental	0	0	0	0	0
Capital Outlay	0	0	0	0	0
Total Expenditures	19,850	0	55,607	0	1,600,523
Excess (Deficiency) of Revenues Over Expenditures	(1,201)	0	3,763	11,065	(123,721)
Other Financing Sources (Uses):					
Transfers In	1,300	0	0	0	0
Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	1,300	0	0	0	0
Net Change in Fund Balances	99	0	3,763	11,065	(123,721)
Fund Balances at Beginning of Year, restated	70	3,268	20,506	(11,065)	1,030,431
Fund Balances End of Year	\$ 169	\$ 3,268	\$ 24,269	\$ 0	\$ 906,710

KNOX COUNTY, OHIO

Child Abuse Prevention Grant	Litter Control and Recycling	Child Support Enforcement Agency	Real Estate Assessment	Youth Services Grant	Ditch Maintenance	Emergency Management Agency
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
17,045	46,400	556,077	0	391,803	0	179,458
0	0	184,535	667,564	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	6,461	0
0	0	0	0	0	0	0
0	821	4,350	3,907	3,534	0	3,490
<u>17,045</u>	<u>47,221</u>	<u>744,962</u>	<u>671,471</u>	<u>395,337</u>	<u>6,461</u>	<u>182,948</u>
0	0	0	316,017	0	0	0
0	0	0	0	0	0	0
0	0	0	0	426,508	0	176,031
0	0	0	0	0	0	0
0	50,262	0	0	0	0	0
17,045	0	586,253	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	12,895	0
<u>17,045</u>	<u>50,262</u>	<u>586,253</u>	<u>316,017</u>	<u>426,508</u>	<u>12,895</u>	<u>176,031</u>
0	(3,041)	158,709	355,454	(31,171)	(6,434)	6,917
0	0	80,877	0	0	0	24,000
0	(10,750)	0	0	0	0	0
<u>0</u>	<u>(10,750)</u>	<u>80,877</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>24,000</u>
0	(13,791)	239,586	355,454	(31,171)	(6,434)	30,917
0	18,059	128,686	1,060,539	225,625	31,794	99,275
<u>\$ 0</u>	<u>\$ 4,268</u>	<u>\$ 368,272</u>	<u>\$ 1,415,993</u>	<u>\$ 194,454</u>	<u>\$ 25,360</u>	<u>\$ 130,192</u>

(Continued)

KNOX COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Home	Marriage License	Help America Vote Act	Storm Water Management	Continuing Professional Training
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	215,044	0	559	0	840
Charges for Services	0	14,034	0	13,594	0
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	0	0	0
Special Assessments	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	0
All Other Revenue	0	0	0	1	0
Total Revenue	215,044	14,034	559	13,595	840
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	0	0	0	0	0
Public Safety	0	0	0	0	0
Public Works	0	0	0	9,523	0
Health	0	13,867	0	0	0
Human Services	155,337	0	0	0	0
Intergovernmental	0	0	0	0	0
Capital Outlay	0	0	0	0	0
Total Expenditures	155,337	13,867	0	9,523	0
Excess (Deficiency) of Revenues Over Expenditures	59,707	167	559	4,072	840
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	(14,967)	0
Total Other Financing Sources (Uses)	0	0	0	(14,967)	0
Net Change in Fund Balances	59,707	167	559	(10,895)	840
Fund Balances at Beginning of Year, restated	18,100	743	(559)	13,165	0
Fund Balances End of Year	\$ 77,807	\$ 910	\$ 0	\$ 2,270	\$ 840

KNOX COUNTY, OHIO

Concealed Handgun License	WIA Programs	Flood Assistance	Citizen Corps Program Grant	Common Pleas Special Project	Supervision Fee	Parenting Seminar
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	445,735	0	0	0	0	0
28,133	0	0	0	44,028	10,882	5,850
23,081	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	9,579	0	7	0	0	0
<u>51,214</u>	<u>455,314</u>	<u>0</u>	<u>7</u>	<u>44,028</u>	<u>10,882</u>	<u>5,850</u>
0	0	0	0	0	0	0
0	0	0	0	0	12,226	11,313
84,876	0	0	0	40,558	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	605,747	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>84,876</u>	<u>605,747</u>	<u>0</u>	<u>0</u>	<u>40,558</u>	<u>12,226</u>	<u>11,313</u>
(33,662)	(150,433)	0	7	3,470	(1,344)	(5,463)
0	100,000	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>100,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(33,662)	(50,433)	0	7	3,470	(1,344)	(5,463)
44,674	118,948	191	19	20,778	22,346	9,331
<u>\$ 11,012</u>	<u>\$ 68,515</u>	<u>\$ 191</u>	<u>\$ 26</u>	<u>\$ 24,248</u>	<u>\$ 21,002</u>	<u>\$ 3,868</u>

(Continued)

KNOX COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Immobilized Vehicle	Commissary	Law Enforcement	Drug Enforcement	Revolving Loan
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	0	33,212	0	0	0
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	13	13	1,226
Special Assessments	0	0	0	0	0
Fines and Forfeitures	0	0	141,562	4,349	0
All Other Revenue	0	0	0	0	0
Total Revenue	<u>0</u>	<u>33,212</u>	<u>141,575</u>	<u>4,362</u>	<u>1,226</u>
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	0	0	0	0	0
Public Safety	0	31,082	114,424	1,250	0
Public Works	0	0	0	0	0
Health	0	0	0	0	0
Human Services	0	0	0	0	2,102
Intergovernmental	0	0	0	0	0
Capital Outlay	0	0	0	0	0
Total Expenditures	<u>0</u>	<u>31,082</u>	<u>114,424</u>	<u>1,250</u>	<u>2,102</u>
Excess (Deficiency) of Revenues Over Expenditures	0	2,130	27,151	3,112	(876)
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	0	2,130	27,151	3,112	(876)
Fund Balances at Beginning of Year, restated	<u>1,087</u>	<u>5,566</u>	<u>32,394</u>	<u>24,115</u>	<u>118,730</u>
Fund Balances End of Year	<u>\$ 1,087</u>	<u>\$ 7,696</u>	<u>\$ 59,545</u>	<u>\$ 27,227</u>	<u>\$ 117,854</u>

KNOX COUNTY, OHIO

<u>Work Release</u>	<u>Community Mental Health</u>	<u>Senior Citizens</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 0	\$ 925,440	\$ 729,815	\$ 3,112,366
0	196,701	162,265	2,459,841
1,468	0	0	1,080,412
0	0	0	215,729
0	0	0	1,258
0	0	0	12,719
0	0	0	223,856
0	0	0	155,268
<u>1,468</u>	<u>1,122,141</u>	<u>892,080</u>	<u>7,261,449</u>
0	0	0	582,358
0	0	0	96,881
1,468	0	0	2,592,283
0	0	0	9,523
0	0	0	296,362
0	0	0	1,366,484
0	1,121,966	930,948	2,052,914
0	0	0	12,895
<u>1,468</u>	<u>1,121,966</u>	<u>930,948</u>	<u>7,009,700</u>
0	175	(38,868)	251,749
0	0	0	223,375
0	0	0	(25,717)
<u>0</u>	<u>0</u>	<u>0</u>	<u>197,658</u>
0	175	(38,868)	449,407
<u>1,210</u>	<u>3,508</u>	<u>42,992</u>	<u>3,410,563</u>
<u>\$ 1,210</u>	<u>\$ 3,683</u>	<u>\$ 4,124</u>	<u>\$ 3,859,970</u>

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2011**

	<u>Bond Retirement</u>	<u>Ohio Water Development Authority</u>	<u>Total Nonmajor Debt Service Funds</u>
Assets:			
Cash and Cash Equivalents	\$ 23,383	\$ 180	\$ 23,563
Receivables:			
Leases	1,053,000	0	1,053,000
Due from Other Funds	<u>127,476</u>	<u>0</u>	<u>127,476</u>
Total Assets	<u>\$ 1,203,859</u>	<u>\$ 180</u>	<u>\$ 1,204,039</u>
Liabilities:			
Matured Bonds and Interest Payable	\$ 48,379	\$ 0	\$ 48,379
Deferred Revenue	<u>1,053,000</u>	<u>0</u>	<u>1,053,000</u>
Total Liabilities	<u>1,101,379</u>	<u>0</u>	<u>1,101,379</u>
Fund Balances:			
Restricted	<u>102,480</u>	<u>180</u>	<u>102,660</u>
Total Fund Balances	<u>102,480</u>	<u>180</u>	<u>102,660</u>
Total Liabilities and Fund Balances	<u>\$ 1,203,859</u>	<u>\$ 180</u>	<u>\$ 1,204,039</u>

KNOX COUNTY, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2011**

	<u>Bond Retirement</u>	<u>Ohio Water Development Authority</u>	<u>OPWC - Dan Amity Road</u>	<u>Total Nonmajor Debt Service Funds</u>
Revenues:				
All Other Revenue	\$ 221,472	\$ 0	\$ 40,264	\$ 261,736
Total Revenue	<u>221,472</u>	<u>0</u>	<u>40,264</u>	<u>261,736</u>
Expenditures:				
Debt Service:				
Principal Retirement	735,000	0	40,264	775,264
Interest and Fiscal Charges	278,493	0	0	278,493
Total Expenditures	<u>1,013,493</u>	<u>0</u>	<u>40,264</u>	<u>1,053,757</u>
Excess (Deficiency) of Revenues Over Expenditures	(792,021)	0	0	(792,021)
Other Financing Sources (Uses):				
Transfers In	771,913	0	0	771,913
Total Other Financing Sources (Uses)	<u>771,913</u>	<u>0</u>	<u>0</u>	<u>771,913</u>
Net Change in Fund Balances	(20,108)	0	0	(20,108)
Fund Balances at Beginning of Year	<u>122,588</u>	<u>180</u>	<u>0</u>	<u>122,768</u>
Fund Balances End of Year	<u>\$ 102,480</u>	<u>\$ 180</u>	<u>\$ 0</u>	<u>\$ 102,660</u>

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2011**

	<u>Permanent Improvement</u>	<u>Dog and Kennel Equipment</u>	<u>Community Development Block Grant</u>	<u>Fredericktown Sewer Project</u>
Assets:				
Cash and Cash Equivalents	\$ 504,077	\$ 4,675	\$ 25,949	\$ 6,794
Receivables:				
Accounts	0	103	0	0
Intergovernmental	<u>0</u>	<u>0</u>	<u>109,126</u>	<u>0</u>
Total Assets	<u>\$ 504,077</u>	<u>\$ 4,778</u>	<u>\$ 135,075</u>	<u>\$ 6,794</u>
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 15,676	\$ 0
Contracts Payable	0	0	1,875	0
Deferred Revenue	<u>0</u>	<u>0</u>	<u>109,126</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>126,677</u>	<u>0</u>
Fund Balances:				
Restricted	0	4,778	8,398	6,794
Assigned	<u>504,077</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>504,077</u>	<u>4,778</u>	<u>8,398</u>	<u>6,794</u>
Total Liabilities and Fund Balances	<u>\$ 504,077</u>	<u>\$ 4,778</u>	<u>\$ 135,075</u>	<u>\$ 6,794</u>

KNOX COUNTY, OHIO

<u>Industrial Site Improvement</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ 1,385	\$ 542,880
0	103
<u>0</u>	<u>109,126</u>
<u>\$ 1,385</u>	<u>\$ 652,109</u>
\$ 0	\$ 15,676
0	1,875
<u>0</u>	<u>109,126</u>
<u>0</u>	<u>126,677</u>
1,385	21,355
<u>0</u>	<u>504,077</u>
<u>1,385</u>	<u>525,432</u>
<u>\$ 1,385</u>	<u>\$ 652,109</u>

KNOX COUNTY, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

	Permanent Improvement	Dog and Kennel Equipment	Community Development Block Grant	Fredericktown Sewer Project
Revenues:				
Intergovernmental Revenues	\$ 534,750	\$ 0	\$ 60,199	\$ 0
Investment Earnings	0	0	5	0
All Other Revenue	0	4,900	0	0
Total Revenue	<u>534,750</u>	<u>4,900</u>	<u>60,204</u>	<u>0</u>
Expenditures:				
Capital Outlay	<u>671,075</u>	<u>2,448</u>	<u>94,009</u>	<u>0</u>
Total Expenditures	<u>671,075</u>	<u>2,448</u>	<u>94,009</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(136,325)	2,452	(33,805)	0
Other Financing Sources (Uses):				
Sale of Capital Assets	<u>204,700</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>204,700</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	68,375	2,452	(33,805)	0
Fund Balances at Beginning of Year	<u>435,702</u>	<u>2,326</u>	<u>42,203</u>	<u>6,794</u>
Fund Balances End of Year	<u>\$ 504,077</u>	<u>\$ 4,778</u>	<u>\$ 8,398</u>	<u>\$ 6,794</u>

KNOX COUNTY, OHIO

<u>Engineering Projects</u>	<u>Industrial Site Improvement</u>	<u>Total Nonmajor Capital Project Funds</u>
\$ 2,049,232	\$ 0	\$ 2,644,181
0	0	5
<u>0</u>	<u>0</u>	<u>4,900</u>
<u>2,049,232</u>	<u>0</u>	<u>2,649,086</u>
<u>2,049,232</u>	<u>0</u>	<u>2,816,764</u>
<u>2,049,232</u>	<u>0</u>	<u>2,816,764</u>
0	0	(167,678)
<u>0</u>	<u>0</u>	<u>204,700</u>
<u>0</u>	<u>0</u>	<u>204,700</u>
0	0	37,022
<u>0</u>	<u>1,385</u>	<u>488,410</u>
<u>\$ 0</u>	<u>\$ 1,385</u>	<u>\$ 525,432</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 7,146,000	\$ 7,146,000	\$ 7,866,711	\$ 720,711
Intergovernmental Revenues	1,870,000	1,870,000	1,736,237	(133,763)
Charges for Services	1,956,800	1,956,800	2,176,539	219,739
Licenses and Permits	4,000	4,000	4,199	199
Investment Earnings	250,000	250,000	207,463	(42,537)
Fines and Forfeitures	76,000	76,000	52,709	(23,291)
All Other Revenues	663,725	663,725	602,371	(61,354)
Total Revenues	11,966,525	11,966,525	12,646,229	679,704
Expenditures:				
General Government - Legislative and Executive:				
Commissioners:				
Personal Services	266,463	296,947	292,853	4,094
Materials and Supplies	135,167	176,167	173,054	3,113
Contractual Services	168,829	155,459	144,799	10,660
Other Expenditures	155,711	170,487	164,434	6,053
Total Commissioners	726,170	799,060	775,140	23,920
County Microfilming:				
Personal Services	25,750	25,750	25,571	179
Total County Microfilming	25,750	25,750	25,571	179
Safe/Loss:				
Personal Services	54,672	54,672	51,952	2,720
Materials and Supplies	1,300	1,300	153	1,147
Contractual Services	500	500	49	451
Other Expenditures	900	900	302	598
Total Safe/Loss	57,372	57,372	52,456	4,916
Regional Planning Commission:				
Contractual Services	47,168	47,168	47,168	0
Total Regional Planning Commission	47,168	47,168	47,168	0
Auditor:				
Personal Services	181,124	190,927	187,297	3,630
Materials and Supplies	6,932	6,677	3,694	2,983
Contractual Services	22,619	22,619	21,805	814
Other Expenditures	4,500	4,500	3,871	629
Total Auditor	215,175	224,723	216,667	8,056

(Continued)

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	(Continued) Variance with Final Budget Positive (Negative)
Treasurer:				
Personal Services	138,690	139,476	139,476	0
Materials and Supplies	54	54	54	0
Other Expenditures	<u>14,964</u>	<u>21,785</u>	<u>21,785</u>	<u>0</u>
Total Treasurer	153,708	161,315	161,315	0
Prosecuting Attorney:				
Personal Services	347,176	355,325	355,304	21
Materials and Supplies	8,967	1,967	1,961	6
Contractual Services	29,117	42,292	42,292	0
Other Expenditures	<u>0</u>	<u>1,651</u>	<u>1,651</u>	<u>0</u>
Total Prosecuting Attorney	385,260	401,235	401,208	27
Bureau of Inspection:				
Contractual Services	<u>101,132</u>	<u>101,132</u>	<u>101,132</u>	<u>0</u>
Total Bureau of Inspection	101,132	101,132	101,132	0
Data Processing Board:				
Contractual Services	88,668	88,668	73,057	15,611
Other Expenditures	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Total Data Processing Board	93,668	93,668	73,057	20,611
Board of Elections:				
Personal Services	251,400	255,386	254,420	966
Materials and Supplies	9,000	7,500	7,478	22
Contractual Services	82,400	79,100	78,525	575
Other Expenditures	<u>3,000</u>	<u>5,000</u>	<u>4,908</u>	<u>92</u>
Total Board of Elections	345,800	346,986	345,331	1,655
Maintenance and Operation:				
Personal Services	207,800	207,800	195,436	12,364
Materials and Supplies	60,143	68,143	62,391	5,752
Contractual Services	703,702	609,002	406,225	202,777
Other Expenditures	<u>18,400</u>	<u>20,400</u>	<u>18,895</u>	<u>1,505</u>
Total Maintenance and Operation	990,045	905,345	682,947	222,398

(Continued)

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Corporate Center - Maintenance and Operation:				
Personal Services	57,800	57,251	55,998	1,253
Materials and Supplies	2,125	752	751	1
Contractual Services	10,900	13,418	13,266	152
Other Expenditures	200	320	320	0
Total Corporate Center - Maintenance and Operation	71,025	71,741	70,335	1,406
Air Navigation and Facilities:				
Personal Services	123,500	123,500	103,006	20,494
Total Air Navigation and Facilities	123,500	123,500	103,006	20,494
Recorder:				
Personal Services	139,324	145,980	145,432	548
Total Recorder	139,324	145,980	145,432	548
Insurance, Pension and Taxes:				
Contractual Services	1,329,000	1,356,341	1,298,266	58,075
Total Insurance, Pension and Taxes	1,329,000	1,356,341	1,298,266	58,075
Agriculture:				
Contractual Services	460,280	460,280	460,280	0
Total Agriculture	460,280	460,280	460,280	0
Bike Path:				
Contractual Services	8,706	8,706	7,955	751
Total Bike Path	8,706	8,706	7,955	751
Total General Government - Legislative and Executive	5,273,083	5,330,302	4,967,266	363,036
General Government - Judicial:				
Court of Appeals:				
Contractual Services	8,000	8,000	6,813	1,187
Total Court of Appeals	8,000	8,000	6,813	1,187

(Continued)

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Common Pleas Court:				
Personal Services	370,405	383,399	380,405	2,994
Materials and Supplies	11,213	11,213	10,600	613
Contractual Services	16,600	15,340	12,538	2,802
Other Expenditures	<u>13,968</u>	<u>15,968</u>	<u>14,547</u>	<u>1,421</u>
Total Common Pleas Court	412,186	425,920	418,090	7,830
Jury Commission:				
Personal Services	2,000	2,335	2,284	51
Contractual Services	<u>528</u>	<u>193</u>	<u>110</u>	<u>83</u>
Total Jury Commission	2,528	2,528	2,394	134
Juvenile Court:				
Materials and Supplies	4,500	4,500	4,500	0
Contractual Services	1,705	1,705	1,457	248
Other Expenditures	<u>6,000</u>	<u>4,000</u>	<u>3,812</u>	<u>188</u>
Total Juvenile Court	12,205	10,205	9,769	436
Juvenile Probation:				
Personal Services	358,750	345,800	306,937	38,863
Materials and Supplies	10,000	12,650	12,461	189
Contractual Services	244,050	228,200	227,900	300
Other Expenditures	<u>5,000</u>	<u>35,000</u>	<u>35,000</u>	<u>0</u>
Total Juvenile Probation	617,800	621,650	582,298	39,352
Probate Court:				
Personal Services	99,810	100,404	96,315	4,089
Materials and Supplies	5,000	5,600	5,535	65
Contractual Services	16,449	15,949	15,043	906
Other Expenditures	<u>2,500</u>	<u>2,900</u>	<u>1,835</u>	<u>1,065</u>
Total Probate Court	123,759	124,853	118,728	6,125
Clerk of Courts:				
Personal Services	216,618	224,224	219,738	4,486
Materials and Supplies	7,350	10,617	9,995	622
Contractual Services	7,144	7,377	7,377	0
Other Expenditures	<u>1,650</u>	<u>1,650</u>	<u>1,133</u>	<u>517</u>
Total Clerk of Courts	232,762	243,868	238,243	5,625

(Continued)

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Municipal Court:				
Personal Services	99,150	99,300	95,629	3,671
Contractual Services	15,750	15,600	13,240	2,360
Total Municipal Court	114,900	114,900	108,869	6,031
Public Defender:				
Personal Services	304,535	305,808	297,743	8,065
Materials and Supplies	2,156	2,156	2,110	46
Contractual Services	20,458	22,958	22,252	706
Total Public Defender	327,149	330,922	322,105	8,817
Total General Government - Judicial	1,851,289	1,882,846	1,807,309	75,537
Public Safety:				
Sheriff:				
Personal Services	1,684,237	1,797,799	1,757,651	40,148
Materials and Supplies	29,000	27,000	25,350	1,650
Contractual Services	177,987	194,648	190,329	4,319
Other Expenditures	46,233	19,468	19,226	242
Total Sheriff	1,937,457	2,038,915	1,992,556	46,359
Jail:				
Personal Services	1,289,511	1,386,204	1,385,048	1,156
Materials and Supplies	11,254	11,254	9,176	2,078
Contractual Services	428,575	475,575	469,575	6,000
Other Expenditures	4,450	2,779	2,175	604
Total Jail	1,733,790	1,875,812	1,865,974	9,838
Coroner:				
Personal Services	44,712	61,218	60,933	285
Materials and Supplies	1,150	1,150	962	188
Contractual Services	57,260	60,260	59,433	827
Other Expenditures	3,000	0	0	0
Total Coroner	106,122	122,628	121,328	1,300
Total Public Safety	3,777,369	4,037,355	3,979,858	57,497

(Continued)

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Public Works:				
Map Department:				
Personal Services	71,360	69,860	61,956	7,904
Materials and Supplies	1,500	2,852	2,491	361
Other Expenditures	<u>3,000</u>	<u>3,000</u>	<u>1,480</u>	<u>1,520</u>
Total Map Department	75,860	75,712	65,927	9,785
Buildings and Grounds:				
Contractual Services	<u>93,000</u>	<u>70,327</u>	<u>0</u>	<u>70,327</u>
Total Buildings and Grounds	<u>93,000</u>	<u>70,327</u>	<u>0</u>	<u>70,327</u>
Total Public Works	<u>168,860</u>	<u>146,039</u>	<u>65,927</u>	<u>80,112</u>
Health:				
Vital Statistics:				
Other Expenditures	<u>1,000</u>	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Vital Statistics	1,000	1,000	0	1,000
Other Health:				
Other Expenditures	<u>118,100</u>	<u>118,100</u>	<u>118,075</u>	<u>25</u>
Total Other Health	118,100	118,100	118,075	25
Humane Society:				
Personal Services	8,500	8,451	7,609	842
Materials and Supplies	950	950	0	950
Contractual Services	1,950	2,649	2,588	61
Other Expenditures	<u>2,569</u>	<u>2,569</u>	<u>939</u>	<u>1,630</u>
Total Humane Society	13,969	14,619	11,136	3,483
Animal Control Officer:				
Personal Services	39,300	46,800	43,784	3,016
Other Expenditures	<u>2,101</u>	<u>1,101</u>	<u>889</u>	<u>212</u>
Total Animal Control Officer	<u>41,401</u>	<u>47,901</u>	<u>44,673</u>	<u>3,228</u>
Total Health	<u>174,470</u>	<u>181,620</u>	<u>173,884</u>	<u>7,736</u>

(Continued)

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Human Services:				
Children's Home:				
Contractual Services	<u>80,000</u>	<u>80,000</u>	<u>80,000</u>	<u>0</u>
Total Children's Home	<u>80,000</u>	<u>80,000</u>	<u>80,000</u>	<u>0</u>
Soldiers Relief:				
Personal Services	39,800	37,300	34,031	3,269
Materials and Supplies	8,000	8,000	7,860	140
Contractual Services	<u>226,000</u>	<u>224,960</u>	<u>203,471</u>	<u>21,489</u>
Total Soldiers Relief	<u>273,800</u>	<u>270,260</u>	<u>245,362</u>	<u>24,898</u>
Veterans Relief:				
Personal Services	256,600	252,600	239,817	12,783
Contractual Services	6,000	6,000	5,458	542
Other Expenditures	<u>44,510</u>	<u>50,010</u>	<u>49,495</u>	<u>515</u>
Total Veterans Relief	<u>307,110</u>	<u>308,610</u>	<u>294,770</u>	<u>13,840</u>
Total Human Services	<u>660,910</u>	<u>658,870</u>	<u>620,132</u>	<u>38,738</u>
Debt Service:				
Principal	60,071	60,071	60,071	0
Interest and Fiscal Charges	24,066	24,066	24,066	0
Capital Outlay	<u>260,646</u>	<u>238,381</u>	<u>143,818</u>	<u>94,563</u>
Total Expenditures	<u>12,250,764</u>	<u>12,559,550</u>	<u>11,842,331</u>	<u>717,219</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(284,239)	(593,025)	803,898	1,396,923
Other Financing Sources (Uses):				
Other Financing Uses	(108,640)	(119,140)	(115,981)	3,159
Transfers In	150,000	150,000	195,717	45,717
Transfers Out	<u>(867,493)</u>	<u>(729,507)</u>	<u>(716,685)</u>	<u>12,822</u>
Total Other Financing Sources (Uses)	<u>(826,133)</u>	<u>(698,647)</u>	<u>(636,949)</u>	<u>61,698</u>
Net Change in Fund Balance	(1,110,372)	(1,291,672)	166,949	1,458,621
Fund Balance at Beginning of Year	1,640,877	1,640,877	1,640,877	0
Prior Year Encumbrances	<u>396,849</u>	<u>396,849</u>	<u>396,849</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 927,354</u>	<u>\$ 746,054</u>	<u>\$ 2,204,675</u>	<u>\$ 1,458,621</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 3,700,000	\$ 3,700,000	\$ 3,386,318	\$ (313,682)
All Other Revenues	390,200	390,200	186,194	(204,006)
Total Revenues	<u>4,090,200</u>	<u>4,090,200</u>	<u>3,572,512</u>	<u>(517,688)</u>
Expenditures:				
Human Services:				
Personal Services	2,690,574	2,723,356	2,094,568	628,788
Materials and Supplies	73,173	83,173	65,448	17,725
Contractual Services	1,828,181	1,741,181	519,312	1,221,869
Other Expenditures	314,456	344,456	311,079	33,377
Capital Outlay	64,500	64,500	43,110	21,390
Total Expenditures	<u>4,970,884</u>	<u>4,956,666</u>	<u>3,033,517</u>	<u>1,923,149</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(880,684)	(866,466)	538,995	1,405,461
Other Financing Sources (Uses):				
Transfers In	160,000	160,000	166,493	6,493
Transfers Out	(430,877)	(445,096)	(445,096)	0
Total Other Financing Sources (Uses)	<u>(270,877)</u>	<u>(285,096)</u>	<u>(278,603)</u>	<u>6,493</u>
Net Change in Fund Balance	(1,151,561)	(1,151,562)	260,392	1,411,954
Fund Balance at Beginning of Year	2,734,342	2,734,342	2,734,342	0
Prior Year Encumbrances	215,060	215,060	215,060	0
Fund Balance at End of Year	<u>\$ 1,797,841</u>	<u>\$ 1,797,840</u>	<u>\$ 3,209,794</u>	<u>\$ 1,411,954</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Fund
For the Year Ended December 31, 2011****MOTOR VEHICLE AND GASOLINE TAX FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 4,890,000	\$ 4,890,000	\$ 4,957,547	\$ 67,547
Charges for Services	4,000	4,000	4,320	320
Investment Earnings	3,000	3,000	1,311	(1,689)
Fines and Forfeitures	9,000	9,000	7,643	(1,357)
All Other Revenues	15,500	15,500	33,328	17,828
Total Revenues	<u>4,921,500</u>	<u>4,921,500</u>	<u>5,004,149</u>	<u>82,649</u>
Expenditures:				
Public Works:				
Personal Services	2,231,847	2,223,323	2,121,674	101,649
Materials and Supplies	977,073	1,208,327	1,089,610	118,717
Contractual Services	1,675,718	1,436,863	1,356,261	80,602
Other Expenditures	36,362	26,362	24,836	1,526
Intergovernmental	107,892	107,892	107,515	377
Capital Outlay	91,820	228,145	227,187	958
Total Expenditures	<u>5,120,712</u>	<u>5,230,912</u>	<u>4,927,083</u>	<u>303,829</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(199,212)	(309,412)	77,066	386,478
Other Financing Sources (Uses):				
Insurance Recoveries	<u>0</u>	<u>0</u>	<u>70,843</u>	<u>70,843</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>70,843</u>	<u>70,843</u>
Net Change in Fund Balance	(199,212)	(309,412)	147,909	457,321
Fund Balance at Beginning of Year	807,963	807,963	807,963	0
Prior Year Encumbrances	<u>199,213</u>	<u>199,213</u>	<u>199,213</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 807,964</u>	<u>\$ 697,764</u>	<u>\$ 1,155,085</u>	<u>\$ 457,321</u>

KNOX COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Fund
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 840,800	\$ 840,800	\$ 876,270	\$ 35,470
Intergovernmental Revenues	654,200	654,200	916,852	262,652
Charges for Services	115,000	115,000	136,115	21,115
All Other Revenues	7,100	7,100	4,904	(2,196)
Total Revenues	<u>1,617,100</u>	<u>1,617,100</u>	<u>1,934,141</u>	<u>317,041</u>
Expenditures:				
Human Services:				
Personal Services	1,081,000	1,081,000	1,043,934	37,066
Materials and Supplies	17,000	17,000	3,990	13,010
Contractual Services	1,046,824	1,046,824	444,583	602,241
Other Expenditures	799,806	799,806	281,878	517,928
Capital Outlay	25,000	25,000	420	24,580
Total Expenditures	<u>2,969,630</u>	<u>2,969,630</u>	<u>1,774,805</u>	<u>1,194,825</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,352,530)	(1,352,530)	159,336	1,511,866
Fund Balance at Beginning of Year	3,269,112	3,269,112	3,269,112	0
Prior Year Encumbrances	164,630	164,630	164,630	0
Fund Balance at End of Year	<u>\$ 2,081,212</u>	<u>\$ 2,081,212</u>	<u>\$ 3,593,078</u>	<u>\$ 1,511,866</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Fund
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
DEVELOPMENT DISABILITIES FUND				
Revenues:				
Taxes	\$ 3,535,800	\$ 3,535,800	\$ 3,744,268	\$ 208,468
Intergovernmental Revenues	2,007,040	2,007,040	3,146,990	1,139,950
All Other Revenues	58,050	58,050	144,770	86,720
Total Revenues	<u>5,600,890</u>	<u>5,600,890</u>	<u>7,036,028</u>	<u>1,435,138</u>
Expenditures:				
Human Services:				
Personal Services	2,853,486	2,858,486	2,261,539	596,947
Materials and Supplies	299,000	289,967	44,681	245,286
Contractual Services	4,125,694	4,129,727	2,625,170	1,504,557
Other Expenditures	20,000	20,000	13,260	6,740
Capital Outlay	353,400	353,400	108,689	244,711
Total Expenditures	<u>7,651,580</u>	<u>7,651,580</u>	<u>5,053,339</u>	<u>2,598,241</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,050,690)	(2,050,690)	1,982,689	4,033,379
Other Financing Sources (Uses):				
Transfers In	2,305,119	2,335,119	0	(2,335,119)
Transfers Out	<u>(2,305,119)</u>	<u>(2,305,119)</u>	<u>0</u>	<u>2,305,119</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>30,000</u>	<u>0</u>	<u>(30,000)</u>
Net Change in Fund Balance	(2,050,690)	(2,020,690)	1,982,689	4,003,379
Fund Balance at Beginning of Year	<u>6,088,304</u>	<u>6,088,304</u>	<u>6,088,304</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,037,614</u>	<u>\$ 4,067,614</u>	<u>\$ 8,070,993</u>	<u>\$ 4,003,379</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

DOG AND KENNEL FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 2,250	\$ 2,250
Charges for Services	23,400	23,400	33,738	10,338
Licenses and Permits	171,000	171,000	191,944	20,944
Fines and Forfeitures	1,500	1,500	5,158	3,658
All Other Revenues	10,200	10,200	7,017	(3,183)
Total Revenues	<u>206,100</u>	<u>206,100</u>	<u>240,107</u>	<u>34,007</u>
Expenditures:				
Health:				
Personal Services	139,500	140,323	139,448	875
Materials and Supplies	22,785	27,862	27,044	818
Contractual Services	82,788	79,888	62,660	17,228
Other Expenditures	8,105	8,105	7,571	534
Capital Outlay	3,070	7,070	5,677	1,393
Total Expenditures	<u>256,248</u>	<u>263,248</u>	<u>242,400</u>	<u>20,848</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,148)	(57,148)	(2,293)	54,855
Fund Balance at Beginning of Year	78,865	78,865	78,865	0
Prior Year Encumbrances	14,448	14,448	14,448	0
Fund Balance at End of Year	<u>\$ 43,165</u>	<u>\$ 36,165</u>	<u>\$ 91,020</u>	<u>\$ 54,855</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 7,300	\$ 7,300	\$ 7,315	\$ 15
All Other Revenues	<u>200</u>	<u>200</u>	<u>0</u>	<u>(200)</u>
Total Revenues	<u>7,500</u>	<u>7,500</u>	<u>7,315</u>	<u>(185)</u>
Expenditures:				
General Government - Judicial:				
Contractual Services	<u>7,948</u>	<u>7,948</u>	<u>7,660</u>	<u>288</u>
Total Expenditures	<u>7,948</u>	<u>7,948</u>	<u>7,660</u>	<u>288</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(448)	(448)	(345)	103
Fund Balance at Beginning of Year	<u>448</u>	<u>448</u>	<u>448</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 103</u>	<u>\$ 103</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 1,128</u>	<u>\$ 128</u>
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>1,128</u>	<u>128</u>
Expenditures:				
General Government - Judicial:				
Other Expenditures	<u>3,772</u>	<u>3,772</u>	<u>53</u>	<u>3,719</u>
Total Expenditures	<u>3,772</u>	<u>3,772</u>	<u>53</u>	<u>3,719</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,772)</u>	<u>(2,772)</u>	<u>1,075</u>	<u>3,847</u>
Fund Balance at Beginning of Year	<u>2,772</u>	<u>2,772</u>	<u>2,772</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,847</u>	<u>\$ 3,847</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011****COURTS COMPUTER FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 30,100	\$ 30,100	\$ 31,864	\$ 1,764
Investment Earnings	200	200	6	(194)
All Other Revenues	100	100	0	(100)
Total Revenues	<u>30,400</u>	<u>30,400</u>	<u>31,870</u>	<u>1,470</u>
Expenditures:				
General Government - Judicial:				
Materials and Supplies	1,000	1,000	0	1,000
Contractual Services	6,015	6,015	2,263	3,752
Other Expenditures	25,439	25,439	23,459	1,980
Capital Outlay	14,190	14,190	4,000	10,190
Total Expenditures	<u>46,644</u>	<u>46,644</u>	<u>29,722</u>	<u>16,922</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,244)	(16,244)	2,148	18,392
Fund Balance at Beginning of Year	15,870	15,870	15,870	0
Prior Year Encumbrances	439	439	439	0
Fund Balance at End of Year	<u>\$ 65</u>	<u>\$ 65</u>	<u>\$ 18,457</u>	<u>\$ 18,392</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 43,000	\$ 43,000	\$ 40,144	\$ (2,856)
Total Revenues	<u>43,000</u>	<u>43,000</u>	<u>40,144</u>	<u>(2,856)</u>
Expenditures:				
General Government - Legislative and Executive:				
Contractual Services	42,129	42,129	36,323	5,806
Other Expenditures	12,349	12,349	4,356	7,993
Capital Outlay	<u>30,000</u>	<u>30,000</u>	<u>29,592</u>	<u>408</u>
Total Expenditures	<u>84,478</u>	<u>84,478</u>	<u>70,271</u>	<u>14,207</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,478)	(41,478)	(30,127)	11,351
Fund Balance at Beginning of Year	32,322	32,322	32,322	0
Prior Year Encumbrances	<u>9,156</u>	<u>9,156</u>	<u>9,156</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 11,351</u>	<u>\$ 11,351</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	<u>\$ 2,475</u>	<u>\$ 2,475</u>	<u>\$ 3,317</u>	<u>\$ 842</u>
Total Revenues	<u>2,475</u>	<u>2,475</u>	<u>3,317</u>	<u>842</u>
Expenditures:				
General Government - Judicial:				
Other Expenditures	<u>11,456</u>	<u>11,456</u>	<u>4,290</u>	<u>7,166</u>
Total Expenditures	<u>11,456</u>	<u>11,456</u>	<u>4,290</u>	<u>7,166</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,981)	(8,981)	(973)	8,008
Fund Balance at Beginning of Year	7,602	7,602	7,602	0
Prior Year Encumbrances	<u>1,379</u>	<u>1,379</u>	<u>1,379</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,008</u>	<u>\$ 8,008</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
All Other Revenues	<u>\$ 6,000</u>	<u>\$ 6,000</u>	<u>\$ 6,003</u>	<u>\$ 3</u>
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>6,003</u>	<u>3</u>
Expenditures:				
Public Safety:				
Personal Services	15,290	15,600	15,458	142
Other Expenditures	<u>369</u>	<u>59</u>	<u>0</u>	<u>59</u>
Total Expenditures	<u>15,659</u>	<u>15,659</u>	<u>15,458</u>	<u>201</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,659)	(9,659)	(9,455)	204
Other Financing Sources (Uses):				
Transfers In	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Net Change in Fund Balance	(1,659)	(1,659)	(1,455)	204
Fund Balance at Beginning of Year	<u>1,659</u>	<u>1,659</u>	<u>1,659</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 204</u>	<u>\$ 204</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

COURT SECURITY FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Public Safety:				
Other Expenditures	<u>98</u>	<u>98</u>	<u>0</u>	<u>98</u>
Total Expenditures	<u>98</u>	<u>98</u>	<u>0</u>	<u>98</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	(98)	(98)	0	98
Fund Balance at Beginning of Year	<u>98</u>	<u>98</u>	<u>98</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 98</u>	<u>\$ 98</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

PROBATE - JUVENILE SPECIAL PROJECT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 22,000	\$ 22,000	\$ 34,618	\$ 12,618
All Other Revenues	<u>20</u>	<u>20</u>	<u>0</u>	<u>(20)</u>
Total Revenues	<u>22,020</u>	<u>22,020</u>	<u>34,618</u>	<u>12,598</u>
Expenditures:				
Public Safety:				
Personal Services	17,850	17,850	5,345	12,505
Other Expenditures	<u>28,342</u>	<u>28,342</u>	<u>850</u>	<u>27,492</u>
Total Expenditures	<u>46,192</u>	<u>46,192</u>	<u>6,195</u>	<u>39,997</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,172)	(24,172)	28,423	52,595
Fund Balance at Beginning of Year	<u>24,172</u>	<u>24,172</u>	<u>24,172</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 52,595</u>	<u>\$ 52,595</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

JUVENILE COURT SOCIAL WORKERS FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 75	\$ 75	\$ 88	\$ 13
All Other Revenues	<u>41,000</u>	<u>41,000</u>	<u>15,403</u>	<u>(25,597)</u>
Total Revenues	<u>41,075</u>	<u>41,075</u>	<u>15,491</u>	<u>(25,584)</u>
Expenditures:				
Public Safety:				
Personal Services	9,440	18,601	8,803	9,798
Materials and Supplies	2,000	2,000	0	2,000
Contractual Services	24,917	24,917	0	24,917
Other Expenditures	65,915	56,754	9,752	47,002
Capital Outlay	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Expenditures	<u>104,272</u>	<u>104,272</u>	<u>18,555</u>	<u>85,717</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(63,197)	(63,197)	(3,064)	60,133
Fund Balance at Beginning of Year	<u>63,197</u>	<u>63,197</u>	<u>63,197</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 60,133</u>	<u>\$ 60,133</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011****AUTOMATED TITLE PROCESSING FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 200,000	\$ 335,500	\$ 365,943	\$ 30,443
All Other Revenues	250	250	29	(221)
Total Revenues	<u>200,250</u>	<u>335,750</u>	<u>365,972</u>	<u>30,222</u>
Expenditures:				
General Government - Judicial:				
Personal Services	183,700	178,571	169,126	9,445
Materials and Supplies	6,300	9,300	7,215	2,085
Contractual Services	27,883	27,883	25,690	2,193
Other Expenditures	1,660	3,789	3,570	219
Capital Outlay	1,025	1,025	753	272
Total Expenditures	<u>220,568</u>	<u>220,568</u>	<u>206,354</u>	<u>14,214</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,318)	115,182	159,618	44,436
Other Financing Sources (Uses):				
Transfers Out	0	(170,000)	(170,000)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(170,000)</u>	<u>(170,000)</u>	<u>0</u>
Net Change in Fund Balance	(20,318)	(54,818)	(10,382)	44,436
Fund Balance at Beginning of Year	51,493	51,493	51,493	0
Prior Year Encumbrances	3,393	3,393	3,393	0
Fund Balance at End of Year	<u>\$ 34,568</u>	<u>\$ 68</u>	<u>\$ 44,504</u>	<u>\$ 44,436</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

LAW LIBRARY FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 34,000	\$ 34,000	\$ 37,338	\$ 3,338
Total Revenues	<u>34,000</u>	<u>34,000</u>	<u>37,338</u>	<u>3,338</u>
Expenditures:				
General Government - Judicial:				
Personal Services	1,475	1,575	1,519	56
Materials and Supplies	4,543	4,443	2,346	2,097
Contractual Services	28,570	28,570	24,923	3,647
Other Expenditures	700	700	0	700
Capital Outlay	<u>1,000</u>	<u>1,000</u>	<u>864</u>	<u>136</u>
Total Expenditures	<u>36,288</u>	<u>36,288</u>	<u>29,652</u>	<u>6,636</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	(2,288)	(2,288)	7,686	9,974
Fund Balance at Beginning of Year	11,648	11,648	11,648	0
Prior Year Encumbrances	<u>2,688</u>	<u>2,688</u>	<u>2,688</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 12,048</u>	<u>\$ 12,048</u>	<u>\$ 22,022</u>	<u>\$ 9,974</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 103,000	\$ 103,000	\$ 103,930	\$ 930
Special Assessments	3,700	3,700	6,258	2,558
All Other Revenues	<u>100,000</u>	<u>100,000</u>	<u>101,099</u>	<u>1,099</u>
Total Revenues	<u>206,700</u>	<u>206,700</u>	<u>211,287</u>	<u>4,587</u>
Expenditures:				
General Government - Legislative and Executive:				
Personal Services	102,104	92,805	79,443	13,362
Materials and Supplies	3,000	3,000	0	3,000
Contractual Services	78,264	87,564	87,450	114
Other Expenditures	<u>64,920</u>	<u>64,920</u>	<u>64,874</u>	<u>46</u>
Total Expenditures	<u>248,288</u>	<u>248,289</u>	<u>231,767</u>	<u>16,522</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,588)	(41,589)	(20,480)	21,109
Fund Balance at Beginning of Year	77,743	77,743	77,743	0
Prior Year Encumbrances	<u>31,807</u>	<u>31,807</u>	<u>31,807</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 67,962</u>	<u>\$ 67,961</u>	<u>\$ 89,070</u>	<u>\$ 21,109</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 30,481	\$ 30,481	\$ 33,084	\$ 2,603
All Other Revenues	<u>0</u>	<u>0</u>	<u>7</u>	<u>7</u>
Total Revenues	<u>30,481</u>	<u>30,481</u>	<u>33,091</u>	<u>2,610</u>
Expenditures:				
General Government - Legislative and Executive:				
Personal Services	36,968	37,119	36,937	182
Materials and Supplies	950	677	605	72
Contractual Services	2,701	2,437	2,326	111
Other Expenditures	<u>0</u>	<u>3,187</u>	<u>3,157</u>	<u>30</u>
Total Expenditures	<u>40,619</u>	<u>43,420</u>	<u>43,025</u>	<u>395</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,138)	(12,939)	(9,934)	3,005
Other Financing Sources (Uses):				
Transfers In	<u>9,198</u>	<u>9,198</u>	<u>9,198</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>9,198</u>	<u>9,198</u>	<u>9,198</u>	<u>0</u>
Net Change in Fund Balance	(940)	(3,741)	(736)	3,005
Fund Balance at Beginning of Year	8,602	8,602	8,602	0
Prior Year Encumbrances	<u>941</u>	<u>941</u>	<u>941</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 8,603</u>	<u>\$ 5,802</u>	<u>\$ 8,807</u>	<u>\$ 3,005</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 18,000	\$ 18,626	\$ 18,646	\$ 20
All Other Revenues	<u>20</u>	<u>20</u>	<u>3</u>	<u>(17)</u>
Total Revenues	<u>18,020</u>	<u>18,646</u>	<u>18,649</u>	<u>3</u>
Expenditures:				
Public Safety:				
Personal Services	17,725	19,331	19,198	133
Materials and Supplies	0	18	18	0
Other Expenditures	292	265	24	241
Capital Outlay	<u>300</u>	<u>629</u>	<u>619</u>	<u>10</u>
Total Expenditures	<u>18,317</u>	<u>20,243</u>	<u>19,859</u>	<u>384</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(297)	(1,597)	(1,210)	387
Other Financing Sources (Uses):				
Transfers In	<u>0</u>	<u>1,300</u>	<u>1,300</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>1,300</u>	<u>1,300</u>	<u>0</u>
Net Change in Fund Balance	(297)	(297)	90	387
Fund Balance at Beginning of Year	<u>297</u>	<u>297</u>	<u>297</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 387</u>	<u>\$ 387</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Public Safety:				
Materials and Supplies	<u>3,268</u>	<u>3,268</u>	<u>0</u>	<u>3,268</u>
Total Expenditures	<u>3,268</u>	<u>3,268</u>	<u>0</u>	<u>3,268</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,268)	(3,268)	0	3,268
Fund Balance at Beginning of Year	<u>3,268</u>	<u>3,268</u>	<u>3,268</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,268</u>	<u>\$ 3,268</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 51,870	\$ 51,870	\$ 56,870	\$ 5,000
Total Revenues	<u>51,870</u>	<u>51,870</u>	<u>56,870</u>	<u>5,000</u>
Expenditures:				
Public Safety:				
Personal Services	52,970	55,970	54,940	1,030
Materials and Supplies	3,000	0	0	0
Capital Outlay	<u>1,000</u>	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Expenditures	<u>56,970</u>	<u>56,970</u>	<u>54,940</u>	<u>2,030</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,100)	(5,100)	1,930	7,030
Fund Balance at Beginning of Year	<u>9,185</u>	<u>9,185</u>	<u>9,185</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,085</u>	<u>\$ 4,085</u>	<u>\$ 11,115</u>	<u>\$ 7,030</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

BYRNE DRUG COURT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 14,352</u>	<u>\$ (648)</u>
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>14,352</u>	<u>(648)</u>
Expenditures:				
Public Safety:				
Contractual Services	<u>15,390</u>	<u>15,390</u>	<u>14,742</u>	<u>648</u>
Total Expenditures	<u>15,390</u>	<u>15,390</u>	<u>14,742</u>	<u>648</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(390)	(390)	(390)	0
Fund Balance at Beginning of Year	<u>390</u>	<u>390</u>	<u>390</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,225,000	\$ 1,225,000	\$ 1,350,237	\$ 125,237
Intergovernmental Revenues	130,000	130,000	134,953	4,953
All Other Revenues	<u>1,000</u>	<u>1,000</u>	<u>210</u>	<u>(790)</u>
Total Revenues	<u>1,356,000</u>	<u>1,356,000</u>	<u>1,485,400</u>	<u>129,400</u>
Expenditures:				
Public Safety:				
Personal Services	1,411,844	1,411,844	1,348,214	63,630
Materials and Supplies	16,673	16,673	5,382	11,291
Contractual Services	155,406	155,406	107,577	47,829
Other Expenditures	385,104	385,104	114,410	270,694
Capital Outlay	<u>356,931</u>	<u>356,931</u>	<u>70,536</u>	<u>286,395</u>
Total Expenditures	<u>2,325,958</u>	<u>2,325,958</u>	<u>1,646,119</u>	<u>679,839</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(969,958)	(969,958)	(160,719)	809,239
Fund Balance at Beginning of Year	948,881	948,881	948,881	0
Prior Year Encumbrances	<u>21,077</u>	<u>21,077</u>	<u>21,077</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 809,239</u>	<u>\$ 809,239</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	<u>\$ 17,045</u>	<u>\$ 17,045</u>	<u>\$ 17,045</u>	<u>\$ 0</u>
Total Revenues	<u>17,045</u>	<u>17,045</u>	<u>17,045</u>	<u>0</u>
Expenditures:				
Human Services:				
Contractual Services	<u>17,045</u>	<u>17,045</u>	<u>17,045</u>	<u>0</u>
Total Expenditures	<u>17,045</u>	<u>17,045</u>	<u>17,045</u>	<u>0</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

LITTER CONTROL AND RECYCLING FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 45,000	\$ 45,000	\$ 46,400	\$ 1,400
All Other Revenues	600	600	821	221
Total Revenues	<u>45,600</u>	<u>45,600</u>	<u>47,221</u>	<u>1,621</u>
Expenditures:				
Health:				
Personal Services	16,150	15,650	14,560	1,090
Materials and Supplies	3,700	3,325	2,927	398
Contractual Services	12,105	12,725	11,698	1,027
Other Expenditures	775	1,030	844	186
Capital Outlay	21,000	21,000	20,990	10
Total Expenditures	<u>53,730</u>	<u>53,730</u>	<u>51,019</u>	<u>2,711</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,130)	(8,130)	(3,798)	4,332
Other Financing Sources (Uses):				
Transfers Out	<u>(10,750)</u>	<u>(10,750)</u>	<u>(10,750)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(10,750)</u>	<u>(10,750)</u>	<u>(10,750)</u>	<u>0</u>
Net Change in Fund Balance	(18,880)	(18,880)	(14,548)	4,332
Fund Balance at Beginning of Year	15,855	15,855	15,855	0
Prior Year Encumbrances	3,025	3,025	3,025	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,332</u>	<u>\$ 4,332</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 424,000	\$ 397,569	\$ 556,077	\$ 158,508
Charges for Services	175,000	175,000	185,145	10,145
All Other Revenues	10,000	10,000	4,350	(5,650)
Total Revenues	<u>609,000</u>	<u>582,569</u>	<u>745,572</u>	<u>163,003</u>
Expenditures:				
Human Services:				
Personal Services	660,850	634,169	510,653	123,516
Materials and Supplies	1,000	1,000	426	574
Contractual Services	81,431	78,181	77,702	479
Other Expenditures	7,500	11,000	10,652	348
Capital Outlay	1,000	1,000	466	534
Total Expenditures	<u>751,781</u>	<u>725,350</u>	<u>599,899</u>	<u>125,451</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(142,781)	(142,781)	145,673	288,454
Other Financing Sources (Uses):				
Transfers In	<u>0</u>	<u>0</u>	<u>80,877</u>	<u>80,877</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>80,877</u>	<u>80,877</u>
Net Change in Fund Balance	(142,781)	(142,781)	226,550	369,331
Fund Balance at Beginning of Year	127,188	127,188	127,188	0
Prior Year Encumbrances	15,781	15,781	15,781	0
Fund Balance at End of Year	<u>\$ 188</u>	<u>\$ 188</u>	<u>\$ 369,519</u>	<u>\$ 369,331</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 504,900	\$ 504,900	\$ 667,564	\$ 162,664
All Other Revenues	75	75	3,907	3,832
Total Revenues	<u>504,975</u>	<u>504,975</u>	<u>671,471</u>	<u>166,496</u>
Expenditures:				
General Government - Legislative and Executive:				
Personal Services	266,600	266,600	233,736	32,864
Materials and Supplies	5,278	5,278	3,789	1,489
Contractual Services	236,945	236,945	97,307	139,638
Other Expenditures	4,680	4,680	532	4,148
Capital Outlay	5,000	5,000	1,060	3,940
Total Expenditures	<u>518,503</u>	<u>518,503</u>	<u>336,424</u>	<u>182,079</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,528)	(13,528)	335,047	348,575
Fund Balance at Beginning of Year	1,041,732	1,041,732	1,041,732	0
Prior Year Encumbrances	<u>27,403</u>	<u>27,403</u>	<u>27,403</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,055,607</u>	<u>\$ 1,055,607</u>	<u>\$ 1,404,182</u>	<u>\$ 348,575</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 415,000	\$ 415,000	\$ 438,851	\$ 23,851
All Other Revenues	500	500	3,864	3,364
Total Revenues	<u>415,500</u>	<u>415,500</u>	<u>442,715</u>	<u>27,215</u>
Expenditures:				
Public Safety:				
Personal Services	406,012	424,012	360,321	63,691
Contractual Services	99,000	114,000	51,764	62,236
Other Expenditures	<u>33,706</u>	<u>706</u>	<u>0</u>	<u>706</u>
Total Expenditures	<u>538,718</u>	<u>538,718</u>	<u>412,085</u>	<u>126,633</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(123,218)	(123,218)	30,630	153,848
Fund Balance at Beginning of Year	<u>123,218</u>	<u>123,218</u>	<u>123,218</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 153,848</u>	<u>\$ 153,848</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Special Assessments	<u>\$ 6,900</u>	<u>\$ 6,900</u>	<u>\$ 6,461</u>	<u>\$ (439)</u>
Total Revenues	<u> 6,900</u>	<u> 6,900</u>	<u> 6,461</u>	<u> (439)</u>
Expenditures:				
Capital Outlay:				
Contractual Services	<u> 38,614</u>	<u> 38,614</u>	<u> 22,495</u>	<u> 16,119</u>
Other Expenditures	<u> 80</u>	<u> 80</u>	<u> 0</u>	<u> 80</u>
Total Expenditures	<u> 38,694</u>	<u> 38,694</u>	<u> 22,495</u>	<u> 16,199</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> (31,794)</u>	<u> (31,794)</u>	<u> (16,034)</u>	<u> 15,760</u>
Fund Balance at Beginning of Year	<u> 13,744</u>	<u> 13,744</u>	<u> 13,744</u>	<u> 0</u>
Prior Year Encumbrances	<u> 18,050</u>	<u> 18,050</u>	<u> 18,050</u>	<u> 0</u>
Fund Balance at End of Year	<u> 0</u>	<u> 0</u>	<u> 15,760</u>	<u> 15,760</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 59,800	\$ 167,800	\$ 187,970	\$ 20,170
All Other Revenues	<u>1,450</u>	<u>1,450</u>	<u>29</u>	<u>(1,421)</u>
Total Revenues	<u>61,250</u>	<u>169,250</u>	<u>187,999</u>	<u>18,749</u>
Expenditures:				
Public Safety:				
Personal Services	80,170	80,170	51,918	28,252
Materials and Supplies	1,850	1,850	1,269	581
Contractual Services	5,300	5,300	701	4,599
Other Expenditures	1,069	1,069	869	200
Capital Outlay	<u>71,588</u>	<u>138,638</u>	<u>120,483</u>	<u>18,155</u>
Total Expenditures	<u>159,977</u>	<u>227,027</u>	<u>175,240</u>	<u>51,787</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(98,727)	(57,777)	12,759	70,536
Other Financing Sources (Uses):				
Transfers In	24,000	24,000	24,000	0
Transfers Out	<u>(14,000)</u>	<u>(14,000)</u>	<u>0</u>	<u>14,000</u>
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>10,000</u>	<u>24,000</u>	<u>14,000</u>
Net Change in Fund Balance	(88,727)	(47,777)	36,759	84,536
Fund Balance at Beginning of Year	57,758	57,758	57,758	0
Prior Year Encumbrances	<u>35,482</u>	<u>35,482</u>	<u>35,482</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,513</u>	<u>\$ 45,463</u>	<u>\$ 129,999</u>	<u>\$ 84,536</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	HOME FUND			Variance with Final Budget
	Original Budget	Final Budget	Actual	Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 372,000	\$ 372,000	\$ 233,144	\$ (138,856)
Total Revenues	<u>372,000</u>	<u>372,000</u>	<u>233,144</u>	<u>(138,856)</u>
Expenditures:				
Human Services:				
Capital Outlay	<u>372,000</u>	<u>372,000</u>	<u>219,928</u>	<u>152,072</u>
Total Expenditures	<u>372,000</u>	<u>372,000</u>	<u>219,928</u>	<u>152,072</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	0	0	13,216	13,216
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,216</u>	<u>\$ 13,216</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

MARRIAGE LICENSE FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	<u>\$ 14,000</u>	<u>\$ 14,000</u>	<u>\$ 13,867</u>	<u>\$ (133)</u>
Total Revenues	<u>14,000</u>	<u>14,000</u>	<u>13,867</u>	<u>(133)</u>
Expenditures:				
Health:				
Contractual Services	<u>19,754</u>	<u>19,754</u>	<u>19,621</u>	<u>133</u>
Total Expenditures	<u>19,754</u>	<u>19,754</u>	<u>19,621</u>	<u>133</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,754)	(5,754)	(5,754)	0
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	<u>5,754</u>	<u>5,754</u>	<u>5,754</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 4,000	\$ 4,000	\$ 559	\$ (3,441)
Total Revenues	<u>4,000</u>	<u>4,000</u>	<u>559</u>	<u>(3,441)</u>
Expenditures:				
General Government - Legislative and Executive:				
Personal Services	0	1,569	1,569	0
Capital Outlay	<u>5,010</u>	<u>3,441</u>	<u>0</u>	<u>3,441</u>
Total Expenditures	<u>5,010</u>	<u>5,010</u>	<u>1,569</u>	<u>3,441</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,010)	(1,010)	(1,010)	0
Fund Balance at Beginning of Year	<u>1,010</u>	<u>1,010</u>	<u>1,010</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 25,050	\$ 25,050	\$ 13,594	\$ (11,456)
All Other Revenues	<u>0</u>	<u>0</u>	<u>1</u>	<u>1</u>
Total Revenues	<u>25,050</u>	<u>25,050</u>	<u>13,595</u>	<u>(11,455)</u>
Expenditures:				
Public Works:				
Personal Services	15,200	15,200	7,179	8,021
Contractual Services	2,000	2,000	0	2,000
Other Expenditures	<u>4,312</u>	<u>4,312</u>	<u>2,312</u>	<u>2,000</u>
Total Expenditures	<u>21,512</u>	<u>21,512</u>	<u>9,491</u>	<u>12,021</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,538	3,538	4,104	566
Other Financing Sources (Uses):				
Transfers Out	<u>(15,688)</u>	<u>(15,688)</u>	<u>(14,967)</u>	<u>721</u>
Total Other Financing Sources (Uses)	<u>(15,688)</u>	<u>(15,688)</u>	<u>(14,967)</u>	<u>721</u>
Net Change in Fund Balance	(12,150)	(12,150)	(10,863)	1,287
Fund Balance at Beginning of Year	<u>13,314</u>	<u>13,314</u>	<u>13,314</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,164</u>	<u>\$ 1,164</u>	<u>\$ 2,451</u>	<u>\$ 1,287</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

CONTINUING PROFESSIONAL TRAINING FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 840	\$ 840	\$ 0
Total Revenues	<u>0</u>	<u>840</u>	<u>840</u>	<u>0</u>
Expenditures:				
Public Safety:				
Personal Services	<u>0</u>	<u>840</u>	<u>0</u>	<u>840</u>
Total Expenditures	<u>0</u>	<u>840</u>	<u>0</u>	<u>840</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	0	0	840	840
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 840</u>	<u>\$ 840</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 25,000	\$ 25,000	\$ 27,973	\$ 2,973
Licenses and Permits	10,000	14,200	23,064	8,864
Total Revenues	<u>35,000</u>	<u>39,200</u>	<u>51,037</u>	<u>11,837</u>
Expenditures:				
Public Safety:				
Personal Services	36,893	42,341	42,341	0
Contractual Services	37,072	35,047	32,965	2,082
Other Expenditures	0	896	896	0
Capital Outlay	11,000	10,881	10,469	412
Total Expenditures	<u>84,965</u>	<u>89,165</u>	<u>86,671</u>	<u>2,494</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(49,965)	(49,965)	(35,634)	14,331
Fund Balance at Beginning of Year	43,607	43,607	43,607	0
Prior Year Encumbrances	6,572	6,572	6,572	0
Fund Balance at End of Year	<u>\$ 214</u>	<u>\$ 214</u>	<u>\$ 14,545</u>	<u>\$ 14,331</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 480,000	\$ 480,000	\$ 445,735	\$ (34,265)
All Other Revenues	<u>2,000</u>	<u>2,000</u>	<u>9,579</u>	<u>7,579</u>
Total Revenues	<u>482,000</u>	<u>482,000</u>	<u>455,314</u>	<u>(26,686)</u>
Expenditures:				
Human Services:				
Personal Services	0	10,000	10,000	0
Contractual Services	<u>613,600</u>	<u>618,600</u>	<u>606,796</u>	<u>11,804</u>
Total Expenditures	<u>613,600</u>	<u>628,600</u>	<u>616,796</u>	<u>11,804</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(131,600)	(146,600)	(161,482)	(14,882)
Other Financing Sources (Uses):				
Transfers In	<u>0</u>	<u>15,000</u>	<u>100,000</u>	<u>85,000</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>15,000</u>	<u>100,000</u>	<u>85,000</u>
Net Change in Fund Balance	(131,600)	(131,600)	(61,482)	70,118
Fund Balance at Beginning of Year	79,056	79,056	79,056	0
Prior Year Encumbrances	<u>52,600</u>	<u>52,600</u>	<u>52,600</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 56</u>	<u>\$ 56</u>	<u>\$ 70,174</u>	<u>\$ 70,118</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Public Works:				
Contractual Services	<u> 191</u>	<u> 191</u>	<u> 0</u>	<u> 191</u>
Total Expenditures	<u> 191</u>	<u> 191</u>	<u> 0</u>	<u> 191</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(191)	(191)	0	191
Fund Balance at Beginning of Year	<u> 191</u>	<u> 191</u>	<u> 191</u>	<u> 0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 191</u>	<u>\$ 191</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

CITIZEN CORPS PROGRAM GRANT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
All Other Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7</u>	<u>\$ 7</u>
Total Revenues	<u>0</u>	<u>0</u>	<u>7</u>	<u>7</u>
Expenditures:				
Public Safety:				
Capital Outlay	<u>19</u>	<u>19</u>	<u>0</u>	<u>19</u>
Total Expenditures	<u>19</u>	<u>19</u>	<u>0</u>	<u>19</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(19)	(19)	7	26
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	<u>19</u>	<u>19</u>	<u>19</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 26</u>	<u>\$ 26</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	<u>\$ 30,000</u>	<u>\$ 30,000</u>	<u>\$ 43,953</u>	<u>\$ 13,953</u>
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>43,953</u>	<u>13,953</u>
Expenditures:				
General Government - Judicial:				
Personal Services	<u>48,958</u>	<u>48,958</u>	<u>41,126</u>	<u>7,832</u>
Total Expenditures	<u>48,958</u>	<u>48,958</u>	<u>41,126</u>	<u>7,832</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,958)	(18,958)	2,827	21,785
Fund Balance at Beginning of Year	<u>18,958</u>	<u>18,958</u>	<u>18,958</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 21,785</u>	<u>\$ 21,785</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

SUPERVISION FEE FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 13,000	\$ 13,000	\$ 10,754	\$ (2,246)
All Other Revenues	<u>50</u>	<u>50</u>	<u>0</u>	<u>(50)</u>
Total Revenues	<u>13,050</u>	<u>13,050</u>	<u>10,754</u>	<u>(2,296)</u>
Expenditures:				
General Government - Judicial:				
Personal Services	30,100	28,100	5,813	22,287
Other Expenditures	4,700	7,200	6,438	762
Capital Outlay	<u>1,000</u>	<u>500</u>	<u>329</u>	<u>171</u>
Total Expenditures	<u>35,800</u>	<u>35,800</u>	<u>12,580</u>	<u>23,220</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(22,750)	(22,750)	(1,826)	20,924
Fund Balance at Beginning of Year	<u>22,809</u>	<u>22,809</u>	<u>22,809</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 59</u>	<u>\$ 59</u>	<u>\$ 20,983</u>	<u>\$ 20,924</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 6,000	\$ 6,000	\$ 5,460	\$ (540)
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>5,460</u>	<u>(540)</u>
Expenditures:				
General Government - Judicial:				
Personal Services	5,000	5,000	3,300	1,700
Materials and Supplies	300	300	0	300
Other Expenditures	<u>700</u>	<u>8,800</u>	<u>8,013</u>	<u>787</u>
Total Expenditures	<u>6,000</u>	<u>14,100</u>	<u>11,313</u>	<u>2,787</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(8,100)	(5,853)	2,247
Fund Balance at Beginning of Year	<u>9,331</u>	<u>9,331</u>	<u>9,331</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 9,331</u>	<u>\$ 1,231</u>	<u>\$ 3,478</u>	<u>\$ 2,247</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 200	\$ 200	\$ 0	\$ (200)
Total Revenues	<u>200</u>	<u>200</u>	<u>0</u>	<u>(200)</u>
Expenditures:				
Public Safety:				
Materials and Supplies	600	600	0	600
Capital Outlay	<u>600</u>	<u>600</u>	<u>0</u>	<u>600</u>
Total Expenditures	<u>1,200</u>	<u>1,200</u>	<u>0</u>	<u>1,200</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,000)	(1,000)	0	1,000
Fund Balance at Beginning of Year	<u>1,087</u>	<u>1,087</u>	<u>1,087</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 87</u>	<u>\$ 87</u>	<u>\$ 1,087</u>	<u>\$ 1,000</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 900,000	\$ 901,415	\$ 925,265	\$ 23,850
Intergovernmental Revenues	195,400	220,551	196,701	(23,850)
Total Revenues	<u>1,095,400</u>	<u>1,121,966</u>	<u>1,121,966</u>	<u>0</u>
Expenditures:				
Intergovernmental:				
Contractual Services	1,095,400	1,121,966	1,121,966	0
Total Expenditures	<u>1,095,400</u>	<u>1,121,966</u>	<u>1,121,966</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

SENIOR CITIZENS FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 692,400	\$ 693,200	\$ 729,676	\$ 36,476
Intergovernmental Revenues	<u>197,600</u>	<u>197,600</u>	<u>162,265</u>	<u>(35,335)</u>
Total Revenues	<u>890,000</u>	<u>890,800</u>	<u>891,941</u>	<u>1,141</u>
Expenditures:				
Intergovernmental:				
Contractual Services	<u>930,185</u>	<u>930,985</u>	<u>930,948</u>	<u>37</u>
Total Expenditures	<u>930,185</u>	<u>930,985</u>	<u>930,948</u>	<u>37</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(40,185)	(40,185)	(39,007)	1,178
Fund Balance at Beginning of Year	<u>40,185</u>	<u>40,185</u>	<u>40,185</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,178</u>	<u>\$ 1,178</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
All Other Revenues	<u>\$ 241,303</u>	<u>\$ 241,303</u>	<u>\$ 221,472</u>	<u>\$ (19,831)</u>
Total Revenues	<u>241,303</u>	<u>241,303</u>	<u>221,472</u>	<u>(19,831)</u>
Expenditures:				
Debt Service:				
Principal Retirement	734,573	743,723	735,000	8,723
Interest and Fiscal Charges	<u>315,993</u>	<u>306,843</u>	<u>278,493</u>	<u>28,350</u>
Total Expenditures	<u>1,050,566</u>	<u>1,050,566</u>	<u>1,013,493</u>	<u>37,073</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(809,263)	(809,263)	(792,021)	17,242
Other Financing Sources (Uses):				
Transfers In	<u>772,190</u>	<u>772,190</u>	<u>771,913</u>	<u>(277)</u>
Total Other Financing Sources (Uses)	<u>772,190</u>	<u>772,190</u>	<u>771,913</u>	<u>(277)</u>
Net Change in Fund Balance	(37,073)	(37,073)	(20,108)	16,965
Fund Balance at Beginning of Year	<u>43,491</u>	<u>43,491</u>	<u>43,491</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 6,418</u>	<u>\$ 6,418</u>	<u>\$ 23,383</u>	<u>\$ 16,965</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2011***

OHIO WATER DEVELOPMENT AUTHORITY FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>180</u>	<u>180</u>	<u>180</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 180</u>	<u>\$ 180</u>	<u>\$ 180</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
All Other Revenues	<u>\$ 40,264</u>	<u>\$ 40,264</u>	<u>\$ 40,264</u>	<u>\$ 0</u>
Total Revenues	<u>40,264</u>	<u>40,264</u>	<u>40,264</u>	<u>0</u>
Expenditures:				
Debt Service:				
Principal Retirement	<u>40,264</u>	<u>40,264</u>	<u>40,264</u>	<u>0</u>
Total Expenditures	<u>40,264</u>	<u>40,264</u>	<u>40,264</u>	<u>0</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	<u>\$ 30,000</u>	<u>\$ 581,337</u>	<u>\$ 577,424</u>	<u>\$ (3,913)</u>
Total Revenues	<u>30,000</u>	<u>581,337</u>	<u>577,424</u>	<u>(3,913)</u>
Expenditures:				
Capital Outlay:				
Contractual Services	<u>624,376</u>	<u>1,175,713</u>	<u>682,571</u>	<u>493,142</u>
Total Expenditures	<u>624,376</u>	<u>1,175,713</u>	<u>682,571</u>	<u>493,142</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(594,376)	(594,376)	(105,147)	489,229
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	204,700	204,700
Transfers In	<u>200,000</u>	<u>200,000</u>	<u>0</u>	<u>(200,000)</u>
Total Other Financing Sources (Uses)	<u>200,000</u>	<u>200,000</u>	<u>204,700</u>	<u>4,700</u>
Net Change in Fund Balance	(394,376)	(394,376)	99,553	493,929
Fund Balance at Beginning of Year	393,028	393,028	393,028	0
Prior Year Encumbrances	<u>1,376</u>	<u>1,376</u>	<u>1,376</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 28</u>	<u>\$ 28</u>	<u>\$ 493,957</u>	<u>\$ 493,929</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
All Other Revenues	<u>\$ 1,000</u>	<u>\$ 2,000</u>	<u>\$ 4,797</u>	<u>\$ 2,797</u>
Total Revenues	<u>1,000</u>	<u>2,000</u>	<u>4,797</u>	<u>2,797</u>
Expenditures:				
Capital Outlay:				
Other Expenditures	0	2,000	1,104	896
Capital Outlay	<u>3,300</u>	<u>2,300</u>	<u>1,344</u>	<u>956</u>
Total Expenditures	<u>3,300</u>	<u>4,300</u>	<u>2,448</u>	<u>1,852</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	(2,300)	(2,300)	2,349	4,649
Fund Balance at Beginning of Year	<u>2,326</u>	<u>2,326</u>	<u>2,326</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 26</u>	<u>\$ 26</u>	<u>\$ 4,675</u>	<u>\$ 4,649</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 209,000	\$ 209,000	\$ 78,874	\$ (130,126)
Investment Earnings	<u>100</u>	<u>100</u>	<u>5</u>	<u>(95)</u>
Total Revenues	<u>209,100</u>	<u>209,100</u>	<u>78,879</u>	<u>(130,221)</u>
Expenditures:				
Capital Outlay:				
Capital Outlay	<u>240,742</u>	<u>240,827</u>	<u>102,625</u>	<u>138,202</u>
Total Expenditures	<u>240,742</u>	<u>240,827</u>	<u>102,625</u>	<u>138,202</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	(31,642)	(31,727)	(23,746)	7,981
Net Change in Fund Balance	(31,642)	(31,727)	(23,746)	7,981
Fund Balance at Beginning of Year	<u>32,828</u>	<u>32,828</u>	<u>32,828</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,186</u>	<u>\$ 1,101</u>	<u>\$ 9,082</u>	<u>\$ 7,981</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Capital Outlay:				
Capital Outlay	<u> 6,794</u>	<u> 6,794</u>	<u> 0</u>	<u> 6,794</u>
Total Expenditures	<u> 6,794</u>	<u> 6,794</u>	<u> 0</u>	<u> 6,794</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> (6,794)</u>	<u> (6,794)</u>	<u> 0</u>	<u> 6,794</u>
Fund Balance at Beginning of Year	<u> 6,794</u>	<u> 6,794</u>	<u> 6,794</u>	<u> 0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,794</u>	<u>\$ 6,794</u>

KNOX COUNTY, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	<u>\$ 2,875,000</u>	<u>\$ 3,425,000</u>	<u>\$ 2,049,232</u>	<u>\$ (1,375,768)</u>
Total Revenues	<u>2,875,000</u>	<u>3,425,000</u>	<u>2,049,232</u>	<u>(1,375,768)</u>
Expenditures:				
Capital Outlay:				
Contractual Services	<u>2,875,000</u>	<u>3,425,000</u>	<u>2,049,232</u>	<u>1,375,768</u>
Total Expenditures	<u>2,875,000</u>	<u>3,425,000</u>	<u>2,049,232</u>	<u>1,375,768</u>
Excess (Deficiency) of				
Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Capital Outlay:				
Contractual Services	<u> 1,385</u>	<u> 1,385</u>	<u> 0</u>	<u> 1,385</u>
Total Expenditures	<u> 1,385</u>	<u> 1,385</u>	<u> 0</u>	<u> 1,385</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> (1,385)</u>	<u> (1,385)</u>	<u> 0</u>	<u> 1,385</u>
Fund Balance at Beginning of Year	<u> 1,385</u>	<u> 1,385</u>	<u> 1,385</u>	<u> 0</u>
Fund Balance at End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 1,385</u></u>	<u><u>\$ 1,385</u></u>

Fiduciary Funds

Fiduciary fund types are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Agency Funds

District Board of Health Fund

The fund accounts for the District Board of Health for which the county auditor is the ex officio fiscal agent as required under Section 1515.23, Ohio Revised Code.

Soil and Water Conservation Fund

The fund accounts for the funds of the Soil and Water Conservation District, established under Chapter 1515, Ohio Revised Code, for which the county auditor is the fiscal agent.

Corporation Fund

The fund accounts for the portion of permissive taxes and local government money distributed to the City of Mount Vernon and villages in the County.

Local Government Fund

The fund accounts for money received from sales and rental of tangible personal property and selected services, distributed by the State of Ohio under Ohio Revised Code, Chapters 5739 and 5741. An alternative formula distributes all income to the County, City, Villages, Townships and Park Districts, for general operation.

Library Support Fund

The fund accounts for the collection of shared revenues from the State of Ohio that represents a portion of state income taxes which is returned to the County for use by district libraries and park districts. These monies are apportioned to the libraries on a monthly basis, allocated by the budget commission according to a formula.

Lodging Tax Fund

The fund accounts for a 3% excise tax on lodging furnished to transient guests. The auditor's office receives 5% and the remaining 95% is distributed to the Knox County Visitors Bureau.

Cigarette Tax Fund

The fund accounts for cigarette license money collected by the State and distributed by the County to certain local governments.

(Continued)

Agency Funds

Manufactured Home Tax Fund

The fund accounts for the collection of first and second half manufactured home taxes which are distributed to certain local governments.

County Court Agency Fund

The fund accounts for money received and distributed by the Court for the following court activities:

1. Clerk of Courts auto title fees, and legal (court related) receipts, and dispositions;
2. Probate Court related receipts and disbursements; and
3. Juvenile Court related receipts and disbursements.

Undivided Personal Property Tax Fund

The fund accounts for the first and second half collections of tangible personal property taxes and delinquent tangible tax to be distributed following state statute to cities, villages, townships, and the County itself.

Estate Tax Fund

The fund accounts for the collection of first and second half estate taxes which are distributed to the State and to certain local governments according to applicable State laws.

Undivided Real Estate Tax Fund

The fund accounts for the first and second half collection of real estate taxes and special assessments from real estate owners. These collections are periodically apportioned to local governments in the County.

Regional Planning Commission Fund

The fund was established by Knox County Regional Planning Commission with revenue generated based on cents per capita from all municipalities and townships within Knox County. The expenses are to contract or plan such information and reports as may be necessary to operate the Commission.

Workers Compensation Fund

The fund accounts for workers' compensation payments collected from local governments in the County and paid to the State.

Public Defender Indigent Fund

The fund was established for the collection of fees to be remitted to the Ohio Public Defender's Office.

(Continued)

Agency Funds

Inmate Fund

The fund accounts for monies held by the sheriff's department that belong to the prisoners. The money is distributed to the commissary or to the prisoner upon release.

Township Fund

The fund accounts for the portion of permissive taxes, gasoline tax and local government money to be distributed to the townships in the County.

Payroll Fund

The fund accounts for payroll taxes and other related payroll deductions accumulated from the governmental and proprietary funds for distribution to other governmental units and private organizations.

Park District Fund

The fund accounts for the collection of grants and donations to preserve county parks and recreation areas. Expenses are mainly to maintain and purchase additional parks within the county.

Forfeited Land Fund

The fund accounts for revenue received from property foreclosures. The money received is distributed to the appropriate funds to cover delinquent taxes and assessments.

KNOX COUNTY, OHIO

**Combining Statement Of Assets and Liabilities
Agency Funds
December 31, 2011**

	Undivided Personal Property Tax	Undivided Real Estate Tax	All Other Agency	Totals
Assets:				
Cash and Cash Equivalents	\$0	\$2,681,765	\$2,647,917	\$5,329,682
Cash and Cash Equivalents in Segregated Accounts	0	0	444,656	444,656
Receivables:				
Taxes	804	54,297,740	0	54,298,544
Accounts	0	0	9,372	9,372
Special Assessments	0	38,192	0	38,192
Intergovernmental	0	0	2,950,508	2,950,508
Total Assets	<u>\$804</u>	<u>\$57,017,697</u>	<u>\$6,052,453</u>	<u>\$63,070,954</u>
Liabilities:				
Intergovernmental Payable	\$804	\$57,017,697	\$3,853,882	\$60,872,383
Undistributed Monies	0	0	438,738	438,738
Due to Others	0	0	1,759,833	1,759,833
Total Liabilities	<u>\$804</u>	<u>\$57,017,697</u>	<u>\$6,052,453</u>	<u>\$63,070,954</u>

KNOX COUNTY, OHIO

**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011**

	Balance December 31, 2010	Additions	Reductions	Balance December 31, 2011
District Board of Health				
Assets:				
Cash and Cash Equivalents	\$ 851,766	\$ 3,213,268	\$ (3,288,293)	\$ 776,741
Total Assets	<u>\$ 851,766</u>	<u>\$ 3,213,268</u>	<u>\$ (3,288,293)</u>	<u>\$ 776,741</u>
Liabilities:				
Due to Others	\$ 851,766	\$ 3,213,268	\$ (3,288,293)	\$ 776,741
Total Liabilities	<u>\$ 851,766</u>	<u>\$ 3,213,268</u>	<u>\$ (3,288,293)</u>	<u>\$ 776,741</u>
Soil and Water Conservation				
Assets:				
Cash and Cash Equivalents	\$ 190,037	\$ 311,684	\$ (245,576)	\$ 256,145
Total Assets	<u>\$ 190,037</u>	<u>\$ 311,684</u>	<u>\$ (245,576)</u>	<u>\$ 256,145</u>
Liabilities:				
Due to Others	\$ 190,037	\$ 311,684	\$ (245,576)	\$ 256,145
Total Liabilities	<u>\$ 190,037</u>	<u>\$ 311,684</u>	<u>\$ (245,576)</u>	<u>\$ 256,145</u>
Corporation				
Assets:				
Cash and Cash Equivalents	\$ 133,009	\$ 799,566	\$ (857,791)	\$ 74,784
Intergovernmental Receivable	181,890	177,731	(181,890)	177,731
Total Assets	<u>\$ 314,899</u>	<u>\$ 977,297</u>	<u>\$ (1,039,681)</u>	<u>\$ 252,515</u>
Liabilities:				
Intergovernmental Payable	\$ 314,899	\$ 977,297	\$ (1,039,681)	\$ 252,515
Total Liabilities	<u>\$ 314,899</u>	<u>\$ 977,297</u>	<u>\$ (1,039,681)</u>	<u>\$ 252,515</u>
Local Government				
Assets:				
Intergovernmental Receivable	\$ 939,497	\$ 873,490	\$ (939,497)	\$ 873,490
Total Assets	<u>\$ 939,497</u>	<u>\$ 873,490</u>	<u>\$ (939,497)</u>	<u>\$ 873,490</u>
Liabilities:				
Intergovernmental Payable	\$ 939,497	\$ 873,490	\$ (939,497)	\$ 873,490
Total Liabilities	<u>\$ 939,497</u>	<u>\$ 873,490</u>	<u>\$ (939,497)</u>	<u>\$ 873,490</u>

(Continued)

KNOX COUNTY, OHIO**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011**

	Balance December 31, 2010	Additions	Reductions	Balance December 31, 2011
Library Support				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 1,487,234	\$ (1,487,234)	\$ 0
Intergovernmental Receivable	768,965	705,781	(768,965)	705,781
Total Assets	<u>\$ 768,965</u>	<u>\$ 2,193,015</u>	<u>\$ (2,256,199)</u>	<u>\$ 705,781</u>
Liabilities:				
Intergovernmental Payable	\$ 768,965	\$ 2,193,015	\$ (2,256,199)	\$ 705,781
Total Liabilities	<u>\$ 768,965</u>	<u>\$ 2,193,015</u>	<u>\$ (2,256,199)</u>	<u>\$ 705,781</u>
Lodging Tax				
Assets:				
Cash and Cash Equivalents	\$ 1	\$ 131,866	\$ (131,867)	\$ 0
Accounts Receivable	6,937	9,372	(6,937)	9,372
Total Assets	<u>\$ 6,938</u>	<u>\$ 141,238</u>	<u>\$ (138,804)</u>	<u>\$ 9,372</u>
Liabilities:				
Due to Others	6,938	\$ 141,238	\$ (138,804)	\$ 9,372
Total Liabilities	<u>\$ 6,938</u>	<u>\$ 141,238</u>	<u>\$ (138,804)</u>	<u>\$ 9,372</u>
Cigarette Tax				
Assets:				
Cash and Cash Equivalents	\$ 125	\$ 7,162	\$ (7,237)	\$ 50
Total Assets	<u>\$ 125</u>	<u>\$ 7,162</u>	<u>\$ (7,237)</u>	<u>\$ 50</u>
Liabilities:				
Intergovernmental Payable	\$ 125	\$ 7,162	\$ (7,237)	\$ 50
Total Liabilities	<u>\$ 125</u>	<u>\$ 7,162</u>	<u>\$ (7,237)</u>	<u>\$ 50</u>
Manufactured Home Tax				
Assets:				
Cash and Cash Equivalents	\$ 22,410	\$ 171,005	\$ (178,571)	\$ 14,844
Total Assets	<u>\$ 22,410</u>	<u>\$ 171,005</u>	<u>\$ (178,571)</u>	<u>\$ 14,844</u>
Liabilities:				
Intergovernmental Payable	\$ 22,410	\$ 171,005	\$ (178,571)	\$ 14,844
Total Liabilities	<u>\$ 22,410</u>	<u>\$ 171,005</u>	<u>\$ (178,571)</u>	<u>\$ 14,844</u>

(Continued)

KNOX COUNTY, OHIO**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011**

	Balance December 31, 2010	Additions	Reductions	Balance December 31, 2011
County Court Agency				
Assets:				
Cash and Cash Equivalents in Segregated Accounts	\$ 404,253	\$ 9,563,861	\$ (9,529,376)	\$ 438,738
Total Assets	<u>\$ 404,253</u>	<u>\$ 9,563,861</u>	<u>\$ (9,529,376)</u>	<u>\$ 438,738</u>
Liabilities:				
Intergovernmental Payable	\$ 0	\$ 6,176,494	\$ (6,176,494)	\$ 0
Undistributed Monies	402,420	438,738	(402,420)	438,738
Due to Others	1,833	2,948,629	(2,950,462)	0
Total Liabilities	<u>\$ 404,253</u>	<u>\$ 9,563,861</u>	<u>\$ (9,529,376)</u>	<u>\$ 438,738</u>
Undivided Personal Property Tax				
Assets:				
Cash and Cash Equivalents	\$ 379	\$ 775,655	\$ (776,034)	\$ 0
Receivables:				
Taxes	816	804	(816)	804
Total Assets	<u>\$ 1,195</u>	<u>\$ 776,459</u>	<u>\$ (776,850)</u>	<u>\$ 804</u>
Liabilities:				
Intergovernmental Payable	\$ 1,195	\$ 776,459	\$ (776,850)	\$ 804
Total Liabilities	<u>\$ 1,195</u>	<u>\$ 776,459</u>	<u>\$ (776,850)</u>	<u>\$ 804</u>
Estate Tax				
Assets:				
Cash and Cash Equivalents	\$ 519,071	\$ 1,062,094	\$ (943,851)	\$ 637,314
Total Assets	<u>\$ 519,071</u>	<u>\$ 1,062,094</u>	<u>\$ (943,851)</u>	<u>\$ 637,314</u>
Liabilities:				
Intergovernmental Payable	\$ 519,071	\$ 1,062,094	\$ (943,851)	\$ 637,314
Total Liabilities	<u>\$ 519,071</u>	<u>\$ 1,062,094</u>	<u>\$ (943,851)</u>	<u>\$ 637,314</u>
Undivided Real Estate Tax				
Assets:				
Cash and Cash Equivalents	\$ 2,625,340	\$ 52,414,771	\$ (52,358,346)	\$ 2,681,765
Receivables:				
Taxes	55,415,434	54,297,740	(55,415,434)	54,297,740
Special Assessments	17,617	38,192	(17,617)	38,192
Total Assets	<u>\$ 58,058,391</u>	<u>\$ 106,750,703</u>	<u>\$ (107,791,397)</u>	<u>\$ 57,017,697</u>
Liabilities:				
Intergovernmental Payable	\$ 58,058,391	\$ 106,750,703	\$ (107,791,397)	\$ 57,017,697
Total Liabilities	<u>\$ 58,058,391</u>	<u>\$ 106,750,703</u>	<u>\$ (107,791,397)</u>	<u>\$ 57,017,697</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011**

	Balance December 31, 2010	Additions	Reductions	Balance December 31, 2011
Regional Planning Commission				
Assets:				
Cash and Cash Equivalents	\$ 55,497	\$ 67,398	\$ (76,147)	\$ 46,748
Total Assets	<u>\$ 55,497</u>	<u>\$ 67,398</u>	<u>\$ (76,147)</u>	<u>\$ 46,748</u>
Liabilities:				
Due to Others	\$ 55,497	\$ 67,398	\$ (76,147)	\$ 46,748
Total Liabilities	<u>\$ 55,497</u>	<u>\$ 67,398</u>	<u>\$ (76,147)</u>	<u>\$ 46,748</u>
Workers' Compensation				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 228,363	\$ (228,363)	\$ 0
Intergovernmental Receivable	22,665	22,190	(22,665)	22,190
Total Assets	<u>\$ 22,665</u>	<u>\$ 250,553</u>	<u>\$ (251,028)</u>	<u>\$ 22,190</u>
Liabilities:				
Intergovernmental Payable	\$ 22,665	\$ 250,553	\$ (251,028)	\$ 22,190
Total Liabilities	<u>\$ 22,665</u>	<u>\$ 250,553</u>	<u>\$ (251,028)</u>	<u>\$ 22,190</u>
Public Defender Indigent				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 9,119	\$ (9,119)	\$ 0
Intergovernmental Receivable	1,122	280	(1,122)	280
Total Assets	<u>\$ 1,122</u>	<u>\$ 9,399</u>	<u>\$ (10,241)</u>	<u>\$ 280</u>
Liabilities:				
Intergovernmental Payable	\$ 1,122	\$ 9,399	\$ (10,241)	\$ 280
Total Liabilities	<u>\$ 1,122</u>	<u>\$ 9,399</u>	<u>\$ (10,241)</u>	<u>\$ 280</u>
Inmate				
Assets:				
Cash and Cash Equivalents in Segregated Accounts	\$ 4,597	\$ 141,241	\$ (139,920)	\$ 5,918
Total Assets	<u>\$ 4,597</u>	<u>\$ 141,241</u>	<u>\$ (139,920)</u>	<u>\$ 5,918</u>
Liabilities:				
Due to Others	\$ 4,597	\$ 141,241	\$ (139,920)	\$ 5,918
Total Liabilities	<u>\$ 4,597</u>	<u>\$ 141,241</u>	<u>\$ (139,920)</u>	<u>\$ 5,918</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011**

	Balance December 31, 2010	Additions	Reductions	Balance December 31, 2011
Township				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 2,841,204	\$ (2,841,204)	\$ 0
Intergovernmental Receivable	1,223,280	1,171,036	(1,223,280)	1,171,036
Total Assets	<u>\$ 1,223,280</u>	<u>\$ 4,012,240</u>	<u>\$ (4,064,484)</u>	<u>\$ 1,171,036</u>
Liabilities:				
Intergovernmental Payable	1,223,280	\$ 4,012,240	\$ (4,064,484)	\$ 1,171,036
Total Liabilities	<u>\$ 1,223,280</u>	<u>\$ 4,012,240</u>	<u>\$ (4,064,484)</u>	<u>\$ 1,171,036</u>
Payroll				
Assets:				
Cash and Cash Equivalents	\$ 176,640	\$ 17,647,839	\$ (17,630,641)	\$ 193,838
Total Assets	<u>\$ 176,640</u>	<u>\$ 17,647,839</u>	<u>\$ (17,630,641)</u>	<u>\$ 193,838</u>
Liabilities:				
Intergovernmental Payable	\$ 174,557	\$ 6,293,618	\$ (6,291,793)	\$ 176,382
Due to Others	2,083	11,354,221	(11,338,848)	17,456
Total Liabilities	<u>\$ 176,640</u>	<u>\$ 17,647,839</u>	<u>\$ (17,630,641)</u>	<u>\$ 193,838</u>
Park District				
Assets:				
Cash and Cash Equivalents	\$ 396,031	\$ 429,459	\$ (178,037)	\$ 647,453
Total Assets	<u>\$ 396,031</u>	<u>\$ 429,459</u>	<u>\$ (178,037)</u>	<u>\$ 647,453</u>
Liabilities:				
Due to Others	\$ 396,031	\$ 429,459	\$ (178,037)	\$ 647,453
Total Liabilities	<u>\$396,031</u>	<u>\$429,459</u>	<u>\$(178,037)</u>	<u>\$647,453</u>
Forfeited Land Fund				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 18,633	\$ (18,633)	\$ 0
Total Assets	<u>\$ 0</u>	<u>\$ 18,633</u>	<u>\$ (18,633)</u>	<u>\$ 0</u>
Liabilities:				
Intergovernmental Payable	\$ 0	\$ 18,633	\$ (18,633)	\$ 0
Total Liabilities	<u>\$ 0</u>	<u>\$ 18,633</u>	<u>\$ (18,633)</u>	<u>\$ 0</u>

(Continued)

KNOX COUNTY, OHIO**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011**

	Balance December 31, 2010	Additions	Reductions	Balance December 31, 2011
All Agency Funds				
Assets:				
Cash and Cash Equivalents	\$ 4,970,306	\$ 81,616,320	\$ (81,256,944)	\$ 5,329,682
Cash and Cash Equivalents in Segregated Accounts	408,850	9,705,102	(9,669,296)	444,656
Receivables:				
Taxes	55,416,250	54,298,544	(55,416,250)	54,298,544
Accounts	6,937	9,372	(6,937)	9,372
Special Assessments	17,617	38,192	(17,617)	38,192
Intergovernmental	3,137,419	2,950,508	(3,137,419)	2,950,508
Total Assets	<u>\$ 63,957,379</u>	<u>\$ 148,618,038</u>	<u>\$ (149,504,463)</u>	<u>\$ 63,070,954</u>
Liabilities:				
Intergovernmental Payable	\$ 62,046,177	\$ 129,572,162	\$ (130,745,956)	\$ 60,872,383
Undistributed Monies	402,420	438,738	(402,420)	438,738
Due to Others	1,508,782	18,607,138	(18,356,087)	1,759,833
Total Liabilities	<u>\$ 63,957,379</u>	<u>\$ 148,618,038</u>	<u>\$ (149,504,463)</u>	<u>\$ 63,070,954</u>

COMPONENT UNITS

KNOX COUNTY, OHIO

Statement of Cash Flows
Component Unit
For the Year Ended December 31, 2011

	Knox County Airport
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$476,659
Cash Payments to Suppliers for Goods and Services	(368,142)
Cash Payments to Employees for Service	(119,262)
Other Operating Receipts	6,011
Net Cash Used by Operating Activities	<u>(4,734)</u>
<u>Cash Flows from Noncapital and Related Financing Activities:</u>	
Operating Grant	46,000
Net Cash Provided by Noncapital and Related Financing Activities	<u>46,000</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>	
Capital Grant	76,000
Acquisition of Capital Assets	(91,783)
Debt Principal Retirement	(35,000)
Interest Paid on Debt	(32,784)
Net Cash Used for Capital and Related Financing Activities	<u>(83,567)</u>
Net Decrease in Cash and Cash Equivalents	(42,301)
Cash and Cash Equivalents at Beginning of Year	378,293
Cash and Cash Equivalents at End of Year	<u><u>\$335,992</u></u>
<u>Reconciliation of Operating Loss to Net Cash</u>	
<u>Used by Operating Activities:</u>	
Operating Loss	(\$184,768)
Adjustments to Reconcile Operating Loss to	
Net Cash Provided by Operating Activities:	
Depreciation Expense	186,600
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(14,586)
Decrease in Inventory	9,579
Increase in Accounts Payable	14,697
Decrease in Due to Primary Government	(16,256)
Total Adjustments	<u>180,034</u>
Net Cash Provided by Operating Activities	<u><u>(\$4,734)</u></u>

STATISTICAL SECTION



STATISTICAL TABLES

This part of the County’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County’s overall financial health.

Contents

Financial Trends	S 2 – S 13
These schedules contain trend information to help the reader understand how the County’s financial position has changed over time.	
Revenue Capacity	S 14 – S 21
These schedules contain information to help the reader understand and assess the factors affecting the County’s ability to generate its most significant local revenue sources, which is property tax.	
Debt Capacity	S 22 – S 31
These schedules present information to help the reader assess the affordability of the County’s current levels of outstanding debt and the County’s ability to issue additional debt in the future.	
Economic and Demographic Information	S 32 – S 35
These schedules offer economic and demographic indicators to help the reader understand the environment within which the County’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 36 – S 43
These schedules contain service and infrastructure data to help the reader understand how the information in the County’s financial report relates to the services the County provides and the activities it performs.	
Sources Note:	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.	

Knox County, Ohio

*Net Assets by Component
Last Nine Years
(accrual basis of accounting)*

	2003	2004	2005	2006
Governmental Activities:				(2)
Invested in Capital Assets, Net of Related Debt (1)	\$41,056,331	\$41,903,085	\$43,886,006	\$46,821,271
Restricted	13,036,753	16,527,301	17,680,936	19,237,519
Unrestricted	6,935,912	5,031,146	4,973,565	5,001,152
Total Governmental Activities Net Assets	<u>\$61,028,996</u>	<u>\$63,461,532</u>	<u>\$66,540,507</u>	<u>\$71,059,942</u>
Business-type Activities:				
Invested in Capital Assets, Net of Related Debt	\$3,025,719	\$2,979,054	\$2,865,970	\$2,801,699
Unrestricted (Deficit) (3)	(299,060)	60,693	411,799	673,904
Total Business-type Activities Net Assets	<u>\$2,726,659</u>	<u>\$3,039,747</u>	<u>\$3,277,769</u>	<u>\$3,475,603</u>
Primary Government:				
Invested in Capital Assets, Net of Related Debt	\$44,082,050	\$44,882,139	\$46,751,976	\$49,622,970
Restricted	13,036,753	16,527,301	17,680,936	19,237,519
Unrestricted	6,636,852	5,091,839	5,385,364	5,675,056
Total Primary Government Net Assets	<u>\$63,755,655</u>	<u>\$66,501,279</u>	<u>\$69,818,276</u>	<u>\$74,535,545</u>

(1) Net assets were restated for 2003 as a result of reporting infrastructure capital assets in 2004.

Source: County Auditor's Office

(2) Net Assets were restated for 2006 as a result of a prior period adjustment.

(3) Net Assets were restated for 2009 as a result of a prior period adjustment.

Knox County, Ohio

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$46,412,153	\$46,177,057	\$46,246,780	\$49,273,409	\$50,184,694
19,198,230	17,732,203	19,974,016	23,119,705	26,284,909
6,207,084	4,195,953	4,374,081	5,154,707	3,705,140
<u>\$71,817,467</u>	<u>\$68,105,213</u>	<u>\$70,594,877</u>	<u>\$77,547,821</u>	<u>\$80,174,743</u>
\$3,028,127	\$2,759,725	\$3,214,860	\$3,904,705	\$3,682,708
874,504	1,310,052	2,398,616	2,308,792	2,846,543
<u>\$3,902,631</u>	<u>\$4,069,777</u>	<u>\$5,613,476</u>	<u>\$6,213,497</u>	<u>\$6,529,251</u>
\$49,440,280	\$48,936,782	\$49,461,640	\$53,178,114	\$53,867,402
19,198,230	17,732,203	19,974,016	23,119,705	26,284,909
7,081,588	5,506,005	6,772,697	7,463,499	6,551,683
<u>\$75,720,098</u>	<u>\$72,174,990</u>	<u>\$76,208,353</u>	<u>\$83,761,318</u>	<u>\$86,703,994</u>

Knox County, Ohio

Changes in Net Assets Last Nine Years (accrual basis of accounting)

	2003	2004	2005	2006
Expenses				(2)
Governmental Activities:				
Legislative and Executive	\$7,089,635	\$7,278,991	\$6,122,181	\$6,400,430
Judicial	1,769,703	1,934,458	2,039,252	2,229,258
Public Safety	5,386,148	5,733,059	6,043,282	6,107,506
Public Works (1)	3,636,612	5,427,085	5,712,117	5,621,382
Health	466,347	478,172	395,115	454,620
Human Services	11,960,600	12,136,393	11,524,199	12,300,815
Intergovernmental	0	0	1,684,505	1,651,020
Interest and Fiscal Charges	619,855	584,434	553,327	520,280
<i>Total Governmental Activities Expenses</i>	<u>30,928,900</u>	<u>33,572,592</u>	<u>34,073,978</u>	<u>35,285,311</u>
Business-type Activities:				
Sewer	956,011	1,070,213	1,230,448	1,187,566
Landfill	(250,562)	0	0	34,461
<i>Total Business-type Activities Expenses</i>	<u>705,449</u>	<u>1,070,213</u>	<u>1,230,448</u>	<u>1,222,027</u>
<i>Total Primary Government Expenses</i>	<u>\$31,634,349</u>	<u>\$34,642,805</u>	<u>\$35,304,426</u>	<u>\$36,507,338</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Legislative and Executive	\$1,791,213	\$1,621,133	\$1,465,367	\$1,495,793
Judicial	594,876	575,094	614,890	618,580
Public Safety	524,686	706,810	723,825	668,569
Public Works	34,775	20,935	121,981	88,200
Health	159,619	139,786	151,504	148,866
Human Services	218,962	183,466	317,279	317,346
Operating Grants and Contributions	11,219,722	14,788,683	12,593,812	15,852,404
Capital Grants and Contributions	657,936	1,547,194	1,309,141	2,514,692
<i>Total Governmental Activities Program Revenues</i>	<u>15,201,789</u>	<u>19,583,101</u>	<u>17,297,799</u>	<u>21,704,450</u>

(1) Expenses were restated for 2003 as a result of reporting infrastructure capital assets in 2004.

(2) Net Assets were restated for 2006 as a result of a prior period adjustment.

(3) Capital Grants and Contributions were restated for 2009 as a result of a prior period adjustment.

Knox County, Ohio

2007	2008	2009	2010	2011
\$6,596,815	\$7,669,993	\$6,145,058	\$6,035,909	\$7,210,075
2,178,492	2,255,167	2,180,208	2,101,009	2,112,160
6,023,816	6,416,779	6,524,287	6,675,712	7,186,473
6,966,197	6,624,205	5,542,229	6,104,722	6,044,318
551,510	473,310	466,915	471,674	517,204
14,053,643	15,647,060	13,726,641	11,532,090	12,359,584
2,081,824	2,057,835	2,053,506	2,039,618	2,052,914
499,031	476,946	473,944	272,330	349,611
<u>38,951,328</u>	<u>41,621,295</u>	<u>37,112,788</u>	<u>35,233,064</u>	<u>37,832,339</u>
1,035,406	1,488,318	1,254,142	1,293,085	1,727,208
0	0	17,563	0	97,909
<u>1,035,406</u>	<u>1,488,318</u>	<u>1,271,705</u>	<u>1,293,085</u>	<u>1,825,117</u>
<u>\$39,986,734</u>	<u>\$43,109,613</u>	<u>\$38,384,493</u>	<u>\$36,526,149</u>	<u>\$39,657,456</u>
\$1,333,018	\$1,469,638	\$1,538,388	\$1,536,183	\$1,639,889
625,573	610,516	674,700	848,202	852,235
736,359	857,152	872,700	996,967	1,230,372
61,676	109,294	58,177	67,621	6,555
170,066	184,077	220,784	223,267	246,248
230,807	305,353	361,484	307,143	323,650
16,638,278	15,860,786	14,313,536	13,682,020	13,668,987
848,177	417,569	1,086,915	3,273,856	2,471,982
<u>20,643,954</u>	<u>19,814,385</u>	<u>19,126,684</u>	<u>20,935,259</u>	<u>20,439,918</u>

(Continued)

Knox County, Ohio

Changes in Net Assets Last Nine Years (accrual basis of accounting)

	2003	2004	2005	2006
Business-type Activities:				(2)
Charges for Services				
Sewer	1,056,339	1,143,970	1,262,302	1,236,912
Landfill	0	0	0	0
Operating Grants and Contributions	0	0	0	0
Capital Grants and Contributions (3)	178,508	168,456	145,523	74,693
<i>Total Business-type Activities Program Revenues</i>	1,234,847	1,312,426	1,407,825	1,311,605
<i>Total Primary Government Program Revenues</i>	16,436,636	20,895,527	18,705,624	23,016,055
Net (Expense)/Revenue				
Governmental Activities	(15,727,111)	(13,989,491)	(16,776,179)	(13,580,861)
Business-type Activities	529,398	242,213	177,377	89,578
<i>Total Primary Government Net (Expense)/Revenue</i>	(\$15,197,713)	(\$13,747,278)	(\$16,598,802)	(\$13,491,283)
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	\$4,529,804	\$3,457,090	\$3,784,744	\$4,022,446
Special Purposes	1,898,784	3,845,521	4,114,004	3,902,459
Sales Taxes	4,599,207	4,808,365	5,262,248	5,359,260
Intergovernmental Revenues, Unrestricted	2,311,657	1,943,098	1,849,740	2,027,126
Investment Earnings	336,429	413,663	734,177	1,241,601
Miscellaneous	945,500	2,025,165	2,161,733	1,561,855
Transfers	(797,113)	(70,875)	(60,645)	(14,451)
<i>Total Governmental Activities</i>	13,824,268	16,422,027	17,846,001	18,100,296
Business-type Activities:				
Investment Earnings	0	0	0	93,805
Transfers	797,113	70,875	60,645	14,451
<i>Total Business-type Activities</i>	797,113	70,875	60,645	108,256
<i>Total Primary Government</i>	\$14,621,381	\$16,492,902	\$17,906,646	\$18,208,552
Change in Net Assets				
Governmental Activities	(\$1,902,843)	\$2,432,536	\$1,069,822	\$4,519,435
Business-type Activities	1,326,511	313,088	238,022	197,834
<i>Total Primary Government Change in Net Assets</i>	(\$576,332)	\$2,745,624	\$1,307,844	\$4,717,269

Source: County Auditor's Office

Knox County, Ohio

2007	2008	2009	2010	2011
1,298,431	1,340,980	1,418,102	1,450,720	1,742,668
21,017	18,635	0	127,089	0
0	0	0	107,135	140,103
56,368	39,998	1,225,478	114,730	146,200
<u>1,375,816</u>	<u>1,399,613</u>	<u>2,643,580</u>	<u>1,799,674</u>	<u>2,028,971</u>
<u>22,019,770</u>	<u>21,213,998</u>	<u>21,770,264</u>	<u>22,734,933</u>	<u>22,468,889</u>
(18,307,374)	(21,806,910)	(17,986,104)	(14,297,805)	(17,392,421)
340,410	(88,705)	1,371,875	506,589	203,854
<u>(\$17,966,964)</u>	<u>(\$21,895,615)</u>	<u>(\$16,614,229)</u>	<u>(\$13,791,216)</u>	<u>(\$17,188,567)</u>
\$3,823,813	\$3,653,400	\$3,847,226	\$3,810,053	\$3,823,921
4,188,238	3,989,314	6,352,299	6,350,981	6,398,403
5,404,743	5,439,281	4,951,627	5,726,806	5,465,107
2,357,839	2,758,915	3,259,260	3,175,551	2,906,735
1,499,020	707,531	421,128	150,227	177,190
1,784,125	1,732,961	1,777,222	2,106,347	1,336,069
7,121	(186,746)	(132,994)	(69,216)	(88,082)
<u>19,064,899</u>	<u>18,094,656</u>	<u>20,475,768</u>	<u>21,250,749</u>	<u>20,019,343</u>
93,739	69,105	38,830	24,216	23,818
(7,121)	186,746	132,994	69,216	88,082
<u>86,618</u>	<u>255,851</u>	<u>171,824</u>	<u>93,432</u>	<u>111,900</u>
<u>\$19,151,517</u>	<u>\$18,350,507</u>	<u>\$20,647,592</u>	<u>\$21,344,181</u>	<u>\$20,131,243</u>
\$757,525	(\$3,712,254)	\$2,489,664	\$6,952,944	\$2,626,922
427,028	167,146	1,543,699	600,021	315,754
<u>\$1,184,553</u>	<u>(\$3,545,108)</u>	<u>\$4,033,363</u>	<u>\$7,552,965</u>	<u>\$2,942,676</u>

Knox County, Ohio

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2002	2003	2004	2005	2006
General Fund					
Nonspendable	\$0	\$0	\$0	\$0	\$0
Assigned	0	0	0	0	0
Unassigned	0	0	0	0	0
Reserved	876,922	648,831	462,282	594,697	497,138
Unreserved	2,841,066	2,554,864	2,622,071	1,700,477	1,988,947
Total General Fund	3,717,988	3,203,695	3,084,353	2,295,174	2,486,085
All Other Governmental Funds					
Nonspendable	0	0	0	0	0
Restricted	0	0	0	0	0
Assigned	0	0	0	0	0
Unassigned	0	0	0	0	0
Reserved	1,513,524	1,909,605	1,838,062	2,183,810	2,233,541
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	8,792,392	8,049,545	10,093,651	11,804,232	12,891,879
Debt Service Funds	635,619	0	0	0	0
Capital Projects Funds	1,878,745	2,107,380	1,245,265	819,622	411,586
Total All Other Governmental Funds	12,820,280	12,066,530	13,176,978	14,807,664	15,537,006
Total Governmental Funds	\$16,538,268	\$15,270,225	\$16,261,331	\$17,102,838	\$18,023,091

Source: County Auditor's Office

Note: The County implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds.

Knox County, Ohio

2007	2008	2009	2010	2011
\$0	\$0	\$0	\$0	\$229,114
0	0	0	0	1,531,904
0	0	0	0	1,364,951
662,662	601,554	473,903	492,106	0
<u>2,089,151</u>	<u>1,200,614</u>	<u>1,717,030</u>	<u>2,122,349</u>	<u>0</u>
<u>2,751,813</u>	<u>1,802,168</u>	<u>2,190,933</u>	<u>2,614,455</u>	<u>3,125,969</u>
0	0	0	0	352,260
0	0	0	0	22,389,104
0	0	0	0	504,077
0	0	0	0	(89)
2,552,965	1,465,703	1,712,120	1,112,747	0
12,763,343	10,536,832	14,071,965	17,820,875	0
0	0	0	0	0
<u>611,413</u>	<u>750,308</u>	<u>727,137</u>	<u>488,410</u>	<u>0</u>
<u>15,927,721</u>	<u>12,752,843</u>	<u>16,511,222</u>	<u>19,422,032</u>	<u>23,245,352</u>
<u>\$18,679,534</u>	<u>\$14,555,011</u>	<u>\$18,702,155</u>	<u>\$22,036,487</u>	<u>\$26,371,321</u>

Knox County, Ohio

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2002	2003	2004	2005
Revenues:				
Taxes	\$9,728,904	\$11,603,148	\$12,050,302	\$13,187,367
Intergovernmental Revenues	17,011,475	14,428,199	18,715,280	16,017,172
Charges for Services	2,983,209	3,115,139	3,075,611	3,136,918
Licenses and Permits	108,978	122,658	123,798	128,829
Investment Earnings	390,210	332,673	403,721	690,552
Special Assessments	185,399	232,199	214,232	47,240
Fines and Forfeitures	82,526	89,492	75,621	81,119
All Other Revenue	1,246,036	945,500	1,778,066	2,155,115
Total Revenue	<u>31,736,737</u>	<u>30,869,008</u>	<u>36,436,631</u>	<u>35,444,312</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive	5,028,221	5,983,455	6,715,071	6,733,588
Judicial	1,751,198	1,759,399	1,924,466	2,020,580
Public Safety	4,707,732	4,953,020	5,734,322	5,549,473
Public Works	3,976,355	4,223,164	4,651,423	5,934,571
Health	315,828	405,707	415,342	329,875
Human Services	12,088,490	11,853,157	12,187,436	12,144,183
Conservation and Recreation	2,000	0	0	0
Other	1,396	0	0	0
Intergovernmental	0	0	0	0
Capital Outlay	5,902,503	1,539,268	2,447,070	2,704,731
Debt Service:				
Principal Retirement	712,870	703,075	718,296	666,806
Interest and Fiscal Charges	709,687	622,997	587,622	550,847
Total Expenditures	<u>35,196,280</u>	<u>32,043,242</u>	<u>35,381,048</u>	<u>36,634,654</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,459,543)	(1,174,234)	1,055,583	(1,190,342)

Knox County, Ohio

2006	2007	2008	2009	2010	2011
\$13,209,994	\$13,383,880	\$13,117,298	\$15,086,952	\$15,417,736	\$15,610,959
19,943,838	19,842,435	17,551,214	20,211,095	20,029,661	19,747,429
3,100,123	2,909,318	3,224,427	3,398,465	3,555,170	3,813,643
120,094	138,752	167,644	208,226	213,560	219,933
1,150,972	1,380,218	639,692	414,462	147,357	175,371
29,938	25,227	46,702	29,374	10,092	12,719
85,710	95,514	93,224	87,929	175,180	285,019
1,572,986	1,995,442	1,761,323	1,793,579	1,962,072	1,305,617
<u>39,213,655</u>	<u>39,770,786</u>	<u>36,601,524</u>	<u>41,230,082</u>	<u>41,510,828</u>	<u>41,170,690</u>
6,377,665	6,437,179	6,880,886	6,228,729	5,725,837	5,576,818
2,255,843	2,168,442	2,216,707	2,179,242	2,086,329	2,013,428
5,699,038	5,696,130	6,000,693	6,371,465	6,633,390	6,496,890
5,094,317	5,751,430	5,080,715	4,446,632	4,932,333	4,703,184
385,050	478,587	449,367	415,995	417,456	469,722
12,259,649	14,098,762	15,250,656	13,643,822	11,579,167	11,501,805
0	0	0	0	0	0
0	0	0	0	0	0
1,651,020	2,081,824	2,057,835	2,053,506	2,039,618	2,052,914
3,457,932	1,696,281	1,358,922	1,940,957	3,791,073	2,961,457
637,433	658,364	732,105	769,696	940,226	883,249
524,549	502,744	480,876	468,746	450,375	307,762
<u>38,342,496</u>	<u>39,569,743</u>	<u>40,508,762</u>	<u>38,518,790</u>	<u>38,595,804</u>	<u>36,967,229</u>
871,159	201,043	(3,907,238)	2,711,292	2,915,024	4,203,461

(Continued)

Knox County, Ohio

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2002	2003	2004	2005
Other Financing Sources (Uses):				
Sale of Capital Assets	35,610	0	0	0
Insurance Recoveries	0	0	0	0
Refunding General Obligation Bonds Issued	0	0	0	0
Premium on General Obligation Refunding Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Inception of Capital Lease	0	0	0	135,302
Ohio Public Works Commission Loan	0	0	32,704	0
Ohio Water Development Authority Loan	0	0	0	0
Loan Issued	0	0	0	0
General Obligation Bonds Issued	1,360,000	0	0	0
Premium on General Obligation Bonds	1,630	0	0	0
Transfers In	1,085,895	1,978,354	1,269,966	1,983,541
Transfers Out	(1,245,742)	(2,131,323)	(1,340,841)	(2,044,186)
Total Other Financing Sources (Uses)	<u>1,201,783</u>	<u>(152,969)</u>	<u>(38,171)</u>	<u>74,657</u>
Net Change in Fund Balance	<u>(\$2,257,760)</u>	<u>(\$1,327,203)</u>	<u>\$1,017,412</u>	<u>(\$1,115,685)</u>
Debt Service as a Percentage of Noncapital Expenditures	4.51%	4.44%	4.12%	3.81%

Source: County Auditor's Office

Knox County, Ohio

2006	2007	2008	2009	2010	2011
0	0	0	0	0	204,700
0	0	0	0	196,488	70,843
0	0	0	0	7,470,000	0
0	0	0	0	162,962	0
0	0	0	0	(7,413,303)	0
0	165,700	0	144,777	0	0
0	356,656	119,189	0	13,276	0
0	0	0	661,648	34,483	32,513
0	0	0	600,000	0	0
0	0	0	0	0	0
0	0	0	0	0	0
1,995,279	1,715,767	1,822,278	1,268,939	1,012,338	1,201,605
<u>(2,009,730)</u>	<u>(1,708,646)</u>	<u>(2,009,024)</u>	<u>(1,401,933)</u>	<u>(1,081,554)</u>	<u>(1,289,687)</u>
<u>(14,451)</u>	<u>529,477</u>	<u>(67,557)</u>	<u>1,273,431</u>	<u>394,690</u>	<u>219,974</u>
<u>\$856,708</u>	<u>\$730,520</u>	<u>(\$3,974,795)</u>	<u>\$3,984,723</u>	<u>\$3,309,714</u>	<u>\$4,423,435</u>
3.53%	3.14%	3.17%	3.56%	4.12%	3.59%

Knox County, Ohio

Assessed Valuations and Estimated True Values of Taxable Property
(per \$1,000 of assessed value)
Last Ten Years
(dollar amounts in thousands)

Tax year	2002	2003	2004	2005
Real Property				
Assessed	\$707,736	\$809,928	\$832,520	\$853,649
Actual	2,022,103	2,314,080	2,378,629	2,438,997
Public Utility				
Assessed	38,254	38,990	39,157	39,394
Actual	153,015	155,961	156,630	157,577
Tangible Personal Property				
Assessed	97,689	111,165	104,743	101,788
Actual	390,756	444,660	418,972	407,152
Total				
Assessed	843,679	960,083	976,420	994,831
Actual	2,565,874	2,914,701	2,954,231	3,003,726
Assessed Value as a Percentage of Actual Value	32.88%	32.94%	33.05%	33.12%
Total Direct Tax Rate	\$8.70	\$9.70	\$9.70	\$9.70

Source: County Auditor's Office

Property is revalued every six years. Assessed value of Real Property are at 35% of Estimated True Value. Assessed value of Public Utility is at 25% and Assessed Value of Tangible Personal Property is at 25% through 2005, at 18.75% for 2006, 12.5% for 2007, and 6.25% for 2008 and 0% for 2009 and forward.

Knox County, Ohio

2006	2007	2008	2009	2010	2011
\$954,584 2,727,383	\$979,076 2,797,360	\$989,454 2,827,011	\$1,117,820 3,193,771	\$1,123,007 3,208,591	\$1,125,887 3,216,820
39,517 158,068	39,535 158,140	33,611 134,444	34,933 139,732	37,862 151,448	39,934 159,736
96,790 516,213	77,143 617,144	70,367 1,125,872	0 0	0 0	0 0
1,090,891 3,401,664	1,095,754 3,572,644	1,093,432 4,087,327	1,152,753 3,333,503	1,160,869 3,360,039	1,165,821 3,376,556
32.07%	30.67%	26.75%	34.58%	34.55%	34.53%
\$9.70	\$9.70	\$9.49	\$12.59	\$12.59	\$12.59

Knox County, Ohio

*Property Tax Rates of Direct and Overlapping Governments
(per \$1,000 of assessed value)
Last Ten Years*

Collection Year	2002	2003	2004	2005
Direct Rates				
General Fund	3.40	3.40	3.40	3.40
Mental Retardation	2.60	2.60	2.60	2.60
Children Services	1.30	1.30	1.30	1.30
Community Mental Health	1.00	1.00	1.00	1.00
Senior Citizens	0.00	1.00	1.00	1.00
Park District	0.00	0.00	0.00	0.00
Board of Health	0.40	0.40	0.40	0.40
Total	8.70	9.70	9.70	9.70
Overlapping Rates				
City of Mount Vernon	3.20	3.20	3.20	3.20
Villages	3.50 - 8.80	2.50 - 7.40	2.50 - 7.40	2.50 - 8.60
Townships	0.30 - 7.50	0.30 - 7.60	0.30 - 7.60	0.30 - 7.60
In County School Districts	36.74 - 54.53	35.43 - 54.53	35.43 - 54.53	35.29 - 54.09
Out of County School Districts	35.60 - 50.20	35.00 - 50.20	35.00 - 50.20	35.17 - 49.25
Joint Vocational School Districts	2.00 - 6.40	3.80 - 6.40	2.80 - 6.40	3.00 - 6.40
Other Units	0.80 - 5.50	0.80 - 5.50	0.80 - 5.50	0.80 - 5.50

Ohio Revised Code Sections 5705.02 and 5705.07 require a vote of the people for any millage exceeding the "unvoted" or "inside" millage of 10 mills.

Source:

Knox County Auditor's Office
Knox County Treasurer's Office

Knox County, Ohio

2006	2007	2008	2009	2010	2011
3.40	3.40	3.40	3.40	3.40	3.40
2.60	2.60	2.60	5.35	5.35	5.35
1.30	1.30	1.30	1.30	1.30	1.30
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	0.79	0.79	0.79	0.79
0.00	0.00	0.00	0.35	0.35	0.35
0.40	0.40	0.40	0.40	0.40	0.40
9.70	9.70	9.49	12.59	12.59	12.59
3.20	3.20	3.20	3.20	3.20	3.20
2.50 - 8.60	2.50 - 8.60	2.50 - 8.60	2.50 - 8.60	2.50 - 8.60	2.50 - 8.60
0.30 - 7.60	0.30 - 9.15	0.30 - 9.15	0.30 - 9.15	0.30 - 9.15	0.30 - 9.15
34.00 - 53.40	33.83 - 48.69	33.83 - 48.69	33.93 - 47.96	33.01 - 48.06	32.98 - 48.37
40.90 - 47.65	34.10 - 47.85	34.10 - 47.85	33.90 - 48.25	32.80 - 48.45	34.30 - 48.75
3.00 - 6.40	3.00 - 6.40	3.00 - 6.40	2.50 - 6.40	2.50 - 6.40	2.52 - 6.40
0.41 - 5.50	0.41 - 5.91	0.41 - 5.91	0.43 - 5.93	1.30 - 5.50	1.30 - 5.50



Knox County, Ohio

*Principal Taxpayers
Property Tax
Current Year and Nine Years Ago*

		2011		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Ohio Power Company	Public Utility	\$22,786,740	1	1.95%
Licking Rural Electrification Inc	Public Utility	7,057,570	2	0.61%
Columbia Gas Transmission	Public Utility	6,196,580	3	0.53%
FT Precision Inc	Business	4,437,590	4	0.38%
Ariel Corporation	Business	3,308,380	5	0.28%
WP Knox Associates	Business	2,887,240	6	0.25%
Cooper Cameron Corporation	Business	2,825,590	7	0.24%
Columbia Gas of Ohio	Public Utility	2,353,630	8	0.20%
Park National Bank	Business	2,330,010	9	0.20%
Mount Vernon Country Club	Business	1,963,250	10	0.17%
Subtotal		<u>56,146,580</u>		4.81%
All Others		<u>1,109,674,700</u>		95.19%
Total		<u><u>\$1,165,821,280</u></u>		<u><u>100.00%</u></u>
		2002		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Rolls Royce Energy Systems	Business	\$19,955,230	1	2.37%
Ohio Power Company	Public Utility	15,629,540	2	1.85%
Ariel Corporation	Business	11,625,010	3	1.38%
F T Precision Inc	Business	9,354,750	4	1.11%
United Telephone Company	Public Utility	9,325,740	5	1.11%
Cooper Cameron Corporation	Business	8,515,490	6	1.01%
Weyerhaeuser Corporation	Business	5,945,990	7	0.70%
Licking Rural Electrification	Public Utility	5,592,290	8	0.66%
Owens Corning	Business	5,247,390	9	0.62%
Columbia Gas Transmission	Public Utility	4,642,740	10	0.55%
Subtotal		<u>95,834,170</u>		11.36%
All Others		<u>747,844,514</u>		88.64%
Total		<u><u>\$843,678,684</u></u>		<u><u>100.00%</u></u>

Source: County Auditor - Land and Buildings
Based on valuation of property in 2011 and 2002

Knox County, Ohio

Property Tax Levies and Collections Last Ten Years

Collection Year	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Current					
Tax Levy (1)	\$6,064,379	\$7,427,715	\$7,769,928	\$8,242,873	\$8,472,409
Current Tax Collections	5,270,552	6,465,083	6,723,319	6,938,026	7,167,658
Percent of Levy Collected	86.91%	87.04%	86.53%	84.17%	84.60%
Delinquent					
Tax Levy (1)	\$353,530	\$400,175	\$471,156	\$465,790	\$385,170
Tax Collections	<u>227,214</u>	<u>252,150</u>	<u>314,638</u>	<u>336,393</u>	<u>290,919</u>
Percent of Levy Collected	64.27%	63.01%	66.78%	72.22%	75.53%
Total					
Tax Levy (1)	\$6,417,909	\$7,827,890	\$8,241,084	\$8,708,663	\$8,857,579
Tax Collections	<u>5,497,766</u>	<u>6,717,233</u>	<u>7,037,957</u>	<u>7,274,419</u>	<u>7,458,577</u>
Percent of Levy Collected	85.66%	85.81%	85.40%	83.53%	84.21%

(1) Taxes levied and collected are presented on a cash basis.

Source: County Auditor's Office

Knox County, Ohio

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$9,312,816	\$12,618,876	\$16,511,797	\$16,493,197	\$16,558,246
7,725,912	7,895,631	11,678,794	11,873,453	11,880,541
82.96%	62.57%	70.73%	71.99%	71.75%
\$519,205	\$468,038	\$603,178	\$658,450	\$626,586
302,540	328,141	420,656	464,537	410,414
58.27%	70.11%	69.74%	70.55%	65.50%
\$9,832,021	\$13,086,914	\$17,114,975	\$17,151,647	\$17,184,832
8,028,452	8,223,772	12,099,450	12,337,990	12,290,955
81.66%	62.84%	70.70%	71.93%	71.52%

Knox County, Ohio

Ratio of Outstanding Debt By Type Last Ten Years

	2002	2003	2004	2005
Governmental Activities ⁽¹⁾				
General Obligation Bonds Payable	\$12,385,000	\$11,910,000	\$11,420,000	\$10,910,000
Special Assessment Bonds Payable	430,000	260,000	90,000	0
Installment Note	230,000	175,000	120,000	60,000
OPWC Loan Payable	0	0	32,704	29,434
Ohio Water Development Authority Loans Payable	0	0	0	0
Loan Payable	0	0	0	0
Capital Leases	10,832	7,757	4,461	136,227
Business-type Activities ⁽¹⁾				
Ohio Water Development Authority Loans Payable	\$74,498	\$72,705	\$70,811	\$68,810
Recovery Zone Economic Development Bonds	0	0	0	0
Total Primary Government	<u>\$13,130,330</u>	<u>\$12,425,462</u>	<u>\$11,737,976</u>	<u>\$11,204,471</u>
Population ⁽²⁾				
Knox County	56,275	57,057	57,757	54,500
Outstanding Debt Per Capita	\$233	\$218	\$203	\$206
Income ⁽²⁾				
Personal (in thousands)	1,350,600	1,398,524	1,490,881	1,415,147
Percentage of Personal Income	0.97%	0.89%	0.79%	0.79%

Sources:

(1) Source: County Auditor's Office

(2) US Department of Commerce, Bureau of Economic Analysis

Knox County, Ohio

2006	2007	2008	2009	2010	2011
\$10,380,000	\$9,830,000	\$9,260,000	\$8,665,000	\$8,116,354	\$7,408,049
0	0	0	0	0	0
0	0	0	0	0	0
26,163	343,883	304,948	266,012	239,688	199,424
0	0	112,609	718,737	714,014	707,321
0	0	0	591,507	571,502	550,637
92,065	188,337	71,747	144,777	98,362	50,448
\$66,695	\$64,462	\$62,103	\$59,611	\$56,978	\$54,197
0	0	0	0	6,660,000	6,660,000
<u>\$10,564,923</u>	<u>\$10,426,682</u>	<u>\$9,811,407</u>	<u>\$10,445,644</u>	<u>\$16,456,898</u>	<u>\$15,630,076</u>
58,456	58,561	58,890	59,373	61,016	61,016
\$181	\$178	\$167	\$176	\$270	\$256
1,597,193	1,666,353	1,743,733	1,755,066	1,842,988	1,808,490
0.66%	0.63%	0.56%	0.60%	0.89%	0.86%

Knox County, Ohio

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2002	2003	2004	2005
Population (1)	56,275	57,057	57,757	54,500
Assessed Value (In thousands) (2)	\$843,679	\$960,083	\$976,420	\$994,831
General Bonded Debt (3)				
General Obligation Bonds	\$12,385,000	\$11,910,000	\$11,420,000	\$10,910,000
Resources Available to Pay Principal (4)	\$635,439	\$654,049	\$709,423	\$635,926
Net General Bonded Debt	\$11,749,561	\$11,255,951	\$10,710,577	\$10,274,074
Ratio of Net Bonded Debt to Assessed Value	1.39%	1.17%	1.10%	1.03%
Net Bonded Debt per Capita	\$208.79	\$197.28	\$185.44	\$188.52

Source:

(1) US Department of Commerce, Bureau of Economic Analysis

(2) Source: County Auditor's Office

(3) Includes all general obligation bonded debt supported by property taxes.

(4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

Knox County, Ohio

2006	2007	2008	2009	2010	2011
58,456	58,561	58,890	59,373	61,016	61,016
\$1,090,891	\$1,095,754	\$1,093,432	\$1,152,753	\$1,160,869	\$1,165,821
\$10,380,000	\$9,830,000	\$9,260,000	\$8,665,000	\$8,116,354	\$7,408,049
\$655,708	\$659,431	\$354,890	\$239,708	\$122,588	\$102,480
\$9,724,292	\$9,170,569	\$8,905,110	\$8,425,292	\$7,993,766	\$7,305,569
0.89%	0.84%	0.81%	0.73%	0.69%	0.63%
\$166.35	\$156.60	\$151.22	\$141.90	\$131.01	\$119.73



Knox County, Ohio

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2011*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to County (1)</u>	<u>Amount Applicable to County</u>
Direct:			
Knox County	\$7,408,049	100.00%	\$7,408,049
Overlapping:			
All Cities wholly within the County	6,482,568	100.00%	6,482,568
All Townships wholly within the County	125,818	100.00%	125,818
All School Districts wholly within the County	23,144,107	100.00%	23,144,107
Clear Fork School District	6,176,577	8.03%	495,979
		Subtotal	<u>30,248,472</u>
		Total	<u><u>\$37,656,521</u></u>

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the County by the total assessed valuation of the political subdivision. The valuations used were for the 2011 collection year.

Source: Knox County Auditor

Knox County, Ohio

Debt Limitations Last Ten Years

Collection Year	2002	2003	2004	2005
Total Debt				
Net Assessed Valuation	\$843,678,684	\$960,084,059	\$976,420,398	\$994,830,648
Legal Debt Limitation (%) (1)(a)	2.32%	2.34%	2.35%	2.35%
Legal Debt Limitation (\$) (1)	19,591,967	22,502,101	22,910,510	23,370,766
County Debt Outstanding (2)	6,025,000	5,778,000	5,524,000	5,258,000
Less: Applicable Debt Service Fund Amounts	635,439	(654,049)	(709,423)	(635,926)
Net Indebtedness Subject to Limitation	<u>6,660,439</u>	<u>5,123,951</u>	<u>4,814,577</u>	<u>4,622,074</u>
Overall Legal Debt Margin	<u>\$12,931,528</u>	<u>\$17,378,150</u>	<u>\$18,095,933</u>	<u>\$18,748,692</u>
Unvoted Debt				
Net Assessed Valuation	\$843,678,684	\$960,084,059	\$976,420,398	\$994,830,648
Legal Debt Limitation (%) (1)(b)	1.00%	1.00%	1.00%	1.00%
Legal Debt Limitation (\$) (1)	8,436,787	9,600,841	9,764,204	9,948,306
County Debt Outstanding (2)	6,025,000	5,778,000	5,524,000	5,258,000
Less: Applicable Debt Service Fund Amounts	635,439	(654,049)	(709,423)	(635,926)
Net Indebtedness Subject to Limitation	<u>6,660,439</u>	<u>5,123,951</u>	<u>4,814,577</u>	<u>4,622,074</u>
Overall Legal Debt Margin	<u>\$1,776,348</u>	<u>\$4,476,890</u>	<u>\$4,949,627</u>	<u>\$5,326,232</u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(a) 3% of first \$100,000,000 of assessed value, 1.5% of next \$200,000,000; 2.5% of assessed value in excess of \$300,000,000.

(b) 1% of assessed value.

(2) County Debt Outstanding excludes Special Assessment Bonds and Correctional Facility Bonds

Source: Knox County Auditor

Knox County, Ohio

2006	2007	2008	2009	2010	2011
\$1,090,891,142	\$1,095,753,457	\$1,093,432,139	\$1,152,752,950	\$1,160,869,260	\$1,165,821,280
2.36%	2.36%	2.36%	2.37%	2.37%	2.37%
25,772,279	25,893,836	25,835,803	27,318,824	27,521,732	27,645,532
4,980,000	4,690,000	4,392,000	4,077,000	3,548,354	3,196,049
(655,708)	(659,431)	(354,890)	(239,708)	(122,588)	(102,480)
4,324,292	4,030,569	4,037,110	3,837,292	3,425,766	3,093,569
<u>\$21,447,987</u>	<u>\$21,863,267</u>	<u>\$21,798,693</u>	<u>\$23,481,532</u>	<u>\$24,095,966</u>	<u>\$24,551,963</u>
\$1,090,891,142	\$1,095,753,457	\$1,093,432,139	\$1,152,752,950	\$1,160,869,260	\$1,165,821,280
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
10,908,911	10,957,535	10,934,321	11,527,530	11,608,693	11,658,213
4,980,000	4,690,000	4,392,000	4,077,000	3,548,354	3,196,049
(655,708)	(659,431)	(354,890)	(239,708)	(122,588)	(102,480)
4,324,292	4,030,569	4,037,110	3,837,292	3,425,766	3,093,569
<u>\$6,584,619</u>	<u>\$6,926,966</u>	<u>\$6,897,211</u>	<u>\$7,690,238</u>	<u>\$8,182,927</u>	<u>\$8,564,644</u>

Knox County, Ohio

Pledged Revenue Coverage Last Ten Years

	2002	2003	2004	2005
Special Assessment Bonds (1)				
Special Assessment Collections	\$326,743	\$224,787	\$201,221	\$37,155
Debt Service				
Principal	250,000	170,000	170,000	90,000
Interest	62,025	37,925	22,731	7,538
Coverage	1.05	1.08	1.04	0.38

(1) Sewer District Special Assessment Bonds were issued in 1982 for \$620,000, in 1984 for \$650,000, and in 1985 for \$940,000.

Source: Knox County Auditor

Knox County, Ohio

2006	2007	2008	2009	2010	2011
\$18,195	\$12,517	\$32,944	\$10,445	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
N/A	N/A	N/A	N/A	N/A	N/A

Knox County, Ohio

Demographic and Economic Statistics Last Ten Years

Calendar Year	2002	2003	2004	2005
Population (1)				
Knox County	56,275	57,057	57,757	54,500
Income (1)				
Total Personal (in thousands)	1,350,600	1,398,524	1,490,881	1,415,147
Per Capita (1)(a)	24,000	24,511	25,813	25,966
Unemployment Rate (2)				
Federal	4.8%	5.8%	6.0%	5.5%
State	4.3%	5.7%	6.1%	6.0%
Knox County	4.7%	5.8%	5.6%	5.4%
Civilian Work Force Estimates (2)				
State	5,828,000	5,915,000	5,875,300	5,900,400
Knox County	26,900	27,600	29,200	30,100

Sources:

(1) US Department of Commerce, Bureau of Economic Analysis

(a) Information is only available through 2010. For the presentation of 2011 statistics the County is using the latest information available.

(2) State Department of Labor Statistics

Knox County, Ohio

2006	2007	2008	2009	2010	2011
58,456	58,561	58,890	59,373	61,016	61,016
1,597,193	1,666,353	1,743,733	1,755,066	1,842,988	1,808,490
27,323	28,455	29,610	29,560	30,205	30,205
5.0%	4.6%	5.8%	9.3%	9.4%	8.9%
5.9%	5.6%	6.6%	10.8%	9.5%	8.6%
5.1%	5.4%	6.3%	11.4%	9.0%	8.7%
5,934,000	5,976,500	5,986,400	5,905,107	5,893,907	5,806,500
30,500	31,000	30,800	30,051	30,100	29,600



Knox County, Ohio

Principal Employers Current Year and Six Years Ago

Employer	Nature of Business	2011		
		Number of Employees	Rank	Percentage of Total Employment
Rolls Royce Energy Systems	Business	1,200	1	4.4%
Ariel Corporation	Business	918	2	3.4%
Knox Community Hospital	Business	816	3	3.0%
Kenyon College	Education	602	4	2.2%
Mount Vernon City Schools	Education	547	5	2.0%
Mount Vernon Developmental Center	Business	465	6	1.7%
Kokosing Construction Company	Business	450	7	1.7%
Knox County	County Government	434	8	1.6%
Mount Vernon Nazarene University	Education	400	9	1.5%
Wal-Mart	Business	365	10	1.4%
Total		6,197		
Total Employment within the County		27,000		

Employer	Nature of Business	2005		
		Number of Employees	Rank	Percentage of Total Employment
Rolls Royce Energy Systems	Business	850	1	2.8%
Ariel Corporation	Business	835	2	2.8%
Kenyon College	School	697	3	2.3%
Mount Vernon Nazarene University	School	537	4	1.8%
TRW Automotives	Business	513	5	1.7%
Knox Community Hospital	Business	483	6	1.6%
Mount Vernon City Schools	School	481	7	1.6%
Mount Vernon Developmental	Business	463	8	1.5%
Knox County	County Government	425	9	1.4%
Kokosing Construction Co Inc	Business	400	10	1.3%
Total		5,684		
Total Employment within the County		30,100		

Sources:

Area Development Foundation

Information on Principal Employers is not available prior to 2005.

Knox County, Ohio

Full Time Equivalent Employees by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Legislative and Executive					
Commissioners	22	18	16	18	17
Auditor	12	12	10	10	10
Treasurer	5	5	5	5	5
Prosecutor	8	7	8	8	7
Board of Elections	4	4	4	4	5
Recorder	6	6	6	5	6
Judicial					
Public Defender	6	6	6	6	6
Probate	3	6	6	4	5
Clerk of Courts	12	13	14	11	10
Common Pleas	9	10	10	11	12
Juvenile	19	17	18	15	16
Municipal Court	4	4	4	4	4
Public Safety					
Sheriff	56	60	64	66	65
911 Emergency Calling	23	24	26	26	25
Coroner	1	1	1	1	1
Emergency Management Agency	2	3	2	2	3
Public Works					
Roads and Bridges	39	40	36	39	38
Maps	3	3	3	3	3
Human Services					
Development Disability	82	86	90	83	77
Public Assistance	56	55	55	56	61
Child Support Enforcement	14	14	13	13	13
Children's Services	18	15	15	15	15
Veterans Services	2	3	4	6	6
Health					
Animal Control	3	4	3	3	5
Business-Type Activities					
Utilities					
Sewer	9	10	11	11	11
<i>Total Employees</i>	<u>418</u>	<u>426</u>	<u>430</u>	<u>425</u>	<u>426</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: County Auditor's Office

Knox County, Ohio

2007	2008	2009	2010	2011
17	18	18	17	18
10	10	9	9	9
5	5	5	5	5
8	10	9	8	8
5	5	6	4	4
5	5	4	5	5
6	6	6	6	6
5	4	3	3	3
12	12	10	12	11
11	13	12	12	15
16	19	19	18	16
4	4	4	4	4
70	63	60	63	61
26	27	28	30	27
1	1	1	1	1
2	3	3	2	1
36	37	35	34	33
3	3	3	2	2
63	59	33	31	29
63	63	60	54	52
12	14	14	14	11
18	19	21	21	19
5	4	5	5	6
5	5	5	4	5
11	10	10	10	9
419	419	383	374	360

Knox County, Ohio

Operating Indicators by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Legislative and Executive					
Number of Tax Bills	39,768	40,126	40,444	40,719	41,374
Number of Registered Voters	31,630	31,897	36,972	34,776	36,349
Number of Documents Recorded	18,556	21,325	15,925	16,242	14,819
Judicial					
Number of Probation Cases	301	305	298	309	277
Number of Traffic Cases	551	476	391	416	442
Number of Marriage Licenses	401	396	429	467	462
Public Safety					
Sheriff					
Number of Burglaries	193	178	159	199	140
Number of Larceny Investigations	312	377	408	381	375
Number of Traffic Accidents	435	446	392	292	249
Public Works					
Roads and Bridges					
Number of Tons of Asphalt Used	6,551	17,309	8,458	13,654	3,816
Number of Bridges Replaced	7	13	16	13	15
Number of Culverts Replaced	31	46	132	117	122
Human Service					
Development Disability					
Number of Programs Offered	6	6	5	5	5
Number of Individuals Served	363	341	379	396	345
Number of Individuals on Waiting Lists	107	120	242	237	289
Health					
Number of Birth & Death Certificates Issued	4,267	4,314	4,340	4,440	4,312
Number of Sewage Permits Issued	315	278	263	218	284
Number of Patients Served in Medical Clinic	1,198	1,471	1,502	1,740	1,662

Knox County, Ohio

2007	2008	2009	2010	2011
41,374	41,016	40,678	34,561	33,615
36,123	38,846	39,072	40,304	41,024
12,375	11,162	12,730	10,562	10,391
310	292	305	314	306
350	355	288	327	273
412	390	361	353	374
203	231	198	187	233
397	391	381	286	264
252	193	141	194	214
10,059	10,804	10,692	11,744	6,386
6	4	7	13	9
106	38	27	27	23
8	6	13	14	15
365	405	428	444	478
354	215	235	276	300
4,230	3,788	3,709	3,565	3,769
111	126	123	112	74
1,483	1,708	1,529	1,460	1,292

(Continued)

Knox County, Ohio

*Operating Indicators by Function
Last Ten Years*

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Business-Type Activities					
Sewer					
Number of Water Leaks	23	34	14	12	12
Number of New Services	99	122	99	101	65
Number of Install of Grinder Units	3	1	2	4	4

Source: Knox County Auditor

Knox County, Ohio

2007	2008	2009	2010	2011
37	31	28	26	15
41	37	32	29	18
3	1	0	0	1

Knox County, Ohio

Capital Asset Statistics by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Legislative and Executive					
Land (acres)	296.799	272.592	272.592	272.592	272.592
Buildings	54	54	54	55	55
Vehicles	4	5	6	5	5
Judicial					
Buildings	2	2	2	2	2
Public Safety					
Sheriff					
Stations	1	1	1	1	1
Vehicles	28	29	30	32	33
Public Works					
Land (acres)	10.180	10.180	10.180	10.180	10.180
Buildings	8	8	8	8	8
Vehicles	47	46	46	44	44
Health					
Land (acres)	3.180	3.180	3.180	3.180	3.180
Buildings	3	3	3	3	5
Vehicles	3	4	4	4	4
Human Services					
Land (acres)	23.546	23.546	23.546	23.546	23.546
Buildings	13	13	13	13	13
Vehicles	21	20	21	16	18
Business-Type Activities					
Utilities					
Sewer					
Land (acres)	86.626	86.626	86.626	86.626	86.626
Buildings	19	19	19	19	19
Sewerlines (Miles)	1,001,268	1,001,268	1,001,268	1,001,268	1,001,268
Vehicles	7	7	7	7	7
Landfill					
Land (acres)	229.569	229.569	229.569	229.569	229.569

Source: County Auditor's Office

Knox County, Ohio

2007	2008	2009	2010	2011
272.592	272.592	327.232	327.232	324.292
55	55	55	55	55
5	4	4	4	4
2	2	2	2	2
1	1	1	1	1
31	32	32	32	31
10.180	10.180	10.180	10.180	10.180
8	8	8	8	8
35	40	38	40	38
3.180	3.180	3.180	3.180	3.180
5	5	5	5	5
6	4	4	4	5
23.546	23.546	23.546	23.546	23.546
13	13	13	13	13
17	8	8	9	9
86.626	90.409	90.639	125.540	125.540
19	19	19	20	20
1,001,268	1,001,268	1,001,268	1,001,268	1,001,268
7	9	8	9	9
229.569	229.569	229.569	229.569	229.569





Dave Yost • Auditor of State

KNOX COUNTY

KNOX COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 31, 2012