

Mary Taylor, CPA
Auditor of State

**FINANCIAL CONDITION
KNOX COUNTY**

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KNOX COUNTY

FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2008

Federal Program	CFDA #	Pass-through Agency Awarding Number	Expenditures
United States Department of Transportation:			
Passed-through Ohio Department of Transportation:			
Highway Planning and Construction Grant	20.205	05N124	\$ 22,180
Direct Program:			
Airport Improvement Program	20.106	N/A	<u>1,131,967</u>
Total U.S. Department of Transportation			<u>1,154,147</u>
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 Total	17.258	31-6400072	245,736
Workforce Investment Act - Youth Total	17.259	31-6400072	172,494
Workforce Investment Act - Dislocated Worker Total	17.260	31-6400072	63,934
Workforce Investment Act - Rapid Response	17.260	31-6400072	<u>1,019</u>
Total U. S. Department of Labor and WIA Cluster			<u>483,183</u>
United States Department of Health and Human Services:			
Passed-through Ohio Secretary of State:			
Voting Access for Individuals with Disabilities	93.617	E06-0200-042	3,553
Passed-through Ohio Department of Mental Retardation and Developmental Disabilities:			
Social Services Block Grant - Title XX	93.667	31-6400072	52,189
State Children's Insurance Program - Title XXI	93.767	31-6400072	1,883
Title XIX - Targeted Case Management	93.778	31-6400072	250,240
Waiver Administration	93.778	31-6400072	<u>65,038</u>
Total Medical Assistance Program			<u>315,278</u>
Total U.S. Department of Health and Human Services			<u>372,903</u>

KNOX COUNTY

FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2008
(Continued)

Federal Program	CFDA #	Pass-through Agency Awarding Number	Expenditures
United States Department of Homeland Security:			
Passed through Ohio Emergency Management Agency:			
Homeland Security Program (Cluster):			
State Homeland Security Program	97.067	2007-GE-T7-0030	30,273
Citizen Corps Program		2006-GC-T6-0051	1,458
Total Homeland Security Program			<u>31,731</u>
Disaster Grants - Public Assistance	97.036	FEMA-1805-DR-U05L6	110,413
Emergency Management Performance Grants	97.042	2007-EM-E7-0024	27,527
		2007-EM-E7-0085	7,073
		2008-EM-E8-0002	3,112
Total Emergency Management Performance Grants			<u>37,712</u>
Total U.S. Department of Homeland Security			<u>179,856</u>
United States Department of Justice:			
Passed through the Ohio Attorney General:			
Crime Victims Assistance	16.575	2006SAGENE334T	27,350
Passed through the Ohio Department of Public Safety:			
Edward Byrne Memorial Justice Assistance Grant	16.738	2005-JG-C01-6298A	1,309
Total U.S. Department of Justice			<u>28,659</u>
United States Department of Housing and Urban Development:			
Passed through Ohio Department of Development:			
HOME Investment Partnerships Program	14.239	BC-06-039-2	113,720
		BC-08-039-2	11,000
Total HOME Investment Partnership Program			<u>124,720</u>
Community Development Block Grant / State's Program	14.228	BC-06-039-1	50,066
		BC-08-039-1	7,000
		BF-06-039-1	355,764
		BF-07-039-1	24,300
		BF-08-039-1	6,000
Total Community Development Block Grant / State's Program			<u>443,130</u>
Total U.S. Department of Housing and Urban Development			<u>567,850</u>
Total			<u>\$ 2,786,598</u>

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, 2008

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

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

The County has established a revolving loan program to provide low-interest loans to businesses to create jobs for persons from low-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. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule.

These loans are collateralized by mortgages on the property. At December 31, 2008, the gross amount of loans outstanding under this program was \$56,994.

NOTE C - MATCHING REQUIREMENTS

Certain Federal programs require that the County contribute non-Federal funds (matching funds) to support the Federally-funded programs. The County has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.

NOTE D – OUTSTANDING LOANS

In 2005, the Knox County Airport, a component unit of Knox County, secured a \$775,000 loan with the United States Department of Agriculture – Rural Development Program - CFDA# 10.766. At December 31, 2008, \$732,700 of the loan remained outstanding.

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Mary Taylor, CPA

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, 2008, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 19, 2009. 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 expressing our opinions on the financial statements, but not to opine 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the County's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

We consider findings 2008-001 and 2008-002 described in the accompanying schedule of findings to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the County's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and accordingly, would not necessarily disclose all significant deficiencies that are also material weaknesses. Of the significant deficiencies described above, we believe finding number 2008-001 is also a material weakness.

We also noted certain internal control matters that we reported to the County's management in a separate letter dated June 19, 2009.

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 an instance of noncompliance or other matters that we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings as item 2008-002.

We also noted certain noncompliance or other matters not requiring inclusion in this report that we reported to the County's management in a separate letter dated June 19, 2009.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings. We did not audit the County's responses and, accordingly, we express no opinion on them.

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



Mary Taylor, CPA
Auditor of State

June 19, 2009



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM, INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133, AND FEDERAL AWARDS EXPENDITURES SCHEDULE

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 apply to each of its major federal programs for the year ended December 31, 2008. 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 express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the types of 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 those 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 those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended December 31, 2008. In a separate letter to the County's management dated June 19, 2009, we reported other matters related to federal noncompliance not requiring inclusion in this report.

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 in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to administer a federal program such that there is more than a remote likelihood that the County's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is significant deficiency, or combination of significant deficiencies, that result in more than a remote likelihood that the County's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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 that might be 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.

Federal Awards Expenditures Schedule

We have audited the financial statements of the governmental activities, 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, 2008, and have issued our report thereon dated June 19, 2009. Our audit was performed to form opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying federal awards expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. 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, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Mary Taylor, CPA
Auditor of State

June 19, 2009

KNOX COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2008

1. SUMMARY OF AUDITOR'S RESULTS
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(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	Yes
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	Yes
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	CFDA # 20.106 – Airport Improvement Program CFDA # 14.228 – Community Development Block Grant – State's Program
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

KNOX COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2008
(Continued)

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

FINDING NUMBER 2008-001

Significant Deficiency/Material Weakness

Financial Statement Presentation – Airport (Discretely Presented Component Unit)

A monitoring system should be in place to prevent or detect material misstatements for the accurate presentation of the Airport's financial statements.

Incomplete GAAP (General Accepted Accounting Principles) financial statements were presented for audit. The statements required numerous audit adjustments which are reflected in the financial statements. The following errors were noted:

- Intergovernmental receivables were not posted (\$460,665).
- Contracts payable and related capital assets were understated (\$388,190).
- Capital Assets were overstated (\$149,550).
- Reversing entry was inaccurately posted (153,245).

We recommend the Airport's Board develop GAAP reporting policies that will assure that appropriate detailed documentation is obtained and summarized to compile year end GAAP statements including a review of the statements by someone independent of those completing daily accounting transactions. Additionally, the Airport Director should work closely with accountants contracted to compile the financial statements to assure accuracy.

OFFICIALS' RESPONSE:

Airport Manager - We will work more closely with our GAAP consultant to assure accuracy of the financial statements.

FINDING NUMBER 2008-002

Non-Compliance Citation/Significant Deficiency

Real Estate Assessment Fund

Ohio Rev. Code Section 319.54 (C) requires from all moneys collected by the county treasurer for personal property and classified property taxes, a fee be paid into the county treasury to the credit of the real estate assessment fund created by section 325.31 of the Ohio Revised Code, an amount to be determined by the county auditor, which shall not exceed the percentages prescribed in divisions (C) (1) and (2) of this section.

As a part of the February 2008 tax settlement process, assessment fees were properly calculated, however, fees totaling \$206,540 were posted to the General Fund in error instead of the Real Estate Assessment Fund as is required.

We recommend the County Auditor assign someone independent of the fee calculation process to review the fee calculations and subsequent posting of receipts to the County's funds.

KNOX COUNTY

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2008
(Continued)**

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

FINDING NUMBER 2008-002 (Continued)

Non-Compliance Citation/Significant Deficiency (Continued)

Real Estate Assessment Fund (Continued)

This adjustment has been made to the County's accounting system and is reflected in the financial statements.

OFFICIALS' RESPONSE:

County Auditor – Procedures have been implemented to prevent this from happening in the future.

3. FINDINGS FOR FEDERAL AWARDS

None

KNOX COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
 OMB CIRCULAR A -133 § .315 (b)
 DECEMBER 31, 2008

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2007-001	ORC Section 5705.41(D), Prior Certification of funds	Yes	
2007-002	Sheriff's Accounting System	Yes	
2007-003	Financial Statement Presentation - Airport (Component Unit)	No	Re-issued as finding 2008-001
2007-004	Financial Statement Presentation	Yes	
2007-005	Grant Monitoring	Yes	



KNOX COUNTY AUDITOR

KNOX COUNTY, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2008



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2008

*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
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June 19, 2009

To the Citizens of Knox County
and to The Board of County Commissioners:
the Honorable Thomas C. McLarnan
the Honorable Allen D. Stockberger
the Honorable Robert S. Wise:

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of Knox County, Ohio, for the year ended December 31, 2008. 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, 2008. 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, 2008***

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 2008, the Auditor employed nine 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 2008 employed four full-time and four 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 2008, 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 1,213 documents from 2007 with a total of 11,162 documents recorded in 2008.

The County Engineer is elected to a four year term and employs thirty-five 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, 2008***

The County Sheriff is elected to a four year term and is the head of six divisions. Twenty-one full-time employees make up the Patrol Division which provides protection for a total of 532 square miles of Knox County. The twenty-six 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-six 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 employees three full-time cooks. The Civil Process Division, which has three full-time employees, is responsible for serving all court processes. The last is the Community Relations Division, which has three full-time employees and is responsible for coordinating the county's neighborhood watch program, providing the Drug Abuse Resistance Education program in all city and county elementary schools as well as some junior high schools, operating the bicycle patrol on the Kokosing Gap Bike Trail and providing crime prevention and other public awareness programs.

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 six full-time employees and one part-time employee and received 1,310 cases filed in 2008. 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 2008, 20,805 titles were issued, a 9% decrease from 2007.

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 11 full-time employees and 2 part-time employees in 2008.

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 2008, the estate cases totaled 292, which was a decrease of 18 cases from 2007. Overall cases filed in Probate Court totaled 808 in 2008, which was a decrease of 44 from 2007. In 2008, the Juvenile Court cases filed totaled 1,200, which was an increase of 141 over 2007. This court also performs miscellaneous tasks such as assigning foreign judges and appointing the Humane Officer and members to the Board of Mental Retardation and Developmental 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. He orders autopsies and investigates suspicious deaths.

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 2008 totaled 38,846, a seven and one-half percent increase from 2007.

Letter of Transmittal

For the Year Ended December 31, 2008

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 insure that the financial statements are complete and not misleading.

The County's reporting entity includes the financial activities of the County Board of Mental Retardation and Developmental 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 Board of Education, 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, 11 and 12 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 second 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. Fredericktown and Centerburg are in their second year of providing additional outlets for local vendors and consumers. The Owl Creek Produce Auction, located outside of Waterford, entered its third 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.

***Letter of Transmittal
For the Year Ended December 31, 2008***

The Knox County Agricultural Museum began construction of a new addition in the fall of 2007. Formed in 1989, it has had to expand numerous times to hold the collection of historic farming and community-related items it has amassed. The expansion will better equip the museum to service patrons who come from all over Ohio to see the collection. Fund raising continues to cover the costs of the current expansion, which is now under roof and was completed in time for a grand re-opening held during the Knox County Fair in July, 2008.

Several new businesses opened in Knox County and construction or renovations of commercial buildings have been started. Two large corporations have expanded their businesses. Sanoh America broke ground in 2008, constructing a new plant on Blackjack Road. The company plans to build a 235,000 square foot facility on 27 acres. The project is an estimated \$11 million investment and will help create about 100 jobs. United Precast also expanded, buying two properties – the Westenbarger & Son Inc. building and 50 acres of land, including buildings, of the United Producers Inc. property off of Columbus Road.

Dog Parks were built in Gambier as well as a Wolf Run Regional Park on Yauger Road so dogs can run freely.

Employee Relations

Knox County has four separate unions, whose labor contracts commence at various times. The County Engineer has twenty-four members in the American Federation of State, County and Municipal Employees (A.F.S.C.M.E.) Local 2803. This contract commenced July 1, 2005, and it expired on June 30, 2008. A new contract was entered into effective July 1, 2008 thru June 30, 2011.

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, 2006 for a three year period and expired on December 31, 2008.

The Department of Job & Family Services has seventy-one members in the A.F.S.C.M.E. Local 657. This contract commenced on July 1, 2006 for a three-year period and expires on June 30, 2009.

The Emergency Management 9-1-1 has twenty-four members in the Fraternal Order of Police, Ohio Labor Council, Inc. This contract commenced January 1, 2007 for a three-year period. It expires on December 31, 2009. 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 October, the Ohio Department of Natural Resources awarded \$150,000 toward the improvement of two bridges along the route. The trail is complete in the Village of Centerburg, which is about three miles connecting the High School, which sets on the western side of the Village, to the eastern side, and is named after the school logo of the Trojan Trail.

The Knox County Memorial Theater received a partial facelift in 2008, the aging cupola was replaced by a prefabricated aluminum cupola. The project cost was \$163,251 and was completed in early October.

***Letter of Transmittal
For the Year Ended December 31, 2008***

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 Jelloway, Millwood, Amity, Rich Hill, Mount Liberty, Brandon and Bladensburg. The goal is to get wastewater facilities in each community to handle the wastewater in an environmentally friendly manor.

The Knox County Airport has been upgraded many times in the past years and last year was no exception. The plan to extend the taxiway by 2,000 feet was successfully completed in 2008.

Cash Management

During the year ended December 31, 2008, the County's cash resources were divided into bank deposits and investments. The County Treasurer, custodian of all County monies, is responsible for investing all idle funds and for directing the investment policies of the County. The County pools its cash to maximize investment efficiency and to simplify accountability.

Among the County's investments, Knox County participates in the State Treasurer's investment pool of Ohio (STAR Ohio). This statewide investment pool was established in January 1986 for governmental entities in Ohio and is administrated by the Treasurer of State. The County Treasurer continued with a hired investment firm to help with county investments. Interest is allocated to the General Fund and to other qualifying funds. Interest for all funds of the primary government during 2008 was \$776,636.

Risk Management

The County contracts with County Risk Sharing Authority (CORSA) for liability, property and crime insurance. In addition, the County maintains replacement cost insurance on buildings and contents. The County also maintains Workers' Compensation for all employees by paying premiums to the State.

Knox County manages the hospital/medical health benefits for its employees on a self-insured basis. A third party administrator processes and pays claims. A stop loss carrier covers claims in excess of \$125,000 per employee per year. The advantages of the self-insurance arrangement include Knox County holding the reserves and earning interest on them as well as savings on administrative costs. Control of the plan rests with the County.

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, 2008, by our independent auditor, Mary Taylor, CPA, 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.

***Letter of Transmittal
For the Year Ended December 31, 2008***

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, 2007. 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 eighteen 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.

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 nineteenth 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, 2008***

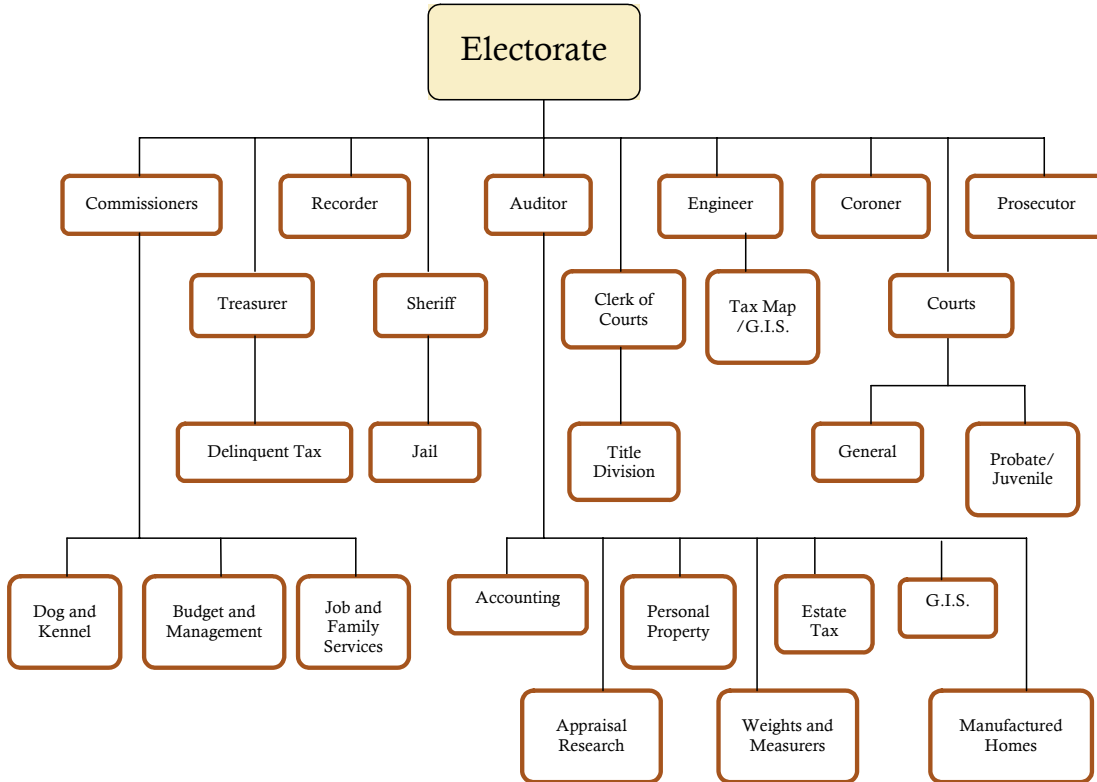
OFFICE HELD	NAME OF OFFICIAL
Commissioners	Allen D. Stockberger Robert S. Wise Thomas C. McLarnan
Auditor *	Margaret Ann Ruhl
Clerk of Courts	Mary Jo Hawkins
Coroner	Jeffrey L. Bowers
Engineer	James L. Henry
Prosecutor	John C. Thatcher
Recorder	John L. Lybarger
Sheriff	David B. Barber
Treasurer	Sandra Mizer

JUDGES

Common Pleas Judge	Otho Eyster
Juvenile/Probate	James Ronk

*Effective January 8, 2009 Jonette Curry was appointed to complete the unexpired term of the County Auditor that ends March 2011.

**County Organizational Chart
For the Year Ended December 31, 2008**



Statutory Boards and Committees

County Budget Commission	Board of Elections
Auditor *	Data Board
Treasurer	Veterans Commission
Prosecutor	

* Serve as Secretary

Appointed Board

Mental Retardation/Development
Disabilities Board

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, 2007

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.



President

Executive Director

FINANCIAL SECTION





Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Knox County
117 East High Street
Mount Vernon, Ohio 43050

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, 2008, 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, 2008, 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 Board and Mental Retardation Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2009, 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.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. 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 tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

June 19, 2009

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, 2008. 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 2008 are as follows:

- ❑ In total, net assets decreased \$3,545,108. Net assets of governmental activities decreased \$3,712,254, which represents a 5.2% decrease from 2007. Net assets of business-type activities increased \$167,146 or 4.3% from 2007.
- ❑ General revenues accounted for \$18,350,507 in revenue or 46.4% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$21,213,998 or 53.6% of total revenues of \$39,564,505.
- ❑ The County had \$41,621,295 in expenses related to governmental activities; only \$19,814,385 of these expenses were offset by program specific charges for services, grants or contributions.
- ❑ Among major funds, the general fund had \$12,791,423 in revenues and \$12,878,531 in expenditures. The general fund's fund balance decreased \$949,645 to a balance of \$1,802,168. This decrease is attributable to a decrease in investment earnings due to the decline in interest rates.

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, 2008***

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 2008 compared to 2007:

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$36,503,844	\$36,025,879	\$2,838,322	\$2,501,456	\$39,342,166	\$38,527,335
Capital assets, Net	54,596,752	56,774,373	2,821,828	3,092,589	57,418,580	59,866,962
Total assets	91,100,596	92,800,252	5,660,150	5,594,045	96,760,746	98,394,297
Long-term liabilities outstanding	10,829,594	11,317,349	1,543,610	1,647,903	12,373,204	12,965,252
Other liabilities	12,165,789	9,665,436	46,763	43,511	12,212,552	9,708,947
Total liabilities	22,995,383	20,982,785	1,590,373	1,691,414	24,585,756	22,674,199
Net assets						
Invested in capital assets, net of related debt	46,177,057	46,412,153	2,759,725	3,028,127	48,936,782	49,440,280
Restricted	17,732,203	19,198,230	0	0	17,732,203	19,198,230
Unrestricted	4,195,953	6,207,084	1,310,052	874,504	5,506,005	7,081,588
Total net assets	\$68,105,213	\$71,817,467	\$4,069,777	\$3,902,631	\$72,174,990	\$75,720,098

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KNOX COUNTY, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2008**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for 2008 compared to 2007:

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues						
Program Revenues:						
Charges for Services and Sales	\$3,536,030	\$3,157,499	\$1,359,615	\$1,319,448	\$4,895,645	\$4,476,947
Operating Grants and Contributions	15,860,786	16,638,278	0	0	15,860,786	16,638,278
Capital Grants and Contributions	417,569	848,177	39,998	56,368	457,567	904,545
Total Program Revenues	19,814,385	20,643,954	1,399,613	1,375,816	21,213,998	22,019,770
General Revenues:						
Property Taxes	7,642,714	8,012,051	0	0	7,642,714	8,012,051
Sales Taxes	5,439,281	5,404,743	0	0	5,439,281	5,404,743
Intergovernmental Revenues, Unrestricted	2,758,915	2,357,839	0	0	2,758,915	2,357,839
Investment Earnings	707,531	1,499,020	69,105	93,739	776,636	1,592,759
Miscellaneous	1,732,961	1,784,125	0	0	1,732,961	1,784,125
Total General Revenues	18,281,402	19,057,778	69,105	93,739	18,350,507	19,151,517
Total Revenues	38,095,787	39,701,732	1,468,718	1,469,555	39,564,505	41,171,287
Program Expenses						
General Government						
Legislative and Executive	7,669,993	6,596,815	0	0	7,669,993	6,596,815
Judicial	2,255,167	2,178,492	0	0	2,255,167	2,178,492
Public Safety	6,416,779	6,023,816	0	0	6,416,779	6,023,816
Public Works	6,624,205	6,966,197	0	0	6,624,205	6,966,197
Health	473,310	551,510	0	0	473,310	551,510
Human Services	15,647,060	14,053,643	0	0	15,647,060	14,053,643
Intergovernmental	2,057,835	2,081,824	0	0	2,057,835	2,081,824
Interest and Fiscal Charges	476,946	499,031	0	0	476,946	499,031
Sewer	0	0	1,488,318	1,035,406	1,488,318	1,035,406
Landfill	0	0	0	0	0	0
Total Expenses	41,621,295	38,951,328	1,488,318	1,035,406	43,109,613	39,986,734
Change in Net Assets Before Transfers	(3,525,508)	750,404	(19,600)	434,149	(3,545,108)	1,184,553
Transfers	(186,746)	7,121	186,746	(7,121)	0	0
Total Change in Net Assets	(3,712,254)	757,525	167,146	427,028	(3,545,108)	1,184,553
Beginning Net Assets, Restated	71,817,467	71,059,942	3,902,631	3,475,603	75,720,098	74,535,545
Ending Net Assets	\$68,105,213	\$71,817,467	\$4,069,777	\$3,902,631	\$72,174,990	\$75,720,098

Governmental Activities

Net assets of the County's governmental activities decreased by \$3,712,254. This was due mainly to decreases in interest earnings on investments and less grant funding received for operating and capital activities. Additionally, the need for public assistance and public safety activity increased in 2008. Operating grants and contributions, which represent the largest program revenue totaled \$15,860,786. The major recipients of these program specific grants were the County Engineer, Job and Family Services, Children's Services and the Mental Health Services Board.

KNOX COUNTY, OHIO

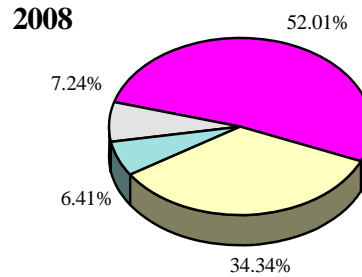
**Management's Discussion and Analysis
For the Year Ended December 31, 2008**

Unaudited

Tax revenue accounts for \$13,081,995 of the \$38,095,787 in total revenues for governmental activities. Sales tax accounted for \$5,439,281, or approximately 41.6% of total tax revenue.

The County's direct charges to users of governmental services totaled \$3,536,030. This amount represents 9.3% of total revenues for governmental activities and 17.8% of program specific revenues.

Revenue Sources	2008	Percent of Total
Intergovernmental Revenues	\$2,758,915	7.24%
Program Revenues	19,814,385	52.01%
General Tax Revenues	13,081,995	34.34%
General Other	2,440,492	6.41%
Total Revenue	\$38,095,787	100.00%



Business-Type Activities

Net assets of the business-type activities increased by \$167,146. This is attributable to keeping revenues and expenses steady in the Sewer District and Landfill funds. These programs had revenues of \$1,468,718 and expenses of \$1,488,318 for fiscal year 2008. 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 \$14,555,011, which is lower than last year's total of \$18,679,534. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2008 and 2007.

	Fund Balance December 31, 2008	Fund Balance December 31, 2007	Increase (Decrease)
General	\$1,802,168	\$2,751,813	(\$949,645)
Public Assistance	1,396,492	3,291,710	(1,895,218)
Motor Vehicle and Gasoline Tax	427,539	591,937	(164,398)
Children Services Board	3,081,872	3,243,426	(161,554)
Mental Retardation	2,626,228	3,672,313	(1,046,085)
Other Governmental	5,220,712	5,128,335	92,377
Total	\$14,555,011	\$18,679,534	(\$4,124,523)

KNOX COUNTY, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2008**

Unaudited

General Fund – The County's General Fund balance decreased from 2007 to 2008. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2008	2007	Increase
	Revenues	Revenues	(Decrease)
Taxes	\$7,791,105	\$7,858,436	(\$67,331)
Intergovernmental Revenues	1,880,225	1,926,952	(46,727)
Charges for Services	1,820,324	1,700,644	119,680
Licenses and Permits	4,440	4,423	17
Investment Earnings	626,837	1,345,955	(719,118)
Fines and Forfeitures	56,600	67,660	(11,060)
All Other Revenue	611,892	584,418	27,474
Total	<u>\$12,791,423</u>	<u>\$13,488,488</u>	<u>(\$697,065)</u>

General Fund revenues in 2008 decreased approximately 5.2% compared to revenues in fiscal year 2007. This decrease is primarily the result of decreases in investment earnings. Investment earnings decreased because the interest rates decreased in 2008 compared to 2007.

	2008	2007	Increase
	Expenditures	Expenditures	(Decrease)
General Government:			
Legislative and Executive	\$5,947,865	\$5,176,308	\$771,557
Judicial	1,982,751	1,945,819	36,932
Public Safety	3,794,165	3,625,131	169,034
Public Works	114,844	201,715	(86,871)
Health	167,416	161,580	5,836
Human Services	594,332	512,754	81,578
Capital Outlay	270,578	417,713	(147,135)
Debt Service:			
Principal Retirement	<u>6,580</u>	<u>0</u>	<u>6,580</u>
Total	<u>\$12,878,531</u>	<u>\$12,041,020</u>	<u>\$837,511</u>

Expenditures increased by \$837,511 or 7.0% from the prior year. The increase is primarily due to an increase in Legislative and Executive as a result of expenditures for the Heart of Ohio Trail.

Public Assistance Fund – The County's Public Assistance Fund balance decreased by 57.6%. This decrease in fund balance was the result of the loss of grant monies.

Motor Vehicle and Gasoline Tax Fund – The County's Motor Vehicle and Gasoline Tax Fund balance decreased by 27.8%. This decrease in fund balance was the result of a decrease in inventory of supplies.

***Management's Discussion and Analysis
For the Year Ended December 31, 2008***

Unaudited

Children Services Board Fund – The fund balance reported in the Children Services Board Fund decreased by 5.0%. Expenditures have increased in this fund.

Mental Retardation Fund – The fund balance reported in the Mental Retardation Fund decreased by 28.5%. This decrease in fund balance was the result of a decrease in Cash with Fiscal Agent.

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 fiscal year 2008 the County amended its General Fund budget several times, none significant. The \$1.2 million positive variance with the final budget was the result of budgeting for contingencies that did not occur such as increased health insurance expenses and emergency repairs.

For the General Fund, budget basis revenue of \$14.11 million did not change over 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 2008 the County had \$57,418,580 net of accumulated depreciation invested in land, buildings, equipment, vehicles and infrastructure. Of this total, \$54,596,752 was related to governmental activities and \$2,821,828 to the business-type activities. The following table shows fiscal 2008 and 2007 balances:

	Governmental Activities		Increase (Decrease)
	2008	2007	
Land	\$3,511,122	\$3,511,122	\$0
Construction in Progress	430,577	0	430,577
Capital Assets not Being Depreciated	<u>3,941,699</u>	<u>3,511,122</u>	<u>430,577</u>
Buildings and Improvements	25,322,624	26,924,065	(1,601,441)
Vehicles	2,256,527	2,674,226	(417,699)
Machinery and Equipment	4,840,121	4,605,761	234,360
Computer Equipment	1,028,998	1,050,151	(21,153)
Infrastructure	<u>44,635,322</u>	<u>44,762,699</u>	<u>(127,377)</u>
Capital Assets Being Depreciated	<u>78,083,592</u>	<u>80,016,902</u>	<u>(1,933,310)</u>
Less: Accumulated Depreciation	<u>(27,428,539)</u>	<u>(26,753,651)</u>	<u>(674,888)</u>
Totals	<u><u>\$54,596,752</u></u>	<u><u>\$56,774,373</u></u>	<u><u>(\$2,177,621)</u></u>

KNOX COUNTY, OHIO**Management's Discussion and Analysis
For the Year Ended December 31, 2008****Unaudited**

The primary decreases occurred in removing the Health Building which is being leased to the Knox County Health Department.

	Business-Type Activities		Increase (Decrease)
	2008	2007	
Land	\$244,359	\$236,839	\$7,520
Capital Assets Not Being Depreciated	244,359	236,839	7,520
Buildings and Improvements	834,571	834,571	0
Vehicles	218,936	172,265	46,671
Machinery and Equipment	1,386,968	1,358,558	28,410
Computer Equipment	66,819	65,057	1,762
Sewer and Water Lines	2,062,904	2,062,904	0
Capital Assets Being Depreciated	4,570,198	4,493,355	76,843
Less: Accumulated Depreciation	(1,992,729)	(1,637,605)	(355,124)
Totals	\$2,821,828	\$3,092,589	(\$270,761)

Business-type activities did not significantly change from 2007. Additional information on the County's capital assets can be found in Note 10.

Debt

At December 31, 2008, the County had \$9.3 million in general obligation bonds outstanding, \$595,000 due within one year. The following table summarizes the County's debt outstanding as of December 31, 2008 and 2007:

	2008	2007
Governmental Activities:		
General Obligation Bonds	\$9,260,000	\$9,830,000
OPWC Loan Payable	304,948	343,883
OWDA Loan Payable	112,609	0
Capital Leases Payable	71,747	188,337
Compensated Absences	1,080,290	955,129
Total Governmental Activities	10,829,594	11,317,349
Business-Type Activities:		
OWDA Loan Payable	62,103	64,462
Landfill Postclosure Care Liability	1,450,801	1,560,287
Compensated Absences	30,706	23,154
Total Business-Type Activities	1,543,610	1,647,903
Totals	\$12,373,204	\$12,965,252

Additional information on the County's long-term debt can be found in Note 18.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The 2009 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.

Knox County's economy has been resilient in contrast to other counties in the State of Ohio. Sales tax revenue remained stable in 2008. The key factor is the County retail market maintaining its stability and maintaining a diversified commercial and industrial economic base. There was a reevaluation of all properties within the County in 2008. The County experienced an increase in property values and three County levies were passed that will ultimately result in increased tax revenue.

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, 2008**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Knox County Airport
Assets:				
Cash and Cash Equivalents	\$ 15,848,814	\$ 2,277,759	\$ 18,126,573	\$ 0
Cash and Cash Equivalents in Segregated Accounts	124,899	0	124,899	392,224
Cash and Cash Equivalents with Fiscal Agent	1,174,318	0	1,174,318	0
Receivables:				
Taxes	10,647,706	0	10,647,706	0
Accounts	92,666	369,727	462,393	12,445
Intergovernmental	6,684,336	0	6,684,336	460,665
Interest	135,427	0	135,427	0
Lease	1,217,000	0	1,217,000	0
Special Assessments	15,639	73,408	89,047	0
Loans	56,994	0	56,994	0
Due from Component Unit	64,311	0	64,311	0
Loans Receivable from Component Unit	180,000	0	180,000	0
Inventory of Supplies	175,964	107,543	283,507	18,355
Prepaid Items	85,770	9,885	95,655	0
Capital Assets not Being Depreciated	3,941,699	244,359	4,186,058	2,053,411
Capital Assets Being Depreciated, net	50,655,053	2,577,469	53,232,522	6,709,509
Total Assets	91,100,596	5,660,150	96,760,746	9,646,609
Liabilities:				
Accounts Payable	631,057	12,465	643,522	3,017
Accrued Wages and Benefits	695,554	21,316	716,870	0
Intergovernmental Payable	460,874	12,982	473,856	0
Contracts Payable	384,304	0	384,304	388,190
Claims Payable	405,003	0	405,003	0
Matured Bonds and Interest Payable	48,379	0	48,379	0
Due to Primary Government	0	0	0	64,311
Unearned Revenue	9,503,305	0	9,503,305	0
Accrued Interest Payable	37,313	0	37,313	0
Long Term Liabilities:				
Due Within One Year	1,512,198	103,727	1,615,925	33,100
Due in More Than One Year	9,317,396	1,439,883	10,757,279	976,600
Total Liabilities	22,995,383	1,590,373	24,585,756	1,465,218

KNOX COUNTY, OHIO

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Knox County Airport
Net Assets:				
Invested in Capital Assets, Net of Related Debt	46,177,057	2,759,725	48,936,782	7,365,030
Restricted For:				
Public Safety	2,507,823	0	2,507,823	0
Public Works	2,355,396	0	2,355,396	0
Human Services	9,691,776	0	9,691,776	0
Capital Projects	919,370	0	919,370	0
Debt Service	317,757	0	317,757	57,572
Other Purposes	1,940,081	0	1,940,081	0
Unrestricted	4,195,953	1,310,052	5,506,005	758,789
Total Net Assets	\$ 68,105,213	\$ 4,069,777	\$ 72,174,990	\$ 8,181,391

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Activities
For the Year Ended December 31, 2008**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government:				
Legislative and Executive	\$ 7,669,993	\$ 1,469,638	\$ 139,748	\$ 215,090
Judicial	2,255,167	610,516	0	0
Public Safety	6,416,779	857,152	603,323	0
Public Works	6,624,205	109,294	5,092,973	202,479
Health	473,310	184,077	61,792	0
Human Services	15,647,060	305,353	9,962,950	0
Intergovernmental	2,057,835	0	0	0
Interest and Fiscal Charges	476,946	0	0	0
Total Governmental Activities	41,621,295	3,536,030	15,860,786	417,569
Business-Type Activities:				
Sewer District Fund	1,488,318	1,340,980	0	39,998
Landfill Fund	0	18,635	0	0
Total Business-Type Activities	1,488,318	1,359,615	0	39,998
Total Primary Government	\$ 43,109,613	\$ 4,895,645	\$ 15,860,786	\$ 457,567
Component Units:				
Knox County Airport	\$ 692,594	\$ 520,992	\$ 46,000	\$ 1,249,869
Total Component Units	\$ 692,594	\$ 520,992	\$ 46,000	\$ 1,249,869
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
\$ (5,845,517)	\$ 0	\$ (5,845,517)	
(1,644,651)	0	(1,644,651)	
(4,956,304)	0	(4,956,304)	
(1,219,459)	0	(1,219,459)	
(227,441)	0	(227,441)	
(5,378,757)	0	(5,378,757)	
(2,057,835)	0	(2,057,835)	
(476,946)	0	(476,946)	
<u>(21,806,910)</u>	<u>0</u>	<u>(21,806,910)</u>	
0	(107,340)	(107,340)	
<u>0</u>	<u>18,635</u>	<u>18,635</u>	
<u>0</u>	<u>(88,705)</u>	<u>(88,705)</u>	
<u>(21,806,910)</u>	<u>(88,705)</u>	<u>(21,895,615)</u>	
			<u>\$ 1,124,267</u>
			<u>1,124,267</u>
3,653,400	0	3,653,400	0
3,989,314	0	3,989,314	0
5,439,281	0	5,439,281	0
2,758,915	0	2,758,915	0
707,531	69,105	776,636	16,270
1,732,961	0	1,732,961	3,053
(186,746)	186,746	0	0
<u>18,094,656</u>	<u>255,851</u>	<u>18,350,507</u>	<u>19,323</u>
(3,712,254)	167,146	(3,545,108)	1,143,590
<u>71,817,467</u>	<u>3,902,631</u>	<u>75,720,098</u>	<u>7,037,801</u>
<u>\$ 68,105,213</u>	<u>\$ 4,069,777</u>	<u>\$ 72,174,990</u>	<u>\$ 8,181,391</u>

KNOX COUNTY, OHIO**Balance Sheet
Governmental Funds
December 31, 2008**

	General	Public Assistance	Motor Vehicle and Gasoline Tax	Children Services Board
Assets:				
Cash and Cash Equivalents	\$ 1,598,878	\$ 1,774,079	\$ 212,094	\$ 3,170,003
Cash and Cash Equivalents in Segregated Accounts	21,282	0	0	0
Cash and Cash Equivalents with Fiscal Agent	0	9,837	0	0
Receivables:				
Taxes	4,134,941	0	0	878,072
Accounts	35,109	4,968	349	0
Intergovernmental	808,732	1,840,180	2,424,361	92,651
Interest	132,277	0	362	0
Leases	0	0	0	0
Special Assessments	0	0	0	0
Loans	0	0	0	0
Due from Other Funds	8,826	0	0	0
Interfund Receivable	2,300	0	0	0
Due from Component Unit	64,311	0	0	0
Loan Receivable from Component Unit	180,000	0	0	0
Inventory of Supplies	3,544	0	172,420	0
Prepaid Items	61,291	11,972	0	0
Total Assets	\$ 7,051,491	\$ 3,641,036	\$ 2,809,586	\$ 4,140,726
Liabilities:				
Accounts Payable	\$ 72,955	\$ 92,252	\$ 201,577	\$ 66,213
Accrued Wages and Benefits Payable	277,837	121,265	80,128	37,623
Intergovernmental Payable	188,571	72,319	46,522	21,842
Contracts Payable	155,562	121,785	0	6,359
Matured Bonds and Interest Payable	0	0	0	0
Due to Other Funds	127,476	3,774	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	4,426,922	1,833,149	2,053,820	926,817
Total Liabilities	5,249,323	2,244,544	2,382,047	1,058,854

KNOX COUNTY, OHIO

Mental Retardation	Other Governmental Funds	Total Governmental Funds
\$ 1,730,078	\$ 5,120,005	\$ 13,605,137
0	103,617	124,899
1,071,486	6,533	1,087,856
3,759,191	1,875,502	10,647,706
1,024	40,849	82,299
670,657	847,755	6,684,336
0	32	132,671
0	1,217,000	1,217,000
0	15,639	15,639
0	56,994	56,994
0	127,476	136,302
0	292	2,592
0	0	64,311
0	0	180,000
0	0	175,964
9,885	2,622	85,770
<u>\$ 7,242,321</u>	<u>\$ 9,414,316</u>	<u>\$ 34,299,476</u>
\$ 0	\$ 198,060	\$ 631,057
64,489	114,212	695,554
62,496	69,124	460,874
66,775	33,823	384,304
0	48,379	48,379
0	5,052	136,302
0	2,592	2,592
4,422,333	3,722,362	17,385,403
<u>4,616,093</u>	<u>4,193,604</u>	<u>19,744,465</u>

(Continued)

KNOX COUNTY, OHIO

**Balance Sheet
Governmental Funds
December 31, 2008**

	General	Public Assistance	Motor Vehicle and Gasoline Tax	Children Services Board
Fund Balances:				
Reserved for Encumbrances	418,010	525,867	2,382	159,121
Reserved for Supplies Inventory	3,544	0	172,420	0
Reserved for Debt Service	0	0	0	0
Reserved for Loans Receivable	0	0	0	0
Reserved for Loan Receivable from Component Unit	180,000	0	0	0
Undesignated, Unreserved in:				
General Fund	1,200,614	0	0	0
Special Revenue Funds	0	870,625	252,737	2,922,751
Capital Projects Funds	0	0	0	0
Total Fund Balances	<u>1,802,168</u>	<u>1,396,492</u>	<u>427,539</u>	<u>3,081,872</u>
Total Liabilities and Fund Balances	<u>\$ 7,051,491</u>	<u>\$ 3,641,036</u>	<u>\$ 2,809,586</u>	<u>\$ 4,140,726</u>

See accompanying notes to the financial statements

KNOX COUNTY, OHIO

<u>Mental Retardation</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
16,761	177,088	1,299,229
0	0	175,964
0	355,070	355,070
0	56,994	56,994
0	0	180,000
0	0	1,200,614
2,609,467	3,881,252	10,536,832
<u>0</u>	<u>750,308</u>	<u>750,308</u>
<u>2,626,228</u>	<u>5,220,712</u>	<u>14,555,011</u>
<u>\$ 7,242,321</u>	<u>\$ 9,414,316</u>	<u>\$ 34,299,476</u>

KNOX COUNTY, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
December 31, 2008***

Total Governmental Fund Balances		\$ 14,555,011
<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.		54,596,752
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		7,882,098
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.		1,938,259
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	(9,260,000)	
Ohio Public Works Commission Loan Payable	(304,948)	
Ohio Water Development Authority Loan Payable	(112,609)	
Compensated Absences Payable	(1,080,290)	
Capital Lease Payable	(71,747)	
Accrued Interest Payable	(37,313)	
		<u>(10,866,907)</u>
<i>Net Assets of Governmental Activities</i>		<u>\$ 68,105,213</u>

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, 2008**

	General	Public Assistance	Motor Vehicle and Gasoline Tax	Children Services Board
Revenues:				
Taxes	\$ 7,791,105	\$ 0	\$ 0	\$ 902,315
Intergovernmental Revenues	1,880,225	4,363,752	5,037,503	1,051,048
Charges for Services	1,820,324	0	7,336	91,596
Licenses and Permits	4,440	0	0	0
Investment Earnings	626,837	6	7,224	0
Special Assessments	0	0	0	0
Fines and Forfeitures	56,600	0	15,111	0
All Other Revenue	611,892	507,278	31,298	48,659
Total Revenue	12,791,423	4,871,036	5,098,472	2,093,618
Expenditures:				
Current:				
General Government:				
Legislative and Executive	5,947,865	0	0	0
Judicial	1,982,751	0	0	0
Public Safety	3,794,165	0	0	0
Public Works	114,844	0	4,949,003	0
Health	167,416	0	0	0
Human Services	594,332	6,663,039	0	2,255,172
Intergovernmental	0	0	0	0
Capital Outlay	270,578	0	0	0
Debt Service:				
Principal Retirement	6,580	0	155,525	0
Interest and Fiscal Charges	0	0	7,910	0
Total Expenditures	12,878,531	6,663,039	5,112,438	2,255,172
Excess (Deficiency) of Revenues Over Expenditures	(87,108)	(1,792,003)	(13,966)	(161,554)
Other Financing Sources (Uses):				
Ohio Water Development Authority Loan	119,189	0	0	0
Transfers In	305,200	200,000	0	0
Transfers Out	(1,287,630)	(303,215)	0	0
Total Other Financing Sources (Uses)	(863,241)	(103,215)	0	0
Net Change in Fund Balances	(950,349)	(1,895,218)	(13,966)	(161,554)
Fund Balances at Beginning of Year	2,751,813	3,291,710	591,937	3,243,426
Increase (Decrease) in Inventory Reserve	704	0	(150,432)	0
Fund Balances End of Year	\$ 1,802,168	\$ 1,396,492	\$ 427,539	\$ 3,081,872

See accompanying notes to the financial statements

KNOX COUNTY, OHIO

	Mental Retardation	Other Governmental Funds	Total Governmental Funds
\$	1,263,002	\$ 3,160,876	\$ 13,117,298
	1,816,129	3,402,557	17,551,214
	0	1,305,171	3,224,427
	0	163,204	167,644
	0	5,625	639,692
	0	46,702	46,702
	0	21,513	93,224
	181,463	380,733	1,761,323
	<u>3,260,594</u>	<u>8,486,381</u>	<u>36,601,524</u>
	0	933,021	6,880,886
	0	233,956	2,216,707
	0	2,206,528	6,000,693
	0	16,868	5,080,715
	0	281,951	449,367
	4,306,679	1,431,434	15,250,656
	0	2,057,835	2,057,835
	0	1,088,344	1,358,922
	0	570,000	732,105
	0	472,966	480,876
	<u>4,306,679</u>	<u>9,292,903</u>	<u>40,508,762</u>
	(1,046,085)	(806,522)	(3,907,238)
	0	0	119,189
	0	1,317,078	1,822,278
	0	(418,179)	(2,009,024)
	0	898,899	(67,557)
	(1,046,085)	92,377	(3,974,795)
	3,672,313	5,128,335	18,679,534
	0	0	(149,728)
\$	<u>2,626,228</u>	<u>\$ 5,220,712</u>	<u>\$ 14,555,011</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, 2008***

Net Change in Fund Balances - Total Governmental Funds \$(3,974,795)

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 depreciation exceeded capital outlays in the current period.

Capital Outlay	2,287,893	
Depreciation Expense	<u>(2,804,411)</u>	(516,518)

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. (444,103)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 1,426,424

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	(119,189)	
General Obligation Bond Principal Payment	570,000	
Ohio Public Works Commission Principal Payment	38,935	
Ohio Water Development Authority Principal Payment	6,580	
Capital Lease Principal Payment	<u>116,590</u>	612,916

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 3,930

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	(125,161)	
Change in Inventory	<u>(149,728)</u>	(274,889)

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. (545,219)

Change in Net Assets of Governmental Activities \$ (3,712,254)

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, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 7,826,500	\$ 7,826,500	\$ 7,778,036	\$ (48,464)
Intergovernmental Revenues	1,893,313	1,893,313	1,881,177	(12,136)
Charges for Services	1,875,700	1,875,700	1,812,397	(63,303)
Licenses and Permits	4,500	4,500	4,516	16
Investment Earnings	1,450,000	1,450,000	831,636	(618,364)
Fines and Forfeitures	77,000	77,000	58,486	(18,514)
All Other Revenues	731,900	731,900	629,312	(102,588)
Total Revenues	<u>13,858,913</u>	<u>13,858,913</u>	<u>12,995,560</u>	<u>(863,353)</u>
Expenditures:				
General Government - Legislative and Executive	6,751,440	7,113,184	6,295,935	817,249
General Government - Judicial	2,073,746	2,111,295	2,072,266	39,029
Public Safety	3,867,969	3,945,425	3,874,774	70,651
Public Works	386,341	189,116	110,656	78,460
Health	178,451	178,451	167,878	10,573
Human Services	642,310	627,310	595,528	31,782
Conservation and Recreation	7,500	7,500	0	7,500
Capital Outlay	500,942	458,233	299,519	158,714
Total Expenditures	<u>14,408,699</u>	<u>14,630,514</u>	<u>13,416,556</u>	<u>1,213,958</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(549,786)	(771,601)	(420,996)	350,605
Other Financing Sources (Uses):				
Other Financing Uses	(270,451)	(238,551)	(120,558)	117,993
Ohio Water Development Authority Loan	0	0	116,021	116,021
Transfers In	250,000	250,000	236,095	(13,905)
Transfers Out	(1,327,000)	(1,197,295)	(1,196,779)	516
Advances Out	0	(2,300)	(2,300)	0
Total Other Financing Sources (Uses)	<u>(1,347,451)</u>	<u>(1,188,146)</u>	<u>(967,521)</u>	<u>220,625</u>
Net Change in Fund Balance	(1,897,237)	(1,959,747)	(1,388,517)	571,230
Fund Balance at Beginning of Year	1,889,611	1,889,611	1,889,611	0
Prior Year Encumbrances	540,112	540,112	540,112	0
Fund Balance at End of Year	<u>\$ 532,486</u>	<u>\$ 469,976</u>	<u>\$ 1,041,206</u>	<u>\$ 571,230</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, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 5,630,000	\$ 5,630,000	\$ 5,109,695	\$ (520,305)
All Other Revenues	195,000	195,000	501,664	306,664
Total Revenues	5,825,000	5,825,000	5,611,359	(213,641)
Expenditures:				
Human Services	7,403,686	7,900,472	7,556,199	344,273
Total Expenditures	7,403,686	7,900,472	7,556,199	344,273
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,578,686)	(2,075,472)	(1,944,840)	130,632
Other Financing Sources (Uses):				
Transfers In	200,000	200,000	200,000	0
Transfers Out	(400,000)	(303,215)	(303,215)	0
Total Other Financing Sources (Uses)	(200,000)	(103,215)	(103,215)	0
Net Change in Fund Balance	(1,778,686)	(2,178,687)	(2,048,055)	130,632
Fund Balance at Beginning of Year	2,139,026	2,139,026	2,139,026	0
Prior Year Encumbrances	972,486	972,486	972,486	0
Fund Balance at End of Year	\$ 1,332,826	\$ 932,825	\$ 1,063,457	\$ 130,632

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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 5,075,000	\$ 5,075,000	\$ 5,035,233	\$ (39,767)
Charges for Services	6,500	6,500	7,333	833
Investment Earnings	32,000	32,000	8,340	(23,660)
Fines and Forfeitures	8,600	8,600	16,846	8,246
All Other Revenues	67,500	67,500	31,598	(35,902)
Total Revenues	<u>5,189,600</u>	<u>5,189,600</u>	<u>5,099,350</u>	<u>(90,250)</u>
Expenditures:				
Public Works	5,195,657	5,195,656	5,085,517	110,139
Debt Service:				
Principal Retirement	35,666	35,666	35,666	0
Total Expenditures	<u>5,231,323</u>	<u>5,231,322</u>	<u>5,121,183</u>	<u>110,139</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,723)	(41,722)	(21,833)	19,889
Fund Balance at Beginning of Year	53,907	53,907	53,907	0
Prior Year Encumbrances	42,323	42,323	42,323	0
Fund Balance at End of Year	<u>\$ 54,507</u>	<u>\$ 54,508</u>	<u>\$ 74,397</u>	<u>\$ 19,889</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,047,100	\$ 1,047,100	\$ 902,315	\$ (144,785)
Intergovernmental Revenues	1,100,000	1,200,000	1,051,048	(148,952)
Charges for Services	150,000	150,000	92,577	(57,423)
All Other Revenues	8,150	8,150	6,892	(1,258)
Total Revenues	<u>2,305,250</u>	<u>2,405,250</u>	<u>2,052,832</u>	<u>(352,418)</u>
Expenditures:				
Human Services	<u>2,604,041</u>	<u>2,704,041</u>	<u>2,429,382</u>	<u>274,659</u>
Total Expenditures	<u>2,604,041</u>	<u>2,704,041</u>	<u>2,429,382</u>	<u>274,659</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(298,791)	(298,791)	(376,550)	(77,759)
Fund Balance at Beginning of Year	3,217,933	3,217,933	3,217,933	0
Prior Year Encumbrances	<u>123,543</u>	<u>123,543</u>	<u>123,543</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,042,685</u>	<u>\$ 3,042,685</u>	<u>\$ 2,964,926</u>	<u>\$ (77,759)</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 – Mental Retardation Fund
For the Year Ended December 31, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,309,960	\$ 1,309,960	\$ 1,263,002	\$ (46,958)
Intergovernmental Revenues	1,627,000	1,627,000	3,027,661	1,400,661
All Other Revenues	1,117,500	1,117,500	192,584	(924,916)
Total Revenues	<u>4,054,460</u>	<u>4,054,460</u>	<u>4,483,247</u>	<u>428,787</u>
Expenditures:				
Human Services	6,197,495	6,197,495	4,364,123	1,833,372
Total Expenditures	<u>6,197,495</u>	<u>6,197,495</u>	<u>4,364,123</u>	<u>1,833,372</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,143,035)	(2,143,035)	119,124	2,262,159
Other Financing Sources (Uses):				
Transfers In	1,450,000	1,450,000	0	(1,450,000)
Total Other Financing Sources (Uses)	<u>1,450,000</u>	<u>1,450,000</u>	<u>0</u>	<u>(1,450,000)</u>
Net Change in Fund Balance	(693,035)	(693,035)	119,124	812,159
Fund Balance at Beginning of Year	1,451,053	1,451,053	1,451,053	0
Prior Year Encumbrances	130,657	130,657	130,657	0
Fund Balance at End of Year	<u>\$ 888,675</u>	<u>\$ 888,675</u>	<u>\$ 1,700,834</u>	<u>\$ 812,159</u>

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Net Assets
Proprietary Funds
December 31, 2008**

	Business-Type Activities - Enterprise Funds			Governmental
	Sewer District	Landfill	Total	Activities- Internal Service Fund
Assets:				
Current Assets:				
Cash and Cash Equivalents	\$ 2,201,819	\$ 75,940	\$ 2,277,759	\$ 2,243,677
Cash and Cash Equivalents with Fiscal Agent	0	0	0	86,462
Receivables:				
Accounts	369,727	0	369,727	10,367
Interest	0	0	0	2,756
Special Assessments	73,408	0	73,408	0
Inventory of Supplies	107,543	0	107,543	0
Prepaid Items	9,885	0	9,885	0
Total Current Assets	2,762,382	75,940	2,838,322	2,343,262
Noncurrent Assets:				
Capital Assets not Being Depreciated	101,195	143,164	244,359	0
Capital Assets being Depreciated, net	2,577,469	0	2,577,469	0
Total Noncurrent Assets	2,678,664	143,164	2,821,828	0
Total Assets	5,441,046	219,104	5,660,150	2,343,262
Liabilities:				
Current Liabilities:				
Accounts Payable	12,465	0	12,465	0
Accrued Wages and Benefits	21,316	0	21,316	0
Intergovernmental Payable	12,982	0	12,982	0
Claims Payable	0	0	0	405,003
Compensated Absences - Current	18,635	0	18,635	0
OWDA Loans Payable - Current	2,492	0	2,492	0
Landfill Postclosure Care Liability - Current	0	82,600	82,600	0
Total Current Liabilities	67,890	82,600	150,490	405,003
Noncurrent Liabilities				
Compensated Absences Payable	12,071	0	12,071	0
OWDA Loans Payable	59,611	0	59,611	0
Landfill Postclosure Care Liability	0	1,368,201	1,368,201	0
Total Noncurrent Liabilities	71,682	1,368,201	1,439,883	0
Total Liabilities	139,572	1,450,801	1,590,373	405,003
Net Assets:				
Invested in Capital Assets, net of related debt	2,616,561	143,164	2,759,725	0
Unrestricted	2,684,913	(1,374,861)	1,310,052	1,938,259
Total Net Assets	\$ 5,301,474	\$ (1,231,697)	\$ 4,069,777	\$ 1,938,259

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, 2008**

	Business-Type Activities - Enterprise Funds			Governmental
	Sewer District	Landfill	Total	Activities- Internal Service Funds
Operating Revenues:				
Charges for Services	\$ 1,275,308	\$ 0	\$ 1,275,308	\$ 3,794,074
Tap In Fees	48,016	0	48,016	0
Other Operating Revenue	17,656	0	17,656	0
Total Operating Revenues	1,340,980	0	1,340,980	3,794,074
Operating Expenses:				
Personal Services	596,378	0	596,378	0
Contractual Services	391,354	0	391,354	402,168
Materials and Supplies	84,394	0	84,394	0
Depreciation	380,871	0	380,871	0
Other Operating Expenses	31,769	0	31,769	0
Health Insurance Claims	0	0	0	4,067,075
Total Operating Expenses	1,484,766	0	1,484,766	4,469,243
Operating Loss	(143,786)	0	(143,786)	(675,169)
Nonoperating Revenue (Expenses):				
Investment Earnings	69,105	0	69,105	67,839
Interest Expense	(3,552)	0	(3,552)	0
Other Nonoperating Revenue	0	18,635	18,635	62,428
Other Nonoperating Expense	0	0	0	(317)
Total Nonoperating Revenues (Expenses)	65,553	18,635	84,188	129,950
Income (Loss) Before Contributions and Transfers	(78,233)	18,635	(59,598)	(545,219)
Capital Contributions - Tap in Fees	39,998	0	39,998	0
Transfers In	165,000	90,851	255,851	0
Transfers Out	(69,105)	0	(69,105)	0
Change in Net Assets	57,660	109,486	167,146	(545,219)
Net Assets (Deficit) Beginning of Year	5,243,814	(1,341,183)	3,902,631	2,483,478
Net Assets (Deficit) End of Year	<u>\$ 5,301,474</u>	<u>\$ (1,231,697)</u>	<u>\$ 4,069,777</u>	<u>\$ 1,938,259</u>

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2008**

	<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	\$1,302,963	\$0	\$1,302,963	\$0
Cash Received from Interfund Services	0	0	0	3,794,569
Cash Payments to Suppliers for Goods and Services	(506,316)	(109,486)	(615,802)	(402,485)
Cash Payments to Employees for Service	(584,031)	0	(584,031)	0
Cash Payments for Claims	0	0	0	(3,965,860)
Cash From Other Sources	21,565	18,635	40,200	143,237
Net Cash Provided (Used) for Operating Activities	234,181	(90,851)	143,330	(430,539)
<u>Cash Flows from Noncapital and Related Financing Activities:</u>				
Transfers In	165,000	90,851	255,851	0
Transfers Out	(69,105)	0	(69,105)	0
Net Cash Provided by Noncapital and Related Financing Activities	95,895	90,851	186,746	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	39,998	0	39,998	0
Acquisition of Capital Assets	(110,110)	0	(110,110)	0
Principal Paid on Ohio Water Development Loan Payable	(2,359)	0	(2,359)	0
Interest Paid on Debt	(3,552)	0	(3,552)	0
Net Cash Used for Capital and Related Financing Activities	(66,722)	0	(66,722)	0
<u>Cash Flows from Investing Activities:</u>				
Receipts of Interest	69,105	0	69,105	75,142
Net Cash Provided by Investing Activities	69,105	0	69,105	75,142
Net Increase (Decrease) in Cash and Cash Equivalents	332,459	0	332,459	(355,397)
Cash and Cash Equivalents at Beginning of Year	1,869,360	75,940	1,945,300	2,685,536
Cash and Cash Equivalents at End of Year	\$2,201,819	\$75,940	\$2,277,759	\$2,330,139
<u>Reconciliation of Cash and</u>				
<u>Cash Equivalents per Statement of Net Assets:</u>				
Cash and Cash Equivalents	\$2,201,819	\$75,940	\$2,277,759	\$2,243,677
Cash and Cash Equivalents with Fiscal Agent	0	0	0	86,462
Cash and Cash Equivalents at End of Year	\$2,201,819	\$75,940	\$2,277,759	\$2,330,139

(Continued)

KNOX COUNTY, OHIO

	<u>Business Type Activities - Enterprise Funds</u>			Governmental
	<u>Sewer District</u>	<u>Landfill</u>	<u>Totals</u>	<u>Activities - Internal Service Fund</u>
<u>Reconciliation of Operating Loss to Net Cash</u>				
<u>Provided (Used) for Operating Activities:</u>				
Operating Loss	(\$143,786)	\$0	(\$143,786)	(\$675,169)
Adjustments to Reconcile Operating Loss to Net Cash Provided (Used) for Operating Activities:				
Depreciation Expense	380,871	0	380,871	0
Miscellaneous Nonoperating Revenue	0	18,635	18,635	143,237
Miscellaneous Nonoperating Expense	0	0	0	(317)
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(16,452)	0	(16,452)	495
Decrease in Inventory	7,767	0	7,767	0
Increase in Prepaid Items	(5,023)	0	(5,023)	0
Decrease in Accounts Payable	(824)	0	(824)	0
Decrease in Contracts Payable	(719)	0	(719)	0
Increase in Accrued Wages and Benefits	2,782	0	2,782	0
Decrease in Closure and Postclosure Care Payable	0	(109,486)	(109,486)	0
Increase in Intergovernmental Payable	2,013	0	2,013	0
Increase in Compensated Absences	7,552	0	7,552	0
Increase in Claims Payable	0	0	0	101,215
Total Adjustments	<u>377,967</u>	<u>(90,851)</u>	<u>287,116</u>	<u>244,630</u>
Net Cash Provided (Used) for Operating Activities	<u>\$234,181</u>	<u>(\$90,851)</u>	<u>\$143,330</u>	<u>(\$430,539)</u>

See accompanying notes to the basic financial statements

KNOX COUNTY, OHIO

**Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2008**

	<u>Agency</u>
Assets:	
Cash and Cash Equivalents	\$ 4,332,441
Cash and Cash Equivalents in Segregated Accounts	536,675
Receivables:	
Taxes	54,323,358
Accounts	6,108
Special Assessments	12,886
Intergovernmental	3,389,906
Total Assets	<u>\$ 62,601,374</u>
Liabilities:	
Intergovernmental Payable	\$ 60,814,948
Undistributed Monies	535,299
Due to Others	1,251,127
Total Liabilities	<u>\$ 62,601,374</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

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 mental retardation and developmental 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, 2008***

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 Mental Retardation and Developmental 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 mental retardation and 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 (KCFCC)

The KCFCC 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, 2008***

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 11 and Note 12.

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 \$35,000 for 2008.

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 2008.

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, 2008***

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, 2008***

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.

Mental Retardation 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, 2008***

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, 2008***

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, 2008***

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, 2008, and delinquent property taxes, whose availability is indeterminable and which are intended to finance 2009 operations, 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, 2008***

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 seven 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, Calendar, 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 2008.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

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 2008, 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 3.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

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 2008 amounted to \$776,636.

The County has invested funds in the STAR Ohio during 2008. 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, 2008.

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, 2008, 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, 2008***

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, 2008***

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
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, Mental Retardation 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, 2008***

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. Reservations of Fund Balance

Reservations of fund balance indicate that a portion of the balance is not available for expenditure or is legally segregated for a specific future use. Balances are reserved for inventories of materials and supplies, loan receivables, loan receivable from component unit, debt service and encumbered amounts not accrued at year end in the governmental funds.

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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLE

The County implemented GASB Statement No. 45 “Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions” and GASB Statement No. 50 “Pension Disclosures”. Statement No. 45 establishes standards of accounting and financial reporting for Other Postemployment Benefits (OPEB), note disclosures and required supplementary information. Statement No. 50 more closely aligns the financial reporting requirements for pensions with those for (OPEB) and enhances information disclosed in the notes to the financial statements. The application of these new standards did not have an effect on the financial statements, nor did implementation require a restatement of prior year balances.

NOTE 3 - 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	Mental Retardation Fund
GAAP Basis (as reported)	(\$950,349)	(\$1,895,218)	(\$13,966)	(\$161,554)	(\$1,046,085)
Increase (Decrease):					
Net Adjustments for					
Revenue Accruals	200,969	740,323	878	(40,786)	1,222,653
Net Adjustments for					
Expenditure Accruals	(78,509)	(182,539)	128,953	30,866	(41,200)
Transfers In	(69,105)	0	0	0	0
Transfers Out	90,851	0	0	0	0
Advances Out	(2,300)	0	0	0	0
Outstanding Encumbrances	(580,074)	(710,621)	(137,698)	(205,076)	(16,244)
Budget Basis	<u>(\$1,388,517)</u>	<u>(\$2,048,055)</u>	<u>(\$21,833)</u>	<u>(\$376,550)</u>	<u>\$119,124</u>

NOTE 4 - COMPLIANCE AND ACCOUNTABILITY

Fund Deficit - The fund deficits of \$292 in the Byrne Drug Court Fund, and \$2,038 in the Litter Control and Recycling Fund (special revenue funds) arise 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 \$1,231,697 as of December 31, 2008. 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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 5 - 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;
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,

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 5 - DEPOSITS AND INVESTMENTS (Continued)

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.

At year-end, \$13,119,268 of the County's bank balance of \$15,021,220 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 \$752,269 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 \$1,071,486 being held by MEORC and the County had cash with fiscal agents in the amount of \$86,462 held by an insurance service provider, of which all was insured by FDIC. The County also has \$6,533 cash held by fiscal agent for escrow accounts for construction projects which were fully insured by FDIC.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 5 - DEPOSITS AND INVESTMENTS (Continued)

C. Investments

The County's investments at December 31, 2008 were as follows:

	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Investment Maturities (in Years) less than 1</u>
STAR Ohio	<u>\$8,142,862</u>	AAAm ¹	<u>\$8,142,862</u>
Total Investments	<u>\$8,142,862</u>		<u>\$8,142,862</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.

Component Unit

At year end, Knox County Airport's bank balance was \$392,224. \$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."

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal 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.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 6.25 percent of its true value. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; with the remainder payable by September 20.

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.

Accrued property taxes receivable represent delinquent taxes outstanding and real, tangible personal, and public utility taxes which were measurable as of December 31, 2008. Although total property tax collections for the next fiscal 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 2008 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, 2008, was \$9.70 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2008 property tax receipts were based are as follows:

Real Property	\$989,454,130
Public Utility Personal Property	33,610,520
Tangible Personal Property	<u>70,367,489</u>
Total Assessed Value	<u>\$ 1,093,432,139</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 7 - 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 2008 amounted to \$5,478,192 with \$4,108,766 credited to the General Fund and \$1,369,426 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, 2008**

NOTE 8 - RECEIVABLES

Receivables at December 31, 2008, 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	\$3,607	Flood Assistance Grant	110,413
Sheriff's Contracts	47,497	Litter Grant	7,863
Prisoner Housing	22,876	Youth Services Grant	75,667
Sheriff Comp Time Reimbursement	1,574	VOCA Grant	39,970
Humane & Animal Control Reimbursement	10,689	Jail Diversion Grant	25,169
Homestead and Rollback Reimbursement	191,796	Emergency Management Grant	46,133
Local Government	508,220	Home Fund Grant	286,838
Municipal Court Fines & Costs	2,372	Citizens Corp Program Grant	7,246
Election Paper Ballot Reimbursement	4,018	Municipal Court Fines & Costs	125
Public Defender Reimbursement	8,102	Community Health Homestead and Rollback Reimbursement	56,228
Corsa	7,981	Senior Citizen Homestead and Rollback Reimbursement	44,525
Total General Fund	<u>808,732</u>	Total Nonmajor Special Revenue Funds	<u>700,177</u>
Public Assistance Fund		CDBG Grant	147,578
ABC Respite Reimbursement	7,031	Total Nonmajor Capital Projects Funds	<u>147,578</u>
Public Assistance Grant	1,833,149		
Total Public Assistance Fund	<u>1,840,180</u>	Total Governmental Fund Types	<u>\$6,684,336</u>
Motor Vehicle and Gasoline Tax Fund		Agency Funds	
Municipal Court Fines & Costs	629	Local Government	\$1,178,214
Cents Per Gallon	402,234	Library Local Government	864,195
Motor Vehicle District Registration	203,947	Cents Per Gallon	333,985
County Motor Vehicle	413,474	Motor Vehicle Registration	95,162
Road Miles	184,504	Township Road Miles	109,406
5% County Equalization	83,790	New Permissive	66,509
New Permissive	219,158	Old Permissive	47,176
Old Permissive	105,918	Municipal Court Fines & Costs	1,766
Gasoline Tax	810,707	Workers Compensation	31,015
Total Motor Vehicle and Gasoline Tax Fund	<u>2,424,361</u>	Gasoline Tax	662,478
Children Service Board Fund		Total Agency Funds	<u>\$3,389,906</u>
Children Services Grant	42,194		
Children Services Homestead and Rollback Reimbursement	50,457		
Total Children Services Board	<u>92,651</u>		
Mental Retardation Fund			
Mental Retardation Reimbursement	606,193		
Mental Retardation Homestead and Rollback Reimbursement	64,464		
	<u>670,657</u>		

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 9 - 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, 2008:

<u>Year Ending December 31,</u>	
2009	\$128,147
2010	128,172
2011	128,997
2012	128,570
2013	128,970
2014-2018	644,280
2019-2021	<u>385,550</u>
Minimum Lease Payments	1,672,686
Less amount representing Unearned interest income	<u>(455,686)</u>
Net Investment in Leases	<u><u>\$1,217,000</u></u>

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KNOX COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2008**

NOTE 10 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2008:

Historical Cost:

Class	December 31, 2007	Additions	Deletions	December 31, 2008
Capital assets not being depreciated:				
Land	\$3,511,122	\$0	\$0	\$3,511,122
Construction In Progress	0	430,577	0	430,577
Subtotal	3,511,122	430,577	0	3,941,699
Capital assets being depreciated:				
Buildings and Improvements	26,924,065	28,104	(1,629,545)	25,322,624
Machinery and Equipment	4,605,761	291,014	(56,654)	4,840,121
Vehicles	2,674,226	103,507	(521,206)	2,256,527
Computer Equipment	1,050,151	60,684	(81,837)	1,028,998
Infrastructure	44,762,699	1,374,007	(1,501,384)	44,635,322
Subtotal	80,016,902	1,857,316	(3,790,626)	78,083,592
Total Cost	\$83,528,024	\$2,287,893	(\$3,790,626)	\$82,025,291

Accumulated Depreciation:

Class	December 31, 2007	Additions	Deletions	December 31, 2008
Buildings and Improvements	(\$7,685,029)	(\$870,584)	\$456,272	(\$8,099,341)
Machinery and Equipment	(2,433,797)	(189,730)	51,472	(2,572,055)
Vehicles	(1,755,960)	(144,989)	437,044	(1,463,905)
Computer Equipment	(793,489)	(91,579)	75,523	(809,545)
Infrastructure	(14,085,376)	(1,507,529)	1,109,212	(14,483,693)
Total Depreciation	(\$26,753,651)	(\$2,804,411) *	\$2,129,523	(\$27,428,539)

Net Value:

	\$56,774,373		\$54,596,752
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*Depreciation expenses were charges to governmental functions as follows:

General Government	
Legislative and Executive	\$442,876
Judicial	31,875
Public Safety	400,921
Public Works	1,674,543
Health	48,996
Human Services	205,200
Total Depreciation Expense	\$2,804,411

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2008**

NOTE 10 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2008:

Historical Cost:

Class	December 31, 2007	Additions	Deletions	December 31, 2008
<i>Capital assets not being depreciated:</i>				
Land	\$236,839	\$7,520	\$0	\$244,359
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	834,571	0	0	834,571
Machinery and Equipment	1,358,558	35,022	(6,612)	1,386,968
Vehicles	172,265	65,806	(19,135)	218,936
Computer Equipment	65,057	1,762	0	66,819
Sewer and Water Lines	2,062,904	0	0	2,062,904
Subtotal	4,493,355	102,590	(25,747)	4,570,198
Total Cost	\$4,730,194	\$110,110	(\$25,747)	\$4,814,557

Accumulated Depreciation:

Class	December 31, 2007	Additions	Deletions	December 31, 2008
Buildings and Improvements	(\$300,951)	(\$73,550)	\$0	(\$374,501)
Machinery and Equipment	(291,699)	(24,301)	6,612	(309,388)
Vehicles	(113,197)	(22,664)	19,135	(116,726)
Computer Equipment	(24,473)	(18,221)	0	(42,694)
Sewer and Water Lines	(907,285)	(242,135)	0	(1,149,420)
Total Depreciation	(\$1,637,605)	(\$380,871)	\$25,747	(\$1,992,729)
<i>Net Value:</i>	\$3,092,589			\$2,821,828

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KNOX COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2008**

NOTE 10 - CAPITAL ASSETS (Continued)

C. Component Unit Capital Assets

A summary of the Knox County Airport's capital assets at December 31, 2008, follows:

Class	2007	Additions	Deletions	2008
Capital assets not being depreciated:				
Land	\$744,837	\$0	\$0	\$744,837
Construction in Progress	701,757	1,308,574	(701,757)	1,308,574
Subtotal	1,446,594	1,308,574	(701,757)	2,053,411
Capital assets being depreciated:				
Buildings and Improvements	1,860,885	0	0	1,860,885
Infrastructure	4,154,031	701,757	0	4,855,788
Machinery and Equipment	549,645	125,751	(8,083)	667,313
Vehicles	41,000	0	0	41,000
Computer Equipment	2,582	0	0	2,582
Subtotal	6,608,143	827,508	(8,083)	7,427,568
Total Cost	\$8,054,737	\$2,136,082	(\$709,840)	\$9,480,979
Accumulated Depreciation:				
Class	December 31, 2007	Additions	Deletions	December 31, 2008
Buildings and Improvements	(\$165,869)	(\$52,729)	\$0	(\$218,598)
Infrastructure	(199,816)	(84,447)	0	(284,263)
Machinery and Equipment	(158,512)	(15,663)	1,617	(172,558)
Vehicles	(40,391)	0	0	(40,391)
Computer Equipment	(2,037)	(212)	0	(2,249)
Total Depreciation	(\$566,625)	(\$153,051)	\$1,617	(\$718,059)
Net Value:	\$7,488,112			\$8,762,920

NOTE 11 - 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, 2008***

NOTE 11 - JOINT VENTURES (Continued)

A. Emergency Management Agency (Continued)

The Agency does not have any outstanding debt. The County contributed \$30,000 to the Agency during 2008. 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 \$940,431 in property taxes for the Board during 2008. 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 Mental Retardation and Developmental Disabilities (MRDD), along with five other county boards of mental retardation and developmental 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 MRDD Board and then to the Corporation. No contributions were made by the County during 2008. 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 Mental Retardation and Developmental 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, 2008***

NOTE 12 - 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 2008. 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 Mental Retardation and Developmental 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, 2008, MEORC maintained a balance of \$1,071,486 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 2008. At December 31, 2008 MEORC owed the County \$606,193 for payroll expenditures.

MEORC has contracted with Knox County to provide payroll services for seven employees of the Council. MEORC reimburses the County for any expenditures incurred.

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 2008, 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, 2008***

NOTE 12 - 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 2008, 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 13 - 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, 2008***

NOTE 13 - 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 \$215,671 in the form of insurance premiums during 2008 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, 2008**

NOTE 13 - RISK MANAGEMENT (Continued)

The liability for unpaid claims costs of \$405,003 reported in the fund at December 31, 2008 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>
2007	\$432,895	\$3,066,545	(\$3,195,652)	\$303,788
2008	303,788	4,067,075	(3,965,860)	405,003

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 14 - 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, 2008***

NOTE 15 - POSTEMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

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 2008, 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 10.1 percent. For plan members, other than those engaged in law enforcement, the County was required to contribute 14.0 percent of covered salary for 2008. The County contribution for law enforcement employees for 2008 was 17.4 percent. A portion of the County's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2008, 7.0% of annual covered salary was the portion used to fund pension obligations for members other than those engaged in law enforcement. Contributions used to fund pension obligations for law enforcement employees was 10.4% of annual covered salary. Contributions are authorized by State statute. The contribution rates are determined actuarially. The County's contributions to PERS for the years ended December 31, 2008, 2007, and 2006 were \$2,443,250, \$2,313,998 and \$2,421,974, respectively: 92.58 percent has been contributed for 2008 and 100 percent has been contributed for 2007 and 2006. The unpaid contribution for 2008 is recorded as a liability in the respective funds. Contributions to the member-directed plan for 2008 were \$43,788, made by the County, of which \$21,894 funded the pension obligation, and \$31,277 made by the plan members.

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

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.

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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 15 - POSTEMPLOYMENT BENEFITS (Continued)

Ohio Public Employees Retirement System (Continued)

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 2008, local government employers contributed at a rate of 14.00% of covered payroll and law enforcement employers contributed at 17.4%. 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. For 2008, the employer contribution allocated to the health care plan was 7.0% 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, 2008, 2007, and 2006 were \$1,187,646, \$1,040,503 and \$874,576, 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 increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 16 - 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, 2008, the liability for compensated absences was \$1,110,996 for the entire County.

NOTE 17 - CAPITAL LEASES - LESSEE DISCLOSURE

One capital lease was entered into during 2005 for an excavator, and two capital leases were entered into in 2007 for a crawler dozer and for a mini excavator. 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 \$135,302 for the excavator, \$77,150 for the crawler dozer and \$88,550 for the mini excavator, 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, 2008 are as follows:

<u>Year Ending December 31,</u>	<u>Engineer Department</u>
2009	<u>Amount</u>
Minimum Lease Payments	<u>\$75,513</u>
Less amount representing interest at the County's incremental borrowing rate of interest	<u>(3,766)</u>
Present value of minimum lease payments	<u>\$71,747</u>

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KNOX COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2008**

NOTE 18 - LONG-TERM LIABILITIES

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

	Balance December 31, 2007			Balance December 31, 2008		Due Within One Year
		Additions	(Reductions)			
Governmental Activities:						
General Obligation Bonds Payable						
1998 5.02%	Children's Resource Center	\$790,000	\$0	(\$55,000)	\$735,000	\$60,000
1997 5.27%	Corporate Center	1,515,000	0	(120,000)	1,395,000	125,000
2001 5.04%	Correctional Facility	5,140,000	0	(272,000)	4,868,000	280,000
2001 5.05%	Board of Health Center	1,285,000	0	(68,000)	1,217,000	70,000
2002 4.75%	JFS Training Center	1,100,000	0	(55,000)	1,045,000	60,000
	Total General Obligation Bonds	9,830,000	0	(570,000)	9,260,000	595,000
	Ohio Public Works Commission Loan Payable	320,990	0	(35,665)	285,325	35,665
	Ohio Public Works Commission Loan Payable	22,893	0	(3,270)	19,623	3,271
	Total OPWC Loans Payable	343,883	0	(38,935)	304,948	38,936
Ohio Water Development Authority Loans (OWDA):						
2008 4.67%	Wastewater Planning	0	83,998	(6,580)	77,418	18,036
2008 5.11%	Wasterwater Design	0	35,191	0	35,191	20,146
	Total Ohio Water Development Authority Loans	0	119,189	(6,580)	112,609	38,182
Capital Leases-Motor Vehicle and Gasoline Tax Fund - Engineer Department						
		188,337	0	(116,590)	71,747	71,747
Compensated Absences						
	Total Governmental Activities	955,129	1,212,505	(1,087,344)	1,080,290	768,333
		\$11,317,349	\$1,331,694	(\$1,819,449)	\$10,829,594	\$1,512,198
Business-Type Activities:						
Ohio Water Development Authority Loans (OWDA):						
2000 2.00%	Water Treatment Plant/Clearwells/Wellfield	\$64,462	\$0	(\$2,359)	\$62,103	\$2,492
	Total Ohio Water Development Authority Loans	64,462	0	(2,359)	62,103	2,492
Landfill Postclosure Care Liability						
		1,560,287	0	(109,486)	1,450,801	82,600
Compensated Absences						
		23,154	41,074	(33,522)	30,706	18,635
	Total Business-Type Long-Term Liabilities	\$1,647,903	\$41,074	(\$145,367)	\$1,543,610	\$103,727

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 will be paid through special assessments. The OPWC loans are for street improvement and bridge replacement projects and are paid through the Motor Vehicle and Gasoline Tax Fund. Compensated absences are reported as long-term liabilities and will be paid from the fund from which the employee is paid.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2008**

NOTE 18 - LONG-TERM LIABILITIES (Continued)

In 2007, the County entered into an agreement with the OWDA, as administrator for the U.S. Environmental Protection Agency (EPA), for the County to receive two loans in the amount of \$652,547 and \$131,601 for wastewater design and planning, respectively. The amounts are subject to change and have not been finalized. The interest rate on the loans are 5.11% and 4.67%, respectively per annum. These 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, 2008, the County has received \$35,191 and \$83,998 in funds from OWDA. The County began repaying the loans in semiannual payments based on loan amounts of \$652,547 and \$131,601. An estimate of future financing requirements has been made based on the remaining loan balance of \$35,191 and \$77,418 at December 31, 2008.

Corporate Center bond requirements to maturity, including \$408,310 of interest; Children’s Resource Center bond requirements to maturity, including \$215,610 of interest; Correctional Facility bond requirements to maturity, including \$1,822,742 of interest; Board of Health Center bond requirements to maturity, including \$455,686 of interest; JFS Training Center bond requirements to maturity, including \$388,823 of interest; the OWDA Loan requirements to maturity, including \$32,473 and \$10,846 of interest; and the OPWC Loan requirements to maturity which is noninterest bearing are as follows:

Governmental Activities:

Years	General Obligation Bonds		OPWC Loans	OWDA	
	Principal	Interest	Payable	Loan Payable	
	Principal	Interest	Principal	Principal	Interest
2009	\$595,000	\$447,753	\$38,936	\$38,182	\$4,324
2010	615,000	421,703	38,937	22,919	3,273
2011	650,000	394,050	38,937	24,019	2,172
2012	680,000	364,088	38,936	25,174	1,018
2013	710,000	332,207	38,936	2,315	59
2014-2018	3,895,000	1,107,545	110,266	0	0
2019-2022	2,115,000	223,825	0	0	0
Totals	<u>\$9,260,000</u>	<u>\$3,291,171</u>	<u>\$304,948</u>	<u>\$112,609</u>	<u>\$10,846</u>

Business-type Activities:

Years	OWDA Loan Payable	
	Principal	Interest
2009	\$2,492	\$3,419
2010	2,633	3,278
2011	2,781	3,130
2012	2,938	2,973
2013	3,104	2,808
2014-2018	18,347	11,208
2019-2023	24,135	5,419
2024	5,673	238
Totals	<u>\$62,103</u>	<u>\$32,473</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 18 - LONG-TERM LIABILITIES (Continued)

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, 2008, are an overall debt margin of \$21,798,693; and an unvoted debt margin of \$6,897,211.

NOTE 19 - 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. At December 31, 2008, the Airport had drawn down the entire loan amount of \$775,000. The loan will be paid in installments over the next 27 years at an interest rate of 4.125%. At December 31, 2008, \$732,700 has been included in the long term liability section of the Airport's statement of net assets.

At December 31, 2008, the Knox County Airport also had \$97,000 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 10 years. The Knox County Airport also has loans payable to the Primary Government outstanding at December 31, 2008, in the amount of \$180,000 that were issued to construct new hangar bays, storage building and land purchase. These loans will be repaid over the next 18 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, 2008***

NOTE 20 - INTERFUND TRANSACTIONS

The following balances at December 31, 2008 represent transfers in and transfers out:

Fund	Transfer In	Transfer Out
Governmental Funds:		
General Fund	\$305,200	\$1,287,630
Public Assistance Fund	200,000	303,215
Other Governmental Funds	1,317,078	418,179
Total Governmental Funds	1,822,278	2,009,024
Business-Type Activities:		
Sewer District Fund	165,000	69,105
Landfill Fund	90,851	0
Total Enterprise Funds	255,851	69,105
Totals	\$2,078,129	\$2,078,129

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, 2008, consist of the following individual fund receivables and payables:

Due from/Due to Other Funds:	Recipient	Payer
General Fund	\$8,826	\$127,476
Public Assistance	0	3,774
Other Governmental Funds	127,476	5,052
Total Due from/Due to Other Funds	\$136,302	\$136,302
Interfund Receivables/Payables:		
General Fund	\$2,300	\$0
Other Governmental Funds	292	2,592
Total Interfund Receivables/Payables	\$2,592	\$2,592

The Due to/Due from Other Funds is for services provided by one fund for another fund. The Interfund Receivable/Payable is a short-term loan.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2008***

NOTE 21 - 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 22 - 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, 2008 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 23 - 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 19 for further information.

NOTE 24 - 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, 2008, Industrial Revenue Bonds outstanding for Knox Community Hospital totaled \$28,770,000.

*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.

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.

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.

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.

(Continued)

Special Revenue Funds

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.

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.

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.

(Continued)

Special Revenue Funds

Ditch Maintenance Fund

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

Water Resource Study Fund

The fund accounts for donations from various subdivisions in Knox County to develop a county-wide effort to determine the quality and quantity of a large underground aquifer and to purchase legal services needed to repel outside agencies, which are intruding on this underground water supply. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

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.

Family Resources Fund

The fund accounts for revenue received from the Ohio Department of Mental Retardation and Development Disabilities. Expenditures are for in-home respite care, out-of-home respite care, education, training, counseling, and for administrative costs.

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.

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.

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 737.41.

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.

Intake Officer Grant Fund

This fund accounts for grant monies to provide salary and benefits for an Officer in the Juvenile Court System working with juveniles. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

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.)

Calendar Fund

The fund accounts for donations received for the costs associated with the production of Victims of Crime calendars. (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.

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.

Issue II Fund

The fund accounts for road and bridge construction projects, partially funded by State grants from the Ohio Public Works Commission. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

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, 2008**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 3,972,475	\$ 275,973	\$ 871,557	\$ 5,120,005
Cash and Cash Equivalents in Segregated Accounts	103,617	0	0	103,617
Cash and Cash Equivalents with Fiscal Agent	0	0	6,533	6,533
Receivables:				
Taxes	1,875,502	0	0	1,875,502
Accounts	40,849	0	0	40,849
Intergovernmental	700,177	0	147,578	847,755
Interest	19	0	13	32
Leases	0	1,217,000	0	1,217,000
Special Assessments	15,639	0	0	15,639
Loans	56,994	0	0	56,994
Due from Other Funds	0	127,476	0	127,476
Interfund Receivable	292	0	0	292
Prepaid Items	2,622	0	0	2,622
Total Assets	\$ 6,768,186	\$ 1,620,449	\$ 1,025,681	\$ 9,414,316
Liabilities:				
Accounts Payable	\$ 109,967	\$ 0	\$ 88,093	\$ 198,060
Accrued Wages and Benefits Payable	114,212	0	0	114,212
Intergovernmental Payable	69,124	0	0	69,124
Contracts Payable	15,605	0	18,218	33,823
Matured Bonds and Interest Payable	0	48,379	0	48,379
Due to Other Funds	5,052	0	0	5,052
Interfund Payable	2,592	0	0	2,592
Deferred Revenue	2,357,784	1,217,000	147,578	3,722,362
Total Liabilities	2,674,336	1,265,379	253,889	4,193,604
Fund Balances:				
Reserved for Encumbrances	155,604	0	21,484	177,088
Reserved for Debt Service	0	355,070	0	355,070
Reserved for Loans Receivable	56,994	0	0	56,994
Unreserved, Undesignated in:				
Special Revenue Funds	3,881,252	0	0	3,881,252
Capital Projects Funds	0	0	750,308	750,308
Total Fund Balances	4,093,850	355,070	771,792	5,220,712
Total Liabilities and Fund Balances	\$ 6,768,186	\$ 1,620,449	\$ 1,025,681	\$ 9,414,316

KNOX COUNTY, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2008**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$ 3,160,876	\$ 0	\$ 0	\$ 3,160,876
Intergovernmental Revenues	2,616,809	0	785,748	3,402,557
Charges for Services	1,305,171	0	0	1,305,171
Licenses and Permits	163,204	0	0	163,204
Investment Earnings	5,338	0	287	5,625
Special Assessments	13,758	32,944	0	46,702
Fines and Forfeitures	21,513	0	0	21,513
All Other Revenue	164,404	215,711	618	380,733
Total Revenue	7,451,073	248,655	786,653	8,486,381
Expenditures:				
Current:				
General Government				
Legislative and Executive	933,021	0	0	933,021
Judicial	233,956	0	0	233,956
Public Safety	2,206,528	0	0	2,206,528
Public Works	16,868	0	0	16,868
Health	281,951	0	0	281,951
Human Services	1,431,434	0	0	1,431,434
Intergovernmental	2,057,835	0	0	2,057,835
Capital Outlay	5,294	0	1,083,050	1,088,344
Debt Service:				
Principal Retirement	0	570,000	0	570,000
Interest and Fiscal Charges	0	472,966	0	472,966
Total Expenditures	7,166,887	1,042,966	1,083,050	9,292,903
Excess (Deficiency) of Revenues Over Expenditures	284,186	(794,311)	(296,397)	(806,522)
Other Financing Sources (Uses):				
Transfers In	73,308	818,770	425,000	1,317,078
Transfers Out	(89,179)	(329,000)	0	(418,179)
Total Other Financing Sources (Uses)	(15,871)	489,770	425,000	898,899
Net Change in Fund Balances	268,315	(304,541)	128,603	92,377
Fund Balances at Beginning of Year	3,825,535	659,611	643,189	5,128,335
Fund Balances End of Year	\$ 4,093,850	\$ 355,070	\$ 771,792	\$ 5,220,712

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008**

	Dog and Kennel	Indigent Guardianship	Conduct of Business	Courts Computer	Recorder's Equipment
Assets:					
Cash and Cash Equivalents	\$ 76,630	\$ 4,290	\$ 1,170	\$ 29,050	\$ 55,371
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Receivables:					
Taxes	0	0	0	0	0
Accounts	446	825	23	2,420	200
Intergovernmental	125	0	0	0	0
Interest	0	0	0	19	0
Special Assessments	0	0	0	0	0
Loans	0	0	0	0	0
Interfund Receivable	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	\$ 77,201	\$ 5,115	\$ 1,193	\$ 31,489	\$ 55,571
Liabilities:					
Accounts Payable	\$ 2,165	\$ 858	\$ 0	\$ 0	\$ 1,720
Accrued Wages and Benefits Payable	4,151	0	0	0	0
Intergovernmental Payable	2,678	0	0	0	0
Contracts Payable	5,010	0	0	0	0
Due to Other Funds	0	0	0	0	0
Interfund Payable	0	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	14,004	858	0	0	1,720
Fund Balances:					
Reserved for Encumbrances	4,803	0	0	0	0
Reserved for Loans Receivable	0	0	0	0	0
Unreserved, Undesignated in:					
Special Revenue Funds	58,394	4,257	1,193	31,489	53,851
Total Fund Balances	63,197	4,257	1,193	31,489	53,851
Total Liabilities and Fund Balances	\$ 77,201	\$ 5,115	\$ 1,193	\$ 31,489	\$ 55,571

KNOX COUNTY, OHIO

Courts' Computer Research	Time Out Program	Court Security	Probate- Juvenile Special Project	Juvenile Court Social Workers	Automated Title Processing	Delinquent Tax Assessment Collection
\$ 7,551	\$ 2,330	\$ 98	\$ 7,617	\$ 100,930	\$ 53,646	\$ 241,115
0	0	0	0	0	0	0
0	0	0	0	0	0	0
189	0	0	250	9,035	11,787	1,073
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	292	0	0
0	0	0	0	0	0	0
<u>\$ 7,740</u>	<u>\$ 2,330</u>	<u>\$ 98</u>	<u>\$ 7,867</u>	<u>\$ 110,257</u>	<u>\$ 65,433</u>	<u>\$ 242,188</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,069	\$ 5,179
0	362	0	0	3,519	5,223	3,267
0	330	0	110	2,166	3,284	1,805
0	0	0	0	0	0	3,497
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>692</u>	<u>0</u>	<u>110</u>	<u>5,685</u>	<u>9,576</u>	<u>13,748</u>
0	0	0	0	0	2,345	12,989
0	0	0	0	0	0	0
<u>7,740</u>	<u>1,638</u>	<u>98</u>	<u>7,757</u>	<u>104,572</u>	<u>53,512</u>	<u>215,451</u>
<u>7,740</u>	<u>1,638</u>	<u>98</u>	<u>7,757</u>	<u>104,572</u>	<u>55,857</u>	<u>228,440</u>
<u>\$ 7,740</u>	<u>\$ 2,330</u>	<u>\$ 98</u>	<u>\$ 7,867</u>	<u>\$ 110,257</u>	<u>\$ 65,433</u>	<u>\$ 242,188</u>

(Continued)

KNOX COUNTY, OHIO

***Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008***

	VOCA and SVAA Grant	Marine Patrol Grant	Drug Abuse Resistance Education Grant	Common Pleas Jail Diversion Grant	Byrne Drug Court
Assets:					
Cash and Cash Equivalents	\$ 12,682	\$ 1,784	\$ 4,516	\$ 7,082	\$ 0
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Receivables:					
Taxes	0	0	0	0	0
Accounts	0	0	0	0	0
Intergovernmental	39,970	0	0	25,169	0
Interest	0	0	0	0	0
Special Assessments	0	0	0	0	0
Loans	0	0	0	0	0
Interfund Receivable	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	<u>\$ 52,652</u>	<u>\$ 1,784</u>	<u>\$ 4,516</u>	<u>\$ 32,251</u>	<u>\$ 0</u>
Liabilities:					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	1,507	0	0	2,451	0
Intergovernmental Payable	956	237	0	1,480	0
Contracts Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Interfund Payable	0	0	0	0	292
Deferred Revenue	39,970	0	0	12,201	0
Total Liabilities	<u>42,433</u>	<u>237</u>	<u>0</u>	<u>16,132</u>	<u>292</u>
Fund Balances:					
Reserved for Encumbrances	163	44	0	0	0
Reserved for Loans Receivable	0	0	0	0	0
Unreserved, Undesignated in:					
Special Revenue Funds	10,056	1,503	4,516	16,119	(292)
Total Fund Balances	<u>10,219</u>	<u>1,547</u>	<u>4,516</u>	<u>16,119</u>	<u>(292)</u>
Total Liabilities and Fund Balances	<u>\$ 52,652</u>	<u>\$ 1,784</u>	<u>\$ 4,516</u>	<u>\$ 32,251</u>	<u>\$ 0</u>

KNOX COUNTY, OHIO

<u>911 Emergency Calling System</u>	<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>
\$ 1,875,681	\$ 2,122	\$ 317,736	\$ 495,806	\$ 251,233	\$ 27,398	\$ 110,173
0	0	0	0	0	0	0
209,216	0	0	0	0	0	0
0	0	12,814	0	0	0	0
0	7,863	0	0	75,667	0	46,133
0	0	0	0	0	0	0
0	0	0	0	0	15,639	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
2,622	0	0	0	0	0	0
<u>\$ 2,087,519</u>	<u>\$ 9,985</u>	<u>\$ 330,550</u>	<u>\$ 495,806</u>	<u>\$ 326,900</u>	<u>\$ 43,037</u>	<u>\$ 156,306</u>
\$ 7,398	\$ 956	\$ 166	\$ 43,969	\$ 2,752	\$ 0	\$ 1,600
45,002	556	23,658	9,823	11,671	0	2,851
26,917	348	13,625	5,867	6,916	0	2,145
315	0	0	4,856	0	0	0
0	0	5,052	0	0	0	0
0	2,300	0	0	0	0	0
102,613	7,863	0	0	75,667	15,639	46,133
<u>182,245</u>	<u>12,023</u>	<u>42,501</u>	<u>64,515</u>	<u>97,006</u>	<u>15,639</u>	<u>52,729</u>
15,441	50	36,842	59,468	0	0	12,574
0	0	0	0	0	0	0
<u>1,889,833</u>	<u>(2,088)</u>	<u>251,207</u>	<u>371,823</u>	<u>229,894</u>	<u>27,398</u>	<u>91,003</u>
<u>1,905,274</u>	<u>(2,038)</u>	<u>288,049</u>	<u>431,291</u>	<u>229,894</u>	<u>27,398</u>	<u>103,577</u>
<u>\$ 2,087,519</u>	<u>\$ 9,985</u>	<u>\$ 330,550</u>	<u>\$ 495,806</u>	<u>\$ 326,900</u>	<u>\$ 43,037</u>	<u>\$ 156,306</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008**

	Family Resources	Home	Marriage License	Storm Water Management	Concealed Handgun License
Assets:					
Cash and Cash Equivalents	\$ 1,980	\$ 5,000	\$ 4,965	\$ 19,067	\$ 46,083
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Receivables:					
Taxes	0	0	0	0	0
Accounts	0	0	1,031	0	0
Intergovernmental	0	286,838	0	0	0
Interest	0	0	0	0	0
Special Assessments	0	0	0	0	0
Loans	0	0	0	0	0
Interfund Receivable	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	<u>\$ 1,980</u>	<u>\$ 291,838</u>	<u>\$ 5,996</u>	<u>\$ 19,067</u>	<u>\$ 46,083</u>
Liabilities:					
Accounts Payable	\$ 0	\$ 0	\$ 4,965	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	81	0
Intergovernmental Payable	0	0	0	231	0
Contracts Payable	0	0	0	0	1,927
Due to Other Funds	0	0	0	0	0
Interfund Payable	0	0	0	0	0
Deferred Revenue	0	286,838	0	0	0
Total Liabilities	<u>0</u>	<u>286,838</u>	<u>4,965</u>	<u>312</u>	<u>1,927</u>
Fund Balances:					
Reserved for Encumbrances	0	0	0	0	9,981
Reserved for Loans Receivable	0	0	0	0	0
Unreserved, Undesignated in:					
Special Revenue Funds	1,980	5,000	1,031	18,755	34,175
Total Fund Balances	<u>1,980</u>	<u>5,000</u>	<u>1,031</u>	<u>18,755</u>	<u>44,156</u>
Total Liabilities and Fund Balances	<u>\$ 1,980</u>	<u>\$ 291,838</u>	<u>\$ 5,996</u>	<u>\$ 19,067</u>	<u>\$ 46,083</u>

KNOX COUNTY, OHIO

<u>WIA Programs</u>	<u>Flood Assistance</u>	<u>Citizen Corps Program Grant</u>	<u>Supervision Fee</u>	<u>Parenting Seminar</u>	<u>Immobilized Vehicle</u>	<u>Commissary</u>
\$ 180,815	\$ 191	\$ 3,405	\$ 18,497	\$ 5,629	\$ 832	\$ 0
0	0	0	0	0	0	2,695
0	0	0	0	0	0	0
39	0	0	717	0	0	0
0	110,413	7,246	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	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$ 180,854</u>	<u>\$ 110,604</u>	<u>\$ 10,651</u>	<u>\$ 19,214</u>	<u>\$ 5,629</u>	<u>\$ 832</u>	<u>\$ 2,695</u>
\$ 35,274	\$ 0	\$ 605	\$ 1,291	\$ 0	\$ 0	\$ 0
0	0	0	0	90	0	0
0	0	0	0	29	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	7,246	0	0	0	0
<u>35,274</u>	<u>0</u>	<u>7,851</u>	<u>1,291</u>	<u>119</u>	<u>0</u>	<u>0</u>
0	0	904	0	0	0	0
0	0	0	0	0	0	0
<u>145,580</u>	<u>110,604</u>	<u>1,896</u>	<u>17,923</u>	<u>5,510</u>	<u>832</u>	<u>2,695</u>
<u>145,580</u>	<u>110,604</u>	<u>2,800</u>	<u>17,923</u>	<u>5,510</u>	<u>832</u>	<u>2,695</u>
<u>\$ 180,854</u>	<u>\$ 110,604</u>	<u>\$ 10,651</u>	<u>\$ 19,214</u>	<u>\$ 5,629</u>	<u>\$ 832</u>	<u>\$ 2,695</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008**

	Law Enforcement	Drug Enforcement	Revolving Loan	Calendar	Work Release
Assets:					
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Cash and Cash Equivalents in Segregated Accounts	22,669	11,441	65,577	19	1,216
Receivables:					
Taxes	0	0	0	0	0
Accounts	0	0	0	0	0
Intergovernmental	0	0	0	0	0
Interest	0	0	0	0	0
Special Assessments	0	0	0	0	0
Loans	0	0	56,994	0	0
Interfund Receivable	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	<u>\$ 22,669</u>	<u>\$ 11,441</u>	<u>\$ 122,571</u>	<u>\$ 19</u>	<u>\$ 1,216</u>
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
Interfund Payable	0	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances:					
Reserved for Encumbrances	0	0	0	0	0
Reserved for Loans Receivable	0	0	56,994	0	0
Unreserved, Undesignated in:					
Special Revenue Funds	22,669	11,441	65,577	19	1,216
Total Fund Balances	<u>22,669</u>	<u>11,441</u>	<u>122,571</u>	<u>19</u>	<u>1,216</u>
Total Liabilities and Fund Balances	<u>\$ 22,669</u>	<u>\$ 11,441</u>	<u>\$ 122,571</u>	<u>\$ 19</u>	<u>\$ 1,216</u>

KNOX COUNTY, OHIO

<u>Community Mental Health</u>	<u>Senior Citizens</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 0	\$ 0	\$ 3,972,475
0	0	103,617
930,405	735,881	1,875,502
0	0	40,849
56,228	44,525	700,177
0	0	19
0	0	15,639
0	0	56,994
0	0	292
0	0	2,622
<u>\$ 986,633</u>	<u>\$ 780,406</u>	<u>\$ 6,768,186</u>
\$ 0	\$ 0	\$ 109,967
0	0	114,212
0	0	69,124
0	0	15,605
0	0	5,052
0	0	2,592
<u>984,730</u>	<u>778,884</u>	<u>2,357,784</u>
<u>984,730</u>	<u>778,884</u>	<u>2,674,336</u>
0	0	155,604
0	0	56,994
<u>1,903</u>	<u>1,522</u>	<u>3,881,252</u>
<u>1,903</u>	<u>1,522</u>	<u>4,093,850</u>
<u>\$ 986,633</u>	<u>\$ 780,406</u>	<u>\$ 6,768,186</u>

KNOX COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2008***

	Dog and Kennel	Indigent Guardianship	Conduct of Business	Courts Computer	Recorder's Equipment
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	24,195	7,520	389	31,892	43,420
Licenses and Permits	144,364	0	0	0	0
Investment Earnings	0	0	0	1,962	0
Special Assessments	0	0	0	0	0
Fines and Forfeitures	1,267	0	0	0	0
All Other Revenue	13,214	887	0	52	0
Total Revenue	183,040	8,407	389	33,906	43,420
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	23,420
Judicial	0	9,116	0	37,877	0
Public Safety	0	0	0	0	0
Public Works	0	0	0	0	0
Health	205,041	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	205,041	9,116	0	37,877	23,420
Excess (Deficiency) of Revenues Over Expenditures	(22,001)	(709)	389	(3,971)	20,000
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	(22,001)	(709)	389	(3,971)	20,000
Fund Balances at Beginning of Year	85,198	4,966	804	35,460	33,851
Fund Balances End of Year	\$ 63,197	\$ 4,257	\$ 1,193	\$ 31,489	\$ 53,851

KNOX COUNTY, OHIO

<u>Courts' Computer Research</u>	<u>Time Out Program</u>	<u>Court Security</u>	<u>Probate- Juvenile Special Project</u>	<u>Juvenile Court Social Workers</u>	<u>Automated Title Processing</u>	<u>Delinquent Tax Assessment Collection</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 112,429
0	0	0	0	60	0	0
2,434	0	0	0	0	197,025	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	3,428
0	0	0	4,360	0	0	0
0	6,005	0	2	105,699	35	18,222
<u>2,434</u>	<u>6,005</u>	<u>0</u>	<u>4,362</u>	<u>105,759</u>	<u>197,060</u>	<u>134,079</u>
0	0	0	0	0	0	176,609
1,000	0	0	0	0	174,035	0
0	11,643	0	9,822	108,455	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
<u>1,000</u>	<u>11,643</u>	<u>0</u>	<u>9,822</u>	<u>108,455</u>	<u>174,035</u>	<u>176,609</u>
1,434	(5,638)	0	(5,460)	(2,696)	23,025	(42,530)
0	8,000	0	0	8,884	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(50,000)</u>	<u>0</u>
<u>0</u>	<u>8,000</u>	<u>0</u>	<u>0</u>	<u>8,884</u>	<u>(50,000)</u>	<u>0</u>
1,434	2,362	0	(5,460)	6,188	(26,975)	(42,530)
<u>6,306</u>	<u>(724)</u>	<u>98</u>	<u>13,217</u>	<u>98,384</u>	<u>82,832</u>	<u>270,970</u>
<u>\$ 7,740</u>	<u>\$ 1,638</u>	<u>\$ 98</u>	<u>\$ 7,757</u>	<u>\$ 104,572</u>	<u>\$ 55,857</u>	<u>\$ 228,440</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, 2008***

	VOCA and SVAA Grant	Marine Patrol Grant	Drug Abuse Resistance Education Grant	Common Pleas Jail Diversion Grant	Byrne Drug Court
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	29,875	18,056	55,166	51,679	9,377
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	73	4	9,056	15	8
Total Revenue	29,948	18,060	64,222	51,694	9,385
Expenditures:					
Current:					
General Government:					
Legislative and Executive	39,790	0	0	0	0
Judicial	0	0	0	0	0
Public Safety	0	20,821	64,903	51,420	0
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	39,790	20,821	64,903	51,420	0
Excess (Deficiency) of Revenues Over Expenditures	(9,842)	(2,761)	(681)	274	9,385
Other Financing Sources (Uses):					
Transfers In	18,224	0	0	0	0
Transfers Out	0	0	0	0	(8,711)
Total Other Financing Sources (Uses)	18,224	0	0	0	(8,711)
Net Change in Fund Balances	8,382	(2,761)	(681)	274	674
Fund Balances at Beginning of Year	1,837	4,308	5,197	15,845	(966)
Fund Balances End of Year	\$ 10,219	\$ 1,547	\$ 4,516	\$ 16,119	\$ (292)

KNOX COUNTY, OHIO

911 Emergency Calling System	Child Abuse Prevention Grant	Litter Control and Recycling	Child Support Enforcement Agency	Real Estate Assessment	Youth Services Grant	Ditch Maintenance
\$ 1,369,426	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
128,093	8,523	55,929	558,482	0	413,926	0
0	0	0	213,757	626,549	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	10,330
0	0	0	0	0	0	0
821	0	503	4,559	225	436	0
<u>1,498,340</u>	<u>8,523</u>	<u>56,432</u>	<u>776,798</u>	<u>626,774</u>	<u>414,362</u>	<u>10,330</u>
0	0	0	0	689,649	0	0
0	0	0	0	0	0	0
1,335,032	0	0	0	0	392,373	0
0	0	0	0	0	0	0
0	0	62,935	0	0	0	0
0	8,523	0	705,973	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	5,294
<u>1,335,032</u>	<u>8,523</u>	<u>62,935</u>	<u>705,973</u>	<u>689,649</u>	<u>392,373</u>	<u>5,294</u>
163,308	0	(6,503)	70,825	(62,875)	21,989	5,036
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>(10,750)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>(10,750)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
163,308	0	(17,253)	70,825	(62,875)	21,989	5,036
1,741,966	0	15,215	217,224	494,166	207,905	22,362
<u>\$ 1,905,274</u>	<u>\$ 0</u>	<u>\$ (2,038)</u>	<u>\$ 288,049</u>	<u>\$ 431,291</u>	<u>\$ 229,894</u>	<u>\$ 27,398</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, 2008***

	Water Resource Study	Emergency Management Agency	Family Resources	Home	Marriage License
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	93,365	32,648	123,634	0
Charges for Services	0	0	0	0	14,251
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	810	0	0	0
Total Revenue	0	94,175	32,648	123,634	14,251
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	0	0	0	0	0
Public Safety	0	123,459	0	0	0
Public Works	0	0	0	0	0
Health	0	0	0	0	13,975
Human Services	0	0	53,711	146,091	0
Intergovernmental	0	0	0	0	0
Capital Outlay	0	0	0	0	0
Total Expenditures	0	123,459	53,711	146,091	13,975
Excess (Deficiency) of Revenues Over Expenditures	0	(29,284)	(21,063)	(22,457)	276
Other Financing Sources (Uses):					
Transfers In	0	38,200	0	0	0
Transfers Out	(500)	(8,200)	0	0	0
Total Other Financing Sources (Uses)	(500)	30,000	0	0	0
Net Change in Fund Balances	(500)	716	(21,063)	(22,457)	276
Fund Balances at Beginning of Year	500	102,861	23,043	27,457	755
Fund Balances End of Year	\$ 0	\$ 103,577	\$ 1,980	\$ 5,000	\$ 1,031

KNOX COUNTY, OHIO

<u>Help America Vote Act</u>	<u>Storm Water Management</u>	<u>Concealed Handgun License</u>	<u>WIA Programs</u>	<u>Flood Assistance</u>	<u>Citizen Corps Program Grant</u>	<u>Supervision Fee</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
3,553	0	0	545,080	110,413	784	0
0	32,008	33,735	0	0	0	17,620
0	0	18,840	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	3	0	2,294	0	1,411	50
<u>3,553</u>	<u>32,011</u>	<u>52,575</u>	<u>547,374</u>	<u>110,413</u>	<u>2,195</u>	<u>17,670</u>
3,553	0	0	0	0	0	0
0	0	0	0	0	0	10,119
0	0	29,368	0	0	2,237	0
0	16,868	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	512,797	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>3,553</u>	<u>16,868</u>	<u>29,368</u>	<u>512,797</u>	<u>0</u>	<u>2,237</u>	<u>10,119</u>
0	15,143	23,207	34,577	110,413	(42)	7,551
0	0	0	0	0	0	0
<u>0</u>	<u>(10,845)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>(10,845)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	4,298	23,207	34,577	110,413	(42)	7,551
0	14,457	20,949	111,003	191	2,842	10,372
<u>\$ 0</u>	<u>\$ 18,755</u>	<u>\$ 44,156</u>	<u>\$ 145,580</u>	<u>\$ 110,604</u>	<u>\$ 2,800</u>	<u>\$ 17,923</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, 2008***

	Parenting Seminar	Immobilized Vehicle	Intake Officer Grant	Commissary	Law Enforcement
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	6,176	100	0	48,636	0
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	0	0	21
Special Assessments	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	13,386
All Other Revenue	0	0	20	0	0
Total Revenue	6,176	100	20	48,636	13,407
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	1,809	0	0	0	0
Public Safety	0	0	53	49,436	1,302
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	1,809	0	53	49,436	1,302
Excess (Deficiency) of Revenues Over Expenditures	4,367	100	(33)	(800)	12,105
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Transfers Out	0	0	(173)	0	0
Total Other Financing Sources (Uses)	0	0	(173)	0	0
Net Change in Fund Balances	4,367	100	(206)	(800)	12,105
Fund Balances at Beginning of Year	1,143	732	206	3,495	10,564
Fund Balances End of Year	\$ 5,510	\$ 832	\$ 0	\$ 2,695	\$ 22,669

KNOX COUNTY, OHIO

<u>Drug Enforcement</u>	<u>Revolving Loan</u>	<u>Calendar</u>	<u>Work Release</u>	<u>Community Mental Health</u>	<u>Senior Citizens</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 940,431	\$ 738,590	\$ 3,160,876
0	0	0	0	203,481	174,685	2,616,809
0	0	0	5,464	0	0	1,305,171
0	0	0	0	0	0	163,204
13	3,339	3	0	0	0	5,338
0	0	0	0	0	0	13,758
2,500	0	0	0	0	0	21,513
0	0	0	0	0	0	164,404
<u>2,513</u>	<u>3,339</u>	<u>3</u>	<u>5,464</u>	<u>1,143,912</u>	<u>913,275</u>	<u>7,451,073</u>
0	0	0	0	0	0	933,021
0	0	0	0	0	0	233,956
520	0	130	5,554	0	0	2,206,528
0	0	0	0	0	0	16,868
0	0	0	0	0	0	281,951
0	4,339	0	0	0	0	1,431,434
0	0	0	0	1,144,249	913,586	2,057,835
0	0	0	0	0	0	5,294
<u>520</u>	<u>4,339</u>	<u>130</u>	<u>5,554</u>	<u>1,144,249</u>	<u>913,586</u>	<u>7,166,887</u>
1,993	(1,000)	(127)	(90)	(337)	(311)	284,186
0	0	0	0	0	0	73,308
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(89,179)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(15,871)</u>
1,993	(1,000)	(127)	(90)	(337)	(311)	268,315
9,448	123,571	146	1,306	2,240	1,833	3,825,535
<u>\$ 11,441</u>	<u>\$ 122,571</u>	<u>\$ 19</u>	<u>\$ 1,216</u>	<u>\$ 1,903</u>	<u>\$ 1,522</u>	<u>\$ 4,093,850</u>

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2008**

	Bond Retirement	Ohio Water Development Authority	Total Nonmajor Debt Service Funds
Assets:			
Cash and Cash Equivalents	\$ 275,793	\$ 180	\$ 275,973
Receivables:			
Leases	1,217,000	0	1,217,000
Due from Other Funds	127,476	0	127,476
Total Assets	<u>\$ 1,620,269</u>	<u>\$ 180</u>	<u>\$ 1,620,449</u>
Liabilities:			
Matured Bonds and Interest Payable	\$ 48,379	\$ 0	\$ 48,379
Deferred Revenue	1,217,000	0	1,217,000
Total Liabilities	<u>1,265,379</u>	<u>0</u>	<u>1,265,379</u>
Fund Balances:			
Reserved for Debt Service	354,890	180	355,070
Total Fund Balances	<u>354,890</u>	<u>180</u>	<u>355,070</u>
Total Liabilities and Fund Balances	<u>\$ 1,620,269</u>	<u>\$ 180</u>	<u>\$ 1,620,449</u>

KNOX COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2008***

	Bond Retirement	Ohio Water Development Authority	Total Nonmajor Debt Service Funds
Revenues:			
Special Assessments	\$ 32,944	\$ 0	\$ 32,944
All Other Revenue	215,711	0	215,711
Total Revenue	<u>248,655</u>	<u>0</u>	<u>248,655</u>
Expenditures:			
Debt Service:			
Principal Retirement	570,000	0	570,000
Interest and Fiscal Charges	472,966	0	472,966
Total Expenditures	<u>1,042,966</u>	<u>0</u>	<u>1,042,966</u>
Excess (Deficiency) of Revenues Over Expenditures	(794,311)	0	(794,311)
Other Financing Sources (Uses):			
Transfers In	818,770	0	818,770
Transfers Out	(329,000)	0	(329,000)
Total Other Financing Sources (Uses)	<u>489,770</u>	<u>0</u>	<u>489,770</u>
Net Change in Fund Balances	(304,541)	0	(304,541)
Fund Balances at Beginning of Year	<u>659,431</u>	<u>180</u>	<u>659,611</u>
Fund Balances End of Year	<u>\$ 354,890</u>	<u>\$ 180</u>	<u>\$ 355,070</u>

KNOX COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2008**

	Permanent Improvement	Dog and Kennel Equipment	Community Development Block Grant	Fredericktown Sewer Project
Assets:				
Cash and Cash Equivalents	\$ 601,279	\$ 1,333	\$ 107,774	\$ 6,794
Cash and Cash Equivalents with Fiscal Agent	6,533	0	0	0
Receivables:				
Intergovernmental	0	0	147,578	0
Interest	0	0	13	0
Total Assets	<u>\$ 607,812</u>	<u>\$ 1,333</u>	<u>\$ 255,365</u>	<u>\$ 6,794</u>
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 88,093	\$ 0
Contracts Payable	18,218	0	0	0
Deferred Revenue	0	0	147,578	0
Total Liabilities	<u>18,218</u>	<u>0</u>	<u>235,671</u>	<u>0</u>
Fund Balances:				
Reserved for Encumbrances	21,484	0	0	0
Unreserved, Undesignated in :				
Capital Projects Funds	568,110	1,333	19,694	6,794
Total Fund Balances	<u>589,594</u>	<u>1,333</u>	<u>19,694</u>	<u>6,794</u>
Total Liabilities and Fund Balances	<u>\$ 607,812</u>	<u>\$ 1,333</u>	<u>\$ 255,365</u>	<u>\$ 6,794</u>

KNOX COUNTY, OHIO

<u>Engineering Projects</u>	<u>Industrial Site Improvement</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ 152,992	\$ 1,385	\$ 871,557
0	0	6,533
0	0	147,578
0	0	13
<u>\$ 152,992</u>	<u>\$ 1,385</u>	<u>\$ 1,025,681</u>
\$ 0	\$ 0	\$ 88,093
0	0	18,218
0	0	147,578
<u>0</u>	<u>0</u>	<u>253,889</u>
0	0	21,484
<u>152,992</u>	<u>1,385</u>	<u>750,308</u>
<u>152,992</u>	<u>1,385</u>	<u>771,792</u>
<u>\$ 152,992</u>	<u>\$ 1,385</u>	<u>\$ 1,025,681</u>

KNOX COUNTY, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2008**

	Permanent Improvement	Dog and Kennel Equipment	Issue II	Community Development Block Grant
Revenues:				
Intergovernmental Revenues	\$ 94,271	\$ 0	\$ 27,307	\$ 488,998
Investment Earnings	23	0	0	264
All Other Revenue	0	618	0	0
Total Revenue	94,294	618	27,307	489,262
Expenditures:				
Capital Outlay	505,121	0	27,307	528,442
Total Expenditures	505,121	0	27,307	528,442
Excess (Deficiency) of Revenues Over Expenditures	(410,827)	618	0	(39,180)
Other Financing Sources (Uses):				
Transfers In	425,000	0	0	0
Total Other Financing Sources (Uses)	425,000	0	0	0
Net Change in Fund Balances	14,173	618	0	(39,180)
Fund Balances at Beginning of Year	575,421	715	0	58,874
Fund Balances End of Year	\$ 589,594	\$ 1,333	\$ 0	\$ 19,694

KNOX COUNTY, OHIO

Fredericktown Sewer Project	Engineering Projects	Industrial Site Improvement	Total Nonmajor Capital Project Funds
\$ 0	\$ 175,172	\$ 0	\$ 785,748
0	0	0	287
0	0	0	618
0	175,172	0	786,653
0	22,180	0	1,083,050
0	22,180	0	1,083,050
0	152,992	0	(296,397)
0	0	0	425,000
0	0	0	425,000
0	152,992	0	128,603
6,794	0	1,385	643,189
<u>\$ 6,794</u>	<u>\$ 152,992</u>	<u>\$ 1,385</u>	<u>\$ 771,792</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, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 7,826,500	\$ 7,826,500	\$ 7,778,036	\$ (48,464)
Intergovernmental Revenues	1,893,313	1,893,313	1,881,177	(12,136)
Charges for Services	1,875,700	1,875,700	1,812,397	(63,303)
Licenses and Permits	4,500	4,500	4,516	16
Investment Earnings	1,450,000	1,450,000	831,636	(618,364)
Fines and Forfeitures	77,000	77,000	58,486	(18,514)
All Other Revenues	731,900	731,900	629,312	(102,588)
Total Revenues	13,858,913	13,858,913	12,995,560	(863,353)
Expenditures:				
General Government - Legislative and Executive:				
Commissioners:				
Personal Services	290,513	280,013	261,423	18,590
Materials and Supplies	185,000	187,955	183,706	4,249
Contractual Services	198,767	468,767	424,925	43,842
Other Expenditures	464,213	457,433	439,685	17,748
Total Commissioners	1,138,493	1,394,168	1,309,739	84,429
County Microfilming:				
Personal Services	25,225	25,410	25,324	86
Other Expenditures	4,750	3,465	1,406	2,059
Capital Outlay	1,500	2,600	2,560	40
Total County Microfilming	31,475	31,475	29,290	2,185
Safe/Loss:				
Personal Services	54,550	55,050	54,702	348
Materials and Supplies	2,080	2,080	1,776	304
Contractual Services	950	450	101	349
Other Expenditures	920	1,920	1,726	194
Total Safe/Loss	58,500	59,500	58,305	1,195
Regional Planning Commission:				
Contractual Services	58,561	58,561	58,561	0
Total Regional Planning Commission	58,561	58,561	58,561	0

(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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Auditor:				
Personal Services	195,882	196,712	194,213	2,499
Materials and Supplies	13,864	13,034	6,740	6,294
Contractual Services	40,481	40,481	37,795	2,686
Other Expenditures	<u>6,300</u>	<u>6,300</u>	<u>3,283</u>	<u>3,017</u>
Total Auditor	256,527	256,527	242,031	14,496
Treasurer:				
Personal Services	164,332	166,441	166,441	0
Materials and Supplies	10,152	10,152	10,152	0
Contractual Services	10,574	5,736	5,736	0
Other Expenditures	<u>14,625</u>	<u>17,853</u>	<u>17,853</u>	<u>0</u>
Total Treasurer	199,683	200,182	200,182	0
Prosecuting Attorney:				
Personal Services	352,830	358,787	354,399	4,388
Materials and Supplies	6,000	7,714	7,466	248
Contractual Services	48,592	40,492	40,435	57
Other Expenditures	<u>6,158</u>	<u>6,077</u>	<u>5,943</u>	<u>134</u>
Total Prosecuting Attorney	413,580	413,070	408,243	4,827
Bureau of Inspection:				
Contractual Services	<u>145,348</u>	<u>145,348</u>	<u>137,348</u>	<u>8,000</u>
Total Bureau of Inspection	145,348	145,348	137,348	8,000
Data Processing Board:				
Contractual Services	136,346	134,746	49,549	85,197
Other Expenditures	<u>0</u>	<u>1,600</u>	<u>870</u>	<u>730</u>
Total Data Processing Board	136,346	136,346	50,419	85,927
Board of Elections:				
Personal Services	286,115	333,370	329,849	3,521
Materials and Supplies	15,000	20,000	19,950	50
Contractual Services	61,000	88,000	86,245	1,755
Other Expenditures	<u>6,500</u>	<u>6,445</u>	<u>5,945</u>	<u>500</u>
Total Board of Elections	368,615	447,815	441,989	5,826

(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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Maintenance and Operation:				
Personal Services	220,700	217,700	214,146	3,554
Materials and Supplies	70,695	88,695	74,667	14,028
Contractual Services	962,609	961,609	779,847	181,762
Other Expenditures	136,850	136,850	96,361	40,489
Total Maintenance and Operation	1,390,854	1,404,854	1,165,021	239,833
Corporate Center - Maintenance and Operation:				
Personal Services	66,700	66,495	64,684	1,811
Materials and Supplies	5,000	1,600	1,133	467
Contractual Services	14,200	22,805	21,435	1,370
Other Expenditures	950	950	607	343
Total Corporate Center - Maintenance and Operation	86,850	91,850	87,859	3,991
Air Navigation and Facilities:				
Personal Services	114,100	122,000	119,684	2,316
Total Air Navigation and Facilities	114,100	122,000	119,684	2,316
Recorder:				
Personal Services	150,749	150,849	136,900	13,949
Materials and Supplies	6,700	6,700	4,244	2,456
Contractual Services	13,428	13,147	12,269	878
Other Expenditures	1,800	431	99	332
Total Recorder	172,677	171,127	153,512	17,615
Insurance, Pension and Taxes:				
Contractual Services	1,622,500	1,617,805	1,271,200	346,605
Total Insurance, Pension and Taxes	1,622,500	1,617,805	1,271,200	346,605
Agriculture:				
Contractual Services	557,331	562,556	562,552	4
Total Agriculture	557,331	562,556	562,552	4
Total General Government - Legislative and Executive	6,751,440	7,113,184	6,295,935	817,249

(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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
General Government - Judicial:				
Court of Appeals:				
Contractual Services	<u>10,000</u>	<u>10,000</u>	<u>7,496</u>	<u>2,504</u>
Total Court of Appeals	<u>10,000</u>	<u>10,000</u>	<u>7,496</u>	<u>2,504</u>
Common Pleas Court:				
Personal Services	396,385	397,368	396,921	447
Materials and Supplies	8,797	8,797	8,783	14
Contractual Services	16,100	21,801	21,673	128
Other Expenditures	<u>14,233</u>	<u>15,733</u>	<u>14,312</u>	<u>1,421</u>
Total Common Pleas Court	<u>435,515</u>	<u>443,699</u>	<u>441,689</u>	<u>2,010</u>
Jury Commission:				
Personal Services	2,000	2,000	2,000	0
Contractual Services	<u>500</u>	<u>27</u>	<u>27</u>	<u>0</u>
Total Jury Commission	<u>2,500</u>	<u>2,027</u>	<u>2,027</u>	<u>0</u>
Juvenile Court:				
Personal Services	50	0	0	0
Materials and Supplies	4,500	7,100	6,963	137
Contractual Services	7,157	3,407	3,407	0
Other Expenditures	<u>8,100</u>	<u>4,500</u>	<u>4,462</u>	<u>38</u>
Total Juvenile Court	<u>19,807</u>	<u>15,007</u>	<u>14,832</u>	<u>175</u>
Juvenile Probation:				
Personal Services	395,425	390,375	384,181	6,194
Materials and Supplies	12,000	13,700	13,513	187
Contractual Services	325,500	338,850	338,690	160
Other Expenditures	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Total Juvenile Probation	<u>757,925</u>	<u>767,925</u>	<u>761,384</u>	<u>6,541</u>
Probate Court:				
Personal Services	97,710	97,612	97,290	322
Materials and Supplies	5,400	7,444	7,444	0
Contractual Services	24,170	22,224	21,434	790
Other Expenditures	<u>2,500</u>	<u>2,500</u>	<u>2,372</u>	<u>128</u>
Total Probate Court	<u>129,780</u>	<u>129,780</u>	<u>128,540</u>	<u>1,240</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Clerk of Courts:				
Personal Services	258,907	258,907	254,761	4,146
Materials and Supplies	11,000	11,000	10,139	861
Contractual Services	12,430	12,430	10,424	2,006
Other Expenditures	<u>1,690</u>	<u>1,690</u>	<u>1,124</u>	<u>566</u>
Total Clerk of Courts	<u>284,027</u>	<u>284,027</u>	<u>276,448</u>	<u>7,579</u>
Municipal Court:				
Personal Services	95,750	94,250	88,190	6,060
Contractual Services	<u>14,325</u>	<u>17,825</u>	<u>15,409</u>	<u>2,416</u>
Total Municipal Court	<u>110,075</u>	<u>112,075</u>	<u>103,599</u>	<u>8,476</u>
Law Library:				
Personal Services	5,900	5,900	726	5,174
Other Expenditures	<u>1,000</u>	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Law Library	<u>6,900</u>	<u>6,900</u>	<u>726</u>	<u>6,174</u>
Public Defender:				
Personal Services	298,620	304,810	304,176	634
Materials and Supplies	2,912	3,550	3,524	26
Contractual Services	15,595	31,495	27,825	3,670
Other Expenditures	<u>90</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Public Defender	<u>317,217</u>	<u>339,855</u>	<u>335,525</u>	<u>4,330</u>
Total General Government - Judicial	<u>2,073,746</u>	<u>2,111,295</u>	<u>2,072,266</u>	<u>39,029</u>
Public Safety:				
Sheriff:				
Personal Services	1,716,007	1,698,133	1,672,138	25,995
Materials and Supplies	33,919	33,919	32,152	1,767
Contractual Services	189,416	263,990	255,322	8,668
Other Expenditures	<u>25,573</u>	<u>52,788</u>	<u>52,353</u>	<u>435</u>
Total Sheriff	<u>1,964,915</u>	<u>2,048,830</u>	<u>2,011,965</u>	<u>36,865</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Jail:				
Personal Services	1,301,110	1,385,121	1,369,389	15,732
Materials and Supplies	23,068	22,068	19,472	2,596
Contractual Services	492,164	406,492	392,674	13,818
Other Expenditures	12,000	202	202	0
Total Jail	<u>1,828,342</u>	<u>1,813,883</u>	<u>1,781,737</u>	<u>32,146</u>
Coroner:				
Personal Services	33,612	33,612	33,377	235
Materials and Supplies	100	100	0	100
Contractual Services	40,100	48,100	47,695	405
Other Expenditures	900	900	0	900
Total Coroner	<u>74,712</u>	<u>82,712</u>	<u>81,072</u>	<u>1,640</u>
Total Public Safety	<u>3,867,969</u>	<u>3,945,425</u>	<u>3,874,774</u>	<u>70,651</u>
Public Works:				
Map Department:				
Personal Services	75,550	78,436	76,268	2,168
Materials and Supplies	5,000	5,000	2,699	2,301
Other Expenditures	2,000	1,889	1,889	0
Total Map Department	<u>82,550</u>	<u>85,325</u>	<u>80,856</u>	<u>4,469</u>
Buildings and Grounds:				
Contractual Services	<u>303,791</u>	<u>103,791</u>	<u>29,800</u>	<u>73,991</u>
Total Buildings and Grounds	<u>303,791</u>	<u>103,791</u>	<u>29,800</u>	<u>73,991</u>
Total Public Works	<u>386,341</u>	<u>189,116</u>	<u>110,656</u>	<u>78,460</u>
Health:				
Vital Statistics:				
Other Expenditures	<u>1,300</u>	<u>1,300</u>	<u>791</u>	<u>509</u>
Total Vital Statistics	<u>1,300</u>	<u>1,300</u>	<u>791</u>	<u>509</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Other Health:				
Other Expenditures	<u>108,731</u>	<u>108,731</u>	<u>108,730</u>	<u>1</u>
Total Other Health	<u>108,731</u>	<u>108,731</u>	<u>108,730</u>	<u>1</u>
Humane Society:				
Personal Services	10,150	10,150	7,726	2,424
Materials and Supplies	950	950	0	950
Contractual Services	2,700	3,900	3,162	738
Other Expenditures	<u>4,975</u>	<u>3,775</u>	<u>1,321</u>	<u>2,454</u>
Total Humane Society	<u>18,775</u>	<u>18,775</u>	<u>12,209</u>	<u>6,566</u>
Animal Control Officer:				
Personal Services	47,280	47,280	44,354	2,926
Other Expenditures	<u>2,365</u>	<u>2,365</u>	<u>1,794</u>	<u>571</u>
Total Animal Control Officer	<u>49,645</u>	<u>49,645</u>	<u>46,148</u>	<u>3,497</u>
Total Health	<u>178,451</u>	<u>178,451</u>	<u>167,878</u>	<u>10,573</u>
Human Services:				
Children's Home:				
Contractual Services	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>0</u>
Total Children's Home	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>0</u>
Soldiers Relief:				
Personal Services	41,927	41,927	37,439	4,488
Materials and Supplies	10,676	16,924	15,192	1,732
Contractual Services	<u>251,918</u>	<u>228,670</u>	<u>211,696</u>	<u>16,974</u>
Total Soldiers Relief	<u>304,521</u>	<u>287,521</u>	<u>264,327</u>	<u>23,194</u>
Veterans Relief:				
Personal Services	212,415	212,415	206,045	6,370
Contractual Services	20,374	20,374	18,233	2,141
Other Expenditures	<u>5,000</u>	<u>7,000</u>	<u>6,923</u>	<u>77</u>
Total Veterans Relief	<u>237,789</u>	<u>239,789</u>	<u>231,201</u>	<u>8,588</u>
Total Human Services	<u>642,310</u>	<u>627,310</u>	<u>595,528</u>	<u>31,782</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Conservation and Recreation:				
Bike Path:				
Contractual Services	<u>7,500</u>	<u>7,500</u>	<u>0</u>	<u>7,500</u>
Total Bike Path	<u>7,500</u>	<u>7,500</u>	<u>0</u>	<u>7,500</u>
Total Conservation and Recreation	<u>7,500</u>	<u>7,500</u>	<u>0</u>	<u>7,500</u>
Capital Outlay	<u>500,942</u>	<u>458,233</u>	<u>299,519</u>	<u>158,714</u>
Total Expenditures	<u>14,408,699</u>	<u>14,630,514</u>	<u>13,416,556</u>	<u>1,213,958</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(549,786)	(771,601)	(420,996)	350,605
Other Financing Sources (Uses):				
Other Financing Uses	(270,451)	(238,551)	(120,558)	117,993
Ohio Water Development Authority Loan	0	0	116,021	116,021
Transfers In	250,000	250,000	236,095	(13,905)
Transfers Out	(1,327,000)	(1,197,295)	(1,196,779)	516
Advances Out	0	(2,300)	(2,300)	0
Total Other Financing Sources (Uses)	<u>(1,347,451)</u>	<u>(1,188,146)</u>	<u>(967,521)</u>	<u>220,625</u>
Net Change in Fund Balance	(1,897,237)	(1,959,747)	(1,388,517)	571,230
Fund Balance at Beginning of Year	1,889,611	1,889,611	1,889,611	0
Prior Year Encumbrances	540,112	540,112	540,112	0
Fund Balance at End of Year	<u>\$ 532,486</u>	<u>\$ 469,976</u>	<u>\$ 1,041,206</u>	<u>\$ 571,230</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, 2008****PUBLIC ASSISTANCE FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 5,630,000	\$ 5,630,000	\$ 5,109,695	\$ (520,305)
All Other Revenues	<u>195,000</u>	<u>195,000</u>	<u>501,664</u>	<u>306,664</u>
Total Revenues	<u>5,825,000</u>	<u>5,825,000</u>	<u>5,611,359</u>	<u>(213,641)</u>
Expenditures:				
Human Services:				
Personal Services	2,997,822	3,274,978	3,234,931	40,047
Materials and Supplies	159,624	97,024	73,784	23,240
Contractual Services	2,949,368	3,586,168	3,442,180	143,988
Other Expenditures	944,977	594,142	523,829	70,313
Capital Outlay	<u>351,895</u>	<u>348,160</u>	<u>281,475</u>	<u>66,685</u>
Total Expenditures	<u>7,403,686</u>	<u>7,900,472</u>	<u>7,556,199</u>	<u>344,273</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,578,686)	(2,075,472)	(1,944,840)	130,632
Other Financing Sources (Uses):				
Transfers In	200,000	200,000	200,000	0
Transfers Out	<u>(400,000)</u>	<u>(303,215)</u>	<u>(303,215)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(200,000)</u>	<u>(103,215)</u>	<u>(103,215)</u>	<u>0</u>
Net Change in Fund Balance	(1,778,686)	(2,178,687)	(2,048,055)	130,632
Fund Balance at Beginning of Year	2,139,026	2,139,026	2,139,026	0
Prior Year Encumbrances	<u>972,486</u>	<u>972,486</u>	<u>972,486</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,332,826</u>	<u>\$ 932,825</u>	<u>\$ 1,063,457</u>	<u>\$ 130,632</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, 2008****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	\$ 5,075,000	\$ 5,075,000	\$ 5,035,233	\$ (39,767)
Charges for Services	6,500	6,500	7,333	833
Investment Earnings	32,000	32,000	8,340	(23,660)
Fines and Forfeitures	8,600	8,600	16,846	8,246
All Other Revenues	<u>67,500</u>	<u>67,500</u>	<u>31,598</u>	<u>(35,902)</u>
Total Revenues	<u>5,189,600</u>	<u>5,189,600</u>	<u>5,099,350</u>	<u>(90,250)</u>
Expenditures:				
Public Works:				
Personal Services	2,170,357	2,163,709	2,153,139	10,570
Materials and Supplies	957,529	1,140,568	1,095,151	45,417
Contractual Services	1,739,611	1,648,942	1,597,010	51,932
Other Expenditures	40,660	44,160	42,959	1,201
Intergovernmental	66,000	66,400	65,469	931
Capital Outlay	221,500	131,877	131,789	88
Debt Service:				
Principal Retirement	<u>35,666</u>	<u>35,666</u>	<u>35,666</u>	<u>0</u>
Total Expenditures	<u>5,231,323</u>	<u>5,231,322</u>	<u>5,121,183</u>	<u>110,139</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,723)	(41,722)	(21,833)	19,889
Fund Balance at Beginning of Year	53,907	53,907	53,907	0
Prior Year Encumbrances	<u>42,323</u>	<u>42,323</u>	<u>42,323</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 54,507</u>	<u>\$ 54,508</u>	<u>\$ 74,397</u>	<u>\$ 19,889</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, 2008****CHILDREN SERVICES BOARD FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,047,100	\$ 1,047,100	\$ 902,315	\$ (144,785)
Intergovernmental Revenues	1,100,000	1,200,000	1,051,048	(148,952)
Charges for Services	150,000	150,000	92,577	(57,423)
All Other Revenues	8,150	8,150	6,892	(1,258)
Total Revenues	<u>2,305,250</u>	<u>2,405,250</u>	<u>2,052,832</u>	<u>(352,418)</u>
Expenditures:				
Human Services:				
Personal Services	857,000	950,500	936,375	14,125
Materials and Supplies	27,944	9,444	3,984	5,460
Contractual Services	1,155,926	865,926	639,768	226,158
Other Expenditures	525,949	840,949	815,936	25,013
Capital Outlay	37,222	37,222	33,319	3,903
Total Expenditures	<u>2,604,041</u>	<u>2,704,041</u>	<u>2,429,382</u>	<u>274,659</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(298,791)	(298,791)	(376,550)	(77,759)
Fund Balance at Beginning of Year	3,217,933	3,217,933	3,217,933	0
Prior Year Encumbrances	123,543	123,543	123,543	0
Fund Balance at End of Year	<u>\$ 3,042,685</u>	<u>\$ 3,042,685</u>	<u>\$ 2,964,926</u>	<u>\$ (77,759)</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, 2008****MENTAL RETARDATION FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,309,960	\$ 1,309,960	\$ 1,263,002	\$ (46,958)
Intergovernmental Revenues	1,627,000	1,627,000	3,027,661	1,400,661
All Other Revenues	<u>1,117,500</u>	<u>1,117,500</u>	<u>192,584</u>	<u>(924,916)</u>
Total Revenues	<u>4,054,460</u>	<u>4,054,460</u>	<u>4,483,247</u>	<u>428,787</u>
Expenditures:				
Human Services:				
Personal Services	3,101,524	3,209,974	1,917,794	1,292,180
Materials and Supplies	80,546	48,703	45,815	2,888
Contractual Services	2,920,743	2,869,136	2,372,753	496,383
Other Expenditures	5,330	5,330	4,128	1,202
Capital Outlay	<u>89,352</u>	<u>64,352</u>	<u>23,633</u>	<u>40,719</u>
Total Expenditures	<u>6,197,495</u>	<u>6,197,495</u>	<u>4,364,123</u>	<u>1,833,372</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,143,035)	(2,143,035)	119,124	2,262,159
Other Financing Sources (Uses):				
Transfers In	<u>1,450,000</u>	<u>1,450,000</u>	<u>0</u>	<u>(1,450,000)</u>
Total Other Financing Sources (Uses)	<u>1,450,000</u>	<u>1,450,000</u>	<u>0</u>	<u>(1,450,000)</u>
Net Change in Fund Balance	(693,035)	(693,035)	119,124	812,159
Fund Balance at Beginning of Year	1,451,053	1,451,053	1,451,053	0
Prior Year Encumbrances	<u>130,657</u>	<u>130,657</u>	<u>130,657</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 888,675</u>	<u>\$ 888,675</u>	<u>\$ 1,700,834</u>	<u>\$ 812,159</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, 2008****DOG AND KENNEL FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 21,400	\$ 21,400	\$ 23,983	\$ 2,583
Licenses and Permits	119,000	119,000	144,594	25,594
Fines and Forfeitures	1,400	1,400	1,242	(158)
All Other Revenues	1,150	1,150	13,214	12,064
Total Revenues	<u>142,950</u>	<u>142,950</u>	<u>183,033</u>	<u>40,083</u>
Expenditures:				
Health:				
Personal Services	135,200	131,400	122,971	8,429
Materials and Supplies	30,075	28,575	21,552	7,023
Contractual Services	62,828	66,628	58,537	8,091
Other Expenditures	9,520	11,020	9,091	1,929
Capital Outlay	3,910	3,910	2,030	1,880
Total Expenditures	<u>241,533</u>	<u>241,533</u>	<u>214,181</u>	<u>27,352</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(98,583)	(98,583)	(31,148)	67,435
Fund Balance at Beginning of Year	91,315	91,315	91,315	0
Prior Year Encumbrances	7,533	7,533	7,533	0
Fund Balance at End of Year	<u>\$ 265</u>	<u>\$ 265</u>	<u>\$ 67,700</u>	<u>\$ 67,435</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, 2008***

INDIGENT GUARDIANSHIP FUND

	<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	\$ 7,405	\$ 105
All Other Revenues	<u>0</u>	<u>0</u>	<u>887</u>	<u>887</u>
Total Revenues	<u>7,300</u>	<u>7,300</u>	<u>8,292</u>	<u>992</u>
Expenditures:				
General Government - Judicial:				
Contractual Services	10,000	10,000	8,258	1,742
Other Expenditures	<u>1,556</u>	<u>1,556</u>	<u>0</u>	<u>1,556</u>
Total Expenditures	<u>11,556</u>	<u>11,556</u>	<u>8,258</u>	<u>3,298</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,256)	(4,256)	34	4,290
Fund Balance at Beginning of Year	<u>4,256</u>	<u>4,256</u>	<u>4,256</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,290</u>	<u>\$ 4,290</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, 2008**

CONDUCT OF BUSINESS FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 450	\$ 450	\$ 383	\$ (67)
Total Revenues	<u>450</u>	<u>450</u>	<u>383</u>	<u>(67)</u>
Expenditures:				
General Government - Judicial:				
Other Expenditures	<u>1,237</u>	<u>1,237</u>	<u>0</u>	<u>1,237</u>
Total Expenditures	<u>1,237</u>	<u>1,237</u>	<u>0</u>	<u>1,237</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(787)	(787)	383	1,170
Fund Balance at Beginning of Year	<u>787</u>	<u>787</u>	<u>787</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,170</u>	<u>\$ 1,170</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, 2008****COURTS COMPUTER FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 29,900	\$ 29,900	\$ 31,706	\$ 1,806
Investment Earnings	2,500	2,500	2,231	(269)
All Other Revenues	<u>0</u>	<u>0</u>	<u>52</u>	<u>52</u>
Total Revenues	<u>32,400</u>	<u>32,400</u>	<u>33,989</u>	<u>1,589</u>
Expenditures:				
General Government - Judicial:				
Materials and Supplies	2,000	2,000	0	2,000
Contractual Services	8,067	8,067	4,522	3,545
Other Expenditures	25,532	34,332	27,855	6,477
Capital Outlay	<u>20,898</u>	<u>20,898</u>	<u>5,500</u>	<u>15,398</u>
Total Expenditures	<u>56,497</u>	<u>65,297</u>	<u>37,877</u>	<u>27,420</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,097)	(32,897)	(3,888)	29,009
Fund Balance at Beginning of Year	32,406	32,406	32,406	0
Prior Year Encumbrances	<u>532</u>	<u>532</u>	<u>532</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 8,841</u>	<u>\$ 41</u>	<u>\$ 29,050</u>	<u>\$ 29,009</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, 2008****RECORDER'S EQUIPMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 52,000	\$ 52,000	\$ 43,496	\$ (8,504)
Total Revenues	<u>52,000</u>	<u>52,000</u>	<u>43,496</u>	<u>(8,504)</u>
Expenditures:				
General Government - Legislative and Executive:				
Contractual Services	38,680	38,680	24,512	14,168
Other Expenditures	2,000	2,000	0	2,000
Capital Outlay	<u>15,000</u>	<u>15,000</u>	<u>0</u>	<u>15,000</u>
Total Expenditures	<u>55,680</u>	<u>55,680</u>	<u>24,512</u>	<u>31,168</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,680)	(3,680)	18,984	22,664
Fund Balance at Beginning of Year	30,987	30,987	30,987	0
Prior Year Encumbrances	<u>3,680</u>	<u>3,680</u>	<u>3,680</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 30,987</u>	<u>\$ 30,987</u>	<u>\$ 53,651</u>	<u>\$ 22,664</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, 2008**

COURTS' COMPUTER RESEARCH FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 2,575	\$ 2,575	\$ 2,422	\$ (153)
Total Revenues	<u>2,575</u>	<u>2,575</u>	<u>2,422</u>	<u>(153)</u>
Expenditures:				
General Government - Judicial:				
Other Expenditures	<u>8,704</u>	<u>8,704</u>	<u>1,000</u>	<u>7,704</u>
Total Expenditures	<u>8,704</u>	<u>8,704</u>	<u>1,000</u>	<u>7,704</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,129)	(6,129)	1,422	7,551
Fund Balance at Beginning of Year	<u>6,129</u>	<u>6,129</u>	<u>6,129</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,551</u>	<u>\$ 7,551</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, 2008**

TIME OUT PROGRAM FUND

	<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>\$ 6,005</u>	<u>\$ 5</u>
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>6,005</u>	<u>5</u>
Expenditures:				
Public Safety:				
Personal Services	<u>14,150</u>	<u>14,150</u>	<u>11,825</u>	<u>2,325</u>
Total Expenditures	<u>14,150</u>	<u>14,150</u>	<u>11,825</u>	<u>2,325</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,150)	(8,150)	(5,820)	2,330
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	(150)	(150)	2,180	2,330
Fund Balance at Beginning of Year	<u>150</u>	<u>150</u>	<u>150</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,330</u>	<u>\$ 2,330</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, 2008**

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><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 98</u></u>	<u><u>\$ 98</u></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, 2008***

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	\$ 4,300	\$ 4,300	\$ 4,510	\$ 210
All Other Revenues	<u>0</u>	<u>0</u>	<u>2</u>	<u>2</u>
Total Revenues	<u>4,300</u>	<u>4,300</u>	<u>4,512</u>	<u>212</u>
Expenditures:				
Public Safety:				
Personal Services	13,900	13,900	7,583	6,317
Other Expenditures	<u>3,295</u>	<u>3,295</u>	<u>2,207</u>	<u>1,088</u>
Total Expenditures	<u>17,195</u>	<u>17,195</u>	<u>9,790</u>	<u>7,405</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,895)	(12,895)	(5,278)	7,617
Fund Balance at Beginning of Year	<u>12,895</u>	<u>12,895</u>	<u>12,895</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,617</u>	<u>\$ 7,617</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, 2008****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	\$ 100	\$ 100	\$ 60	\$ (40)
All Other Revenues	<u>110,500</u>	<u>110,500</u>	<u>99,253</u>	<u>(11,247)</u>
Total Revenues	<u>110,600</u>	<u>110,600</u>	<u>99,313</u>	<u>(11,287)</u>
Expenditures:				
Public Safety:				
Personal Services	118,240	118,240	91,600	26,640
Materials and Supplies	2,000	2,000	1,860	140
Contractual Services	24,988	24,988	13,347	11,641
Other Expenditures	5,018	5,018	984	4,034
Capital Outlay	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Expenditures	<u>152,246</u>	<u>152,246</u>	<u>107,791</u>	<u>44,455</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,646)	(41,646)	(8,478)	33,168
Other Financing Sources (Uses):				
Transfers In	1,000	1,000	8,884	7,884
Advances In	<u>0</u>	<u>0</u>	<u>23,108</u>	<u>23,108</u>
Total Other Financing Sources (Uses)	<u>1,000</u>	<u>1,000</u>	<u>31,992</u>	<u>30,992</u>
Net Change in Fund Balance	(40,646)	(40,646)	23,514	64,160
Fund Balance at Beginning of Year	<u>77,416</u>	<u>77,416</u>	<u>77,416</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 36,770</u>	<u>\$ 36,770</u>	<u>\$ 100,930</u>	<u>\$ 64,160</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, 2008****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	\$ 217,000	\$ 217,000	\$ 199,846	\$ (17,154)
All Other Revenues	<u>50</u>	<u>50</u>	<u>35</u>	<u>(15)</u>
Total Revenues	<u>217,050</u>	<u>217,050</u>	<u>199,881</u>	<u>(17,169)</u>
Expenditures:				
General Government - Judicial:				
Personal Services	165,800	162,592	159,575	3,017
Materials and Supplies	4,950	6,525	5,788	737
Contractual Services	6,925	6,852	6,366	486
Other Expenditures	2,585	4,393	3,658	735
Capital Outlay	<u>1,000</u>	<u>898</u>	<u>0</u>	<u>898</u>
Total Expenditures	<u>181,260</u>	<u>181,260</u>	<u>175,387</u>	<u>5,873</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	35,790	35,790	24,494	(11,296)
Other Financing Sources (Uses):				
Transfers Out	<u>(100,000)</u>	<u>(100,000)</u>	<u>(50,000)</u>	<u>50,000</u>
Total Other Financing Sources (Uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(50,000)</u>	<u>50,000</u>
Net Change in Fund Balance	(64,210)	(64,210)	(25,506)	38,704
Fund Balance at Beginning of Year	74,202	74,202	74,202	0
Prior Year Encumbrances	<u>1,536</u>	<u>1,536</u>	<u>1,536</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 11,528</u>	<u>\$ 11,528</u>	<u>\$ 50,232</u>	<u>\$ 38,704</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, 2008*****DELINQUENT TAX ASSESSMENT COLLECTION FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 97,000	\$ 97,000	\$ 112,429	\$ 15,429
Special Assessments	3,400	3,400	3,428	28
All Other Revenues	8,500	8,500	17,768	9,268
Total Revenues	<u>108,900</u>	<u>108,900</u>	<u>133,625</u>	<u>24,725</u>
Expenditures:				
General Government - Legislative and Executive:				
Personal Services	93,750	101,430	87,413	14,017
Materials and Supplies	1,500	1,500	0	1,500
Contractual Services	66,890	111,890	80,560	31,330
Other Expenditures	19,746	32,746	16,441	16,305
Capital Outlay	3,500	3,500	1,312	2,188
Total Expenditures	<u>185,386</u>	<u>251,066</u>	<u>185,726</u>	<u>65,340</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(76,486)	(142,166)	(52,101)	90,065
Fund Balance at Beginning of Year	243,151	243,151	243,151	0
Prior Year Encumbrances	32,836	32,836	32,836	0
Fund Balance at End of Year	<u>\$ 199,501</u>	<u>\$ 133,821</u>	<u>\$ 223,886</u>	<u>\$ 90,065</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, 2008****VOCA AND SVAA GRANT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 30,857	\$ 30,857	\$ 29,875	\$ (982)
All Other Revenues	<u>0</u>	<u>0</u>	<u>73</u>	<u>73</u>
Total Revenues	<u>30,857</u>	<u>30,857</u>	<u>29,948</u>	<u>(909)</u>
Expenditures:				
General Government - Legislative and Executive:				
Personal Services	36,752	37,016	36,434	582
Materials and Supplies	556	279	279	0
Contractual Services	1,451	2,489	1,768	721
Other Expenditures	<u>1,765</u>	<u>1,172</u>	<u>1,149</u>	<u>23</u>
Total Expenditures	<u>40,524</u>	<u>40,956</u>	<u>39,630</u>	<u>1,326</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,667)	(10,099)	(9,682)	417
Other Financing Sources (Uses):				
Transfers In	<u>9,188</u>	<u>9,188</u>	<u>18,224</u>	<u>9,036</u>
Total Other Financing Sources (Uses)	<u>9,188</u>	<u>9,188</u>	<u>18,224</u>	<u>9,036</u>
Net Change in Fund Balance	(479)	(911)	8,542	9,453
Fund Balance at Beginning of Year	3,660	3,660	3,660	0
Prior Year Encumbrances	<u>317</u>	<u>317</u>	<u>317</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,498</u>	<u>\$ 3,066</u>	<u>\$ 12,519</u>	<u>\$ 9,453</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, 2008***

MARINE PATROL GRANT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 18,100	\$ 18,100	\$ 18,056	\$ (44)
All Other Revenues	<u>0</u>	<u>0</u>	<u>4</u>	<u>4</u>
Total Revenues	<u>18,100</u>	<u>18,100</u>	<u>18,060</u>	<u>(40)</u>
Expenditures:				
Public Safety:				
Personal Services	19,450	17,189	16,496	693
Materials and Supplies	700	700	175	525
Other Expenditures	1,929	4,191	4,073	118
Capital Outlay	<u>400</u>	<u>400</u>	<u>0</u>	<u>400</u>
Total Expenditures	<u>22,479</u>	<u>22,480</u>	<u>20,744</u>	<u>1,736</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,379)	(4,380)	(2,684)	1,696
Fund Balance at Beginning of Year	4,345	4,345	4,345	0
Prior Year Encumbrances	<u>79</u>	<u>79</u>	<u>79</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 45</u>	<u>\$ 44</u>	<u>\$ 1,740</u>	<u>\$ 1,696</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, 2008**

DRUG ABUSE RESISTANCE EDUCATION GRANT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 26,986	\$ 54,986	\$ 55,166	\$ 180
All Other Revenues	<u>7,000</u>	<u>8,500</u>	<u>9,056</u>	<u>556</u>
Total Revenues	<u>33,986</u>	<u>63,486</u>	<u>64,222</u>	<u>736</u>
Expenditures:				
Public Safety:				
Personal Services	35,100	55,466	55,466	0
Materials and Supplies	<u>4,286</u>	<u>13,420</u>	<u>9,655</u>	<u>3,765</u>
Total Expenditures	<u>39,386</u>	<u>68,886</u>	<u>65,121</u>	<u>3,765</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,400)	(5,400)	(899)	4,501
Fund Balance at Beginning of Year	5,315	5,315	5,315	0
Prior Year Encumbrances	<u>100</u>	<u>100</u>	<u>100</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 15</u>	<u>\$ 15</u>	<u>\$ 4,516</u>	<u>\$ 4,501</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, 2008**

COMMON PLEAS JAIL DIVERSION GRANT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 51,104	\$ 51,104	\$ 52,253	\$ 1,149
All Other Revenues	<u>20</u>	<u>20</u>	<u>15</u>	<u>(5)</u>
Total Revenues	<u>51,124</u>	<u>51,124</u>	<u>52,268</u>	<u>1,144</u>
Expenditures:				
Public Safety:				
Personal Services	53,041	53,041	50,213	2,828
Materials and Supplies	367	367	195	172
Capital Outlay	<u>300</u>	<u>300</u>	<u>262</u>	<u>38</u>
Total Expenditures	<u>53,708</u>	<u>53,708</u>	<u>50,670</u>	<u>3,038</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,584)	(2,584)	1,598	4,182
Fund Balance at Beginning of Year	<u>5,484</u>	<u>5,484</u>	<u>5,484</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,900</u>	<u>\$ 2,900</u>	<u>\$ 7,082</u>	<u>\$ 4,182</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, 2008**

BYRNE DRUG COURT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 9,096	\$ 9,088	\$ (8)
All Other Revenues	<u>0</u>	<u>0</u>	<u>8</u>	<u>8</u>
Total Revenues	<u>0</u>	<u>9,096</u>	<u>9,096</u>	<u>0</u>
Expenditures:				
Public Safety:				
Personal Services	<u>24,032</u>	<u>1,309</u>	<u>1,309</u>	<u>0</u>
Total Expenditures	<u>24,032</u>	<u>1,309</u>	<u>1,309</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,032)	7,787	7,787	0
Other Financing Sources (Uses):				
Advances Out	<u>0</u>	<u>(23,108)</u>	<u>(23,108)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(23,108)</u>	<u>(23,108)</u>	<u>0</u>
Net Change in Fund Balance	(24,032)	(15,321)	(15,321)	0
Fund Balance at Beginning of Year	<u>24,032</u>	<u>24,032</u>	<u>24,032</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 8,711</u>	<u>\$ 8,711</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, 2008***

911 EMERGENCY CALLING SYSTEM FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,350,000	\$ 1,350,000	\$ 1,363,971	\$ 13,971
Intergovernmental Revenues	138,000	138,000	128,093	(9,907)
All Other Revenues	500	500	821	321
Total Revenues	<u>1,488,500</u>	<u>1,488,500</u>	<u>1,492,885</u>	<u>4,385</u>
Expenditures:				
Public Safety:				
Personal Services	2,062,247	2,062,247	1,210,279	851,968
Materials and Supplies	28,248	28,248	4,542	23,706
Contractual Services	115,815	115,815	31,905	83,910
Other Expenditures	74,419	74,419	24,399	50,020
Capital Outlay	437,050	437,050	76,078	360,972
Total Expenditures	<u>2,717,779</u>	<u>2,717,779</u>	<u>1,347,203</u>	<u>1,370,576</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,229,279)	(1,229,279)	145,682	1,374,961
Fund Balance at Beginning of Year	1,683,855	1,683,855	1,683,855	0
Prior Year Encumbrances	23,779	23,779	23,779	0
Fund Balance at End of Year	<u>\$ 478,355</u>	<u>\$ 478,355</u>	<u>\$ 1,853,316</u>	<u>\$ 1,374,961</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, 2008**

CHILD ABUSE PREVENTION GRANT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 17,045	\$ 17,045	\$ 8,523	\$ (8,522)
Total Revenues	<u>17,045</u>	<u>17,045</u>	<u>8,523</u>	<u>(8,522)</u>
Expenditures:				
Human Services:				
Contractual Services	<u>17,045</u>	<u>17,045</u>	<u>8,523</u>	<u>8,522</u>
Total Expenditures	<u>17,045</u>	<u>17,045</u>	<u>8,523</u>	<u>8,522</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, 2008****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	\$ 55,200	\$ 55,929	\$ 729
All Other Revenues	<u>1,150</u>	<u>1,150</u>	<u>503</u>	<u>(647)</u>
Total Revenues	<u>46,150</u>	<u>56,350</u>	<u>56,432</u>	<u>82</u>
Expenditures:				
Health:				
Personal Services	15,076	15,625	15,524	101
Materials and Supplies	2,000	2,045	2,022	23
Contractual Services	29,400	12,543	12,163	380
Other Expenditures	3,159	2,559	2,476	83
Capital Outlay	<u>2,300</u>	<u>31,926</u>	<u>31,479</u>	<u>447</u>
Total Expenditures	<u>51,935</u>	<u>64,698</u>	<u>63,664</u>	<u>1,034</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,785)	(8,348)	(7,232)	1,116
Other Financing Sources (Uses):				
Transfers Out	(10,750)	(10,750)	(10,750)	0
Advances In	<u>0</u>	<u>2,300</u>	<u>2,300</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(10,750)</u>	<u>(8,450)</u>	<u>(8,450)</u>	<u>0</u>
Net Change in Fund Balance	(16,535)	(16,798)	(15,682)	1,116
Fund Balance at Beginning of Year	15,998	15,998	15,998	0
Prior Year Encumbrances	<u>800</u>	<u>800</u>	<u>800</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 263</u>	<u>\$ 0</u>	<u>\$ 1,116</u>	<u>\$ 1,116</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, 2008****CHILD SUPPORT ENFORCEMENT AGENCY FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 475,000	\$ 391,835	\$ 558,482	\$ 166,647
Charges for Services	110,000	110,000	214,274	104,274
All Other Revenues	<u>50,000</u>	<u>50,000</u>	<u>4,559</u>	<u>(45,441)</u>
Total Revenues	<u>635,000</u>	<u>551,835</u>	<u>777,315</u>	<u>225,480</u>
Expenditures:				
Human Services:				
Personal Services	556,954	608,499	596,236	12,263
Materials and Supplies	3,184	1,352	391	961
Contractual Services	112,297	141,220	126,930	14,290
Other Expenditures	70,559	29,116	7,183	21,933
Capital Outlay	<u>10,000</u>	<u>10,028</u>	<u>9,114</u>	<u>914</u>
Total Expenditures	<u>752,994</u>	<u>790,215</u>	<u>739,854</u>	<u>50,361</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(117,994)	(238,380)	37,461	275,841
Fund Balance at Beginning of Year	215,386	215,386	215,386	0
Prior Year Encumbrances	<u>22,994</u>	<u>22,994</u>	<u>22,994</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 120,386</u>	<u>\$ 0</u>	<u>\$ 275,841</u>	<u>\$ 275,841</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, 2008***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REAL ESTATE ASSESSMENT FUND				
Revenues:				
Charges for Services	\$ 515,400	\$ 515,400	\$ 626,549	\$ 111,149
All Other Revenues	<u>100</u>	<u>100</u>	<u>225</u>	<u>125</u>
Total Revenues	<u>515,500</u>	<u>515,500</u>	<u>626,774</u>	<u>111,274</u>
Expenditures:				
General Government - Legislative and Executive:				
Personal Services	277,591	277,961	271,311	6,650
Materials and Supplies	16,941	15,571	7,026	8,545
Contractual Services	540,954	541,954	479,775	62,179
Other Expenditures	5,257	5,257	2,139	3,118
Capital Outlay	<u>13,600</u>	<u>13,600</u>	<u>3,100</u>	<u>10,500</u>
Total Expenditures	<u>854,343</u>	<u>854,343</u>	<u>763,351</u>	<u>90,992</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(338,843)	(338,843)	(136,577)	202,266
Fund Balance at Beginning of Year	336,162	336,162	336,162	0
Prior Year Encumbrances	<u>236,752</u>	<u>236,752</u>	<u>236,752</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 234,071</u>	<u>\$ 234,071</u>	<u>\$ 436,337</u>	<u>\$ 202,266</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, 2008**

YOUTH SERVICES GRANT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 300,000	\$ 414,311	\$ 413,926	\$ (385)
All Other Revenues	50	50	436	386
Total Revenues	<u>300,050</u>	<u>414,361</u>	<u>414,362</u>	<u>1</u>
Expenditures:				
Public Safety:				
Personal Services	326,360	406,842	295,808	111,034
Materials and Supplies	0	6,683	5,847	836
Contractual Services	87,000	181,697	64,714	116,983
Other Expenditures	40,960	0	0	0
Capital Outlay	5,000	39,000	16,621	22,379
Total Expenditures	<u>459,320</u>	<u>634,222</u>	<u>382,990</u>	<u>251,232</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(159,270)	(219,861)	31,372	251,233
Fund Balance at Beginning of Year	<u>219,861</u>	<u>219,861</u>	<u>219,861</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 60,591</u>	<u>\$ 0</u>	<u>\$ 251,233</u>	<u>\$ 251,233</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, 2008***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Special Assessments	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 10,330</u>	<u>\$ 330</u>
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>10,330</u>	<u>330</u>
Expenditures:				
Capital Outlay:				
Contractual Services	31,400	31,400	5,294	26,106
Other Expenditures	<u>80</u>	<u>80</u>	<u>0</u>	<u>80</u>
Total Expenditures	<u>31,480</u>	<u>31,480</u>	<u>5,294</u>	<u>26,186</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,480)	(21,480)	5,036	26,516
Fund Balance at Beginning of Year	<u>22,362</u>	<u>22,362</u>	<u>22,362</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 882</u></u>	<u><u>\$ 882</u></u>	<u><u>\$ 27,398</u></u>	<u><u>\$ 26,516</u></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, 2008**

	<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:				
Health:				
Contractual Services	<u>500</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>500</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(500)	0	0	0
Fund Balance at Beginning of Year	<u>500</u>	<u>500</u>	<u>500</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 500</u>	<u>\$ 500</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, 2008****EMERGENCY MANAGEMENT AGENCY FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 204,850	\$ 204,850	\$ 93,365	\$ (111,485)
All Other Revenues	<u>3,000</u>	<u>3,000</u>	<u>810</u>	<u>(2,190)</u>
Total Revenues	<u>207,850</u>	<u>207,850</u>	<u>94,175</u>	<u>(113,675)</u>
Expenditures:				
Public Safety:				
Personal Services	83,310	85,810	72,079	13,731
Materials and Supplies	2,047	2,047	1,455	592
Contractual Services	5,581	5,581	1,237	4,344
Other Expenditures	20,813	20,813	13,102	7,711
Capital Outlay	<u>132,956</u>	<u>130,456</u>	<u>44,944</u>	<u>85,512</u>
Total Expenditures	<u>244,707</u>	<u>244,707</u>	<u>132,817</u>	<u>111,890</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(36,857)	(36,857)	(38,642)	(1,785)
Other Financing Sources (Uses):				
Transfers In	30,000	30,000	38,200	8,200
Transfers Out	<u>(8,200)</u>	<u>(8,200)</u>	<u>(8,200)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>21,800</u>	<u>21,800</u>	<u>30,000</u>	<u>8,200</u>
Net Change in Fund Balance	(15,057)	(15,057)	(8,642)	6,415
Fund Balance at Beginning of Year	102,443	102,443	102,443	0
Prior Year Encumbrances	<u>2,998</u>	<u>2,998</u>	<u>2,998</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 90,384</u>	<u>\$ 90,384</u>	<u>\$ 96,799</u>	<u>\$ 6,415</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, 2008**

FAMILY RESOURCES FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 41,250	\$ 41,250	\$ 32,648	\$ (8,602)
Total Revenues	<u>41,250</u>	<u>41,250</u>	<u>32,648</u>	<u>(8,602)</u>
Expenditures:				
Human Services:				
Other Expenditures	<u>51,543</u>	<u>54,093</u>	<u>54,038</u>	<u>55</u>
Total Expenditures	<u>51,543</u>	<u>54,093</u>	<u>54,038</u>	<u>55</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,293)	(12,843)	(21,390)	(8,547)
Fund Balance at Beginning of Year	13,077	13,077	13,077	0
Prior Year Encumbrances	10,293	10,293	10,293	0
Fund Balance at End of Year	<u>\$ 13,077</u>	<u>\$ 10,527</u>	<u>\$ 1,980</u>	<u>\$ (8,547)</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, 2008**

	HOME FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 100,000	\$ 136,929	\$ 133,738	\$ (3,191)
Total Revenues	<u>100,000</u>	<u>136,929</u>	<u>133,738</u>	<u>(3,191)</u>
Expenditures:				
Human Services:				
Capital Outlay	<u>137,350</u>	<u>174,279</u>	<u>166,091</u>	<u>8,188</u>
Total Expenditures	<u>137,350</u>	<u>174,279</u>	<u>166,091</u>	<u>8,188</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(37,350)	(37,350)	(32,353)	4,997
Fund Balance at Beginning of Year	<u>37,353</u>	<u>37,353</u>	<u>37,353</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3</u>	<u>\$ 3</u>	<u>\$ 5,000</u>	<u>\$ 4,997</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, 2008**

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>\$ 15,600</u>	<u>\$ 15,600</u>	<u>\$ 13,975</u>	<u>\$ (1,625)</u>
Total Revenues	<u>15,600</u>	<u>15,600</u>	<u>13,975</u>	<u>(1,625)</u>
Expenditures:				
Health:				
Contractual Services	<u>15,600</u>	<u>15,600</u>	<u>13,975</u>	<u>1,625</u>
Total Expenditures	<u>15,600</u>	<u>15,600</u>	<u>13,975</u>	<u>1,625</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	<u>\$ 0</u>	<u>\$ 3,553</u>	<u>\$ 3,553</u>	<u>\$ 0</u>
Total Revenues	<u>0</u>	<u>3,553</u>	<u>3,553</u>	<u>0</u>
Expenditures:				
General Government - Legislative and Executive:				
Capital Outlay	<u>0</u>	<u>3,553</u>	<u>3,553</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>3,553</u>	<u>3,553</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, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 26,100	\$ 29,780	\$ 32,008	\$ 2,228
All Other Revenues	0	0	3	3
Total Revenues	26,100	29,780	32,011	2,231
Expenditures:				
Public Works:				
Personal Services	0	15,780	14,254	1,526
Contractual Services	5,600	5,000	0	5,000
Other Expenditures	7,410	7,410	2,410	5,000
Total Expenditures	13,010	28,190	16,664	11,526
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,090	1,590	15,347	13,757
Other Financing Sources (Uses):				
Transfers Out	(27,590)	(16,090)	(10,845)	5,245
Total Other Financing Sources (Uses)	(27,590)	(16,090)	(10,845)	5,245
Net Change in Fund Balance	(14,500)	(14,500)	4,502	19,002
Fund Balance at Beginning of Year	14,565	14,565	14,565	0
Fund Balance at End of Year	\$ 65	\$ 65	\$ 19,067	\$ 19,002

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, 2008**

CONCEALED HANDGUN LICENSE FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 15,000	\$ 25,000	\$ 33,735	\$ 8,735
Licenses and Permits	<u>5,000</u>	<u>12,000</u>	<u>18,840</u>	<u>6,840</u>
Total Revenues	<u>20,000</u>	<u>37,000</u>	<u>52,575</u>	<u>15,575</u>
Expenditures:				
Public Safety:				
Contractual Services	19,873	55,873	37,977	17,896
Capital Outlay	<u>2,000</u>	<u>2,000</u>	<u>1,372</u>	<u>628</u>
Total Expenditures	<u>21,873</u>	<u>57,873</u>	<u>39,349</u>	<u>18,524</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,873)	(20,873)	13,226	34,099
Fund Balance at Beginning of Year	19,076	19,076	19,076	0
Prior Year Encumbrances	<u>1,873</u>	<u>1,873</u>	<u>1,873</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 19,076</u>	<u>\$ 76</u>	<u>\$ 34,175</u>	<u>\$ 34,099</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, 2008**

	WIA PROGRAMS FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 430,000	\$ 496,750	\$ 576,494	\$ 79,744
All Other Revenues	<u>0</u>	<u>2,250</u>	<u>2,255</u>	<u>5</u>
Total Revenues	<u>430,000</u>	<u>499,000</u>	<u>578,749</u>	<u>79,749</u>
Expenditures:				
Human Services:				
Personal Services	5,000	0	0	0
Contractual Services	505,000	627,920	526,854	101,066
Capital Outlay	<u>10,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>520,000</u>	<u>627,920</u>	<u>526,854</u>	<u>101,066</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(90,000)	(128,920)	51,895	180,815
Fund Balance at Beginning of Year	<u>128,920</u>	<u>128,920</u>	<u>128,920</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 38,920</u>	<u>\$ 0</u>	<u>\$ 180,815</u>	<u>\$ 180,815</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental Revenues	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 0</u>	<u>\$ (100,000)</u>
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>0</u>	<u>(100,000)</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	99,809	99,809	0	(99,809)
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>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 191</u>	<u>\$ (99,809)</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 2,200	\$ 2,200	\$ 784	\$ (1,416)
All Other Revenues	<u>4,500</u>	<u>4,500</u>	<u>1,411</u>	<u>(3,089)</u>
Total Revenues	<u>6,700</u>	<u>6,700</u>	<u>2,195</u>	<u>(4,505)</u>
Expenditures:				
Public Safety:				
Personal Services	5,157	5,157	1,134	4,023
Contractual Services	2,313	2,313	41	2,272
Capital Outlay	<u>2,071</u>	<u>2,071</u>	<u>1,966</u>	<u>105</u>
Total Expenditures	<u>9,541</u>	<u>9,541</u>	<u>3,141</u>	<u>6,400</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,841)	(2,841)	(946)	1,895
Fund Balance at Beginning of Year	<u>2,842</u>	<u>2,842</u>	<u>2,842</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 1,896</u>	<u>\$ 1,895</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, 2008**

	SUPERVISION FEE FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Charges for Services	\$ 13,000	\$ 13,000	\$ 17,908	\$ 4,908
All Other Revenues	<u>100</u>	<u>100</u>	<u>50</u>	<u>(50)</u>
Total Revenues	<u>13,100</u>	<u>13,100</u>	<u>17,958</u>	<u>4,858</u>
Expenditures:				
General Government - Judicial:				
Personal Services	1,000	400	320	80
Other Expenditures	6,000	6,600	6,008	592
Capital Outlay	<u>3,000</u>	<u>3,000</u>	<u>2,772</u>	<u>228</u>
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>9,100</u>	<u>900</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,100	3,100	8,858	5,758
Fund Balance at Beginning of Year	<u>9,367</u>	<u>9,367</u>	<u>9,367</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 12,467</u>	<u>\$ 12,467</u>	<u>\$ 18,225</u>	<u>\$ 5,758</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	<u>\$ 6,000</u>	<u>\$ 6,000</u>	<u>\$ 6,176</u>	<u>\$ 176</u>
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>6,176</u>	<u>176</u>
Expenditures:				
General Government - Judicial:				
Personal Services	5,855	5,855	1,690	4,165
Materials and Supplies	1,000	1,000	0	1,000
Other Expenditures	<u>250</u>	<u>250</u>	<u>0</u>	<u>250</u>
Total Expenditures	<u>7,105</u>	<u>7,105</u>	<u>1,690</u>	<u>5,415</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,105)	(1,105)	4,486	5,591
Fund Balance at Beginning of Year	<u>1,143</u>	<u>1,143</u>	<u>1,143</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 38</u>	<u>\$ 38</u>	<u>\$ 5,629</u>	<u>\$ 5,591</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, 2008**

IMMOBILIZED VEHICLE FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 500	\$ 500	\$ 100	\$ (400)
Total Revenues	<u>500</u>	<u>500</u>	<u>100</u>	<u>(400)</u>
Expenditures:				
Public Safety:				
Materials and Supplies	500	500	0	500
Capital Outlay	<u>600</u>	<u>600</u>	<u>0</u>	<u>600</u>
Total Expenditures	<u>1,100</u>	<u>1,100</u>	<u>0</u>	<u>1,100</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(600)	(600)	100	700
Fund Balance at Beginning of Year	<u>732</u>	<u>732</u>	<u>732</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 132</u>	<u>\$ 132</u>	<u>\$ 832</u>	<u>\$ 700</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, 2008**

INTAKE OFFICER GRANT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 20	\$ 0	\$ (20)
All Other Revenues	<u>0</u>	<u>0</u>	<u>20</u>	<u>20</u>
Total Revenues	<u>0</u>	<u>20</u>	<u>20</u>	<u>0</u>
Expenditures:				
General Government - Judicial:				
Personal Services	<u>315</u>	<u>162</u>	<u>162</u>	<u>0</u>
Total Expenditures	<u>315</u>	<u>162</u>	<u>162</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(315)	(142)	(142)	0
Fund Balance at Beginning of Year	<u>315</u>	<u>315</u>	<u>315</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 173</u>	<u>\$ 173</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, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,026,900	\$ 1,026,900	\$ 940,768	\$ (86,132)
Intergovernmental Revenues	<u>130,000</u>	<u>130,000</u>	<u>203,481</u>	<u>73,481</u>
Total Revenues	<u>1,156,900</u>	<u>1,156,900</u>	<u>1,144,249</u>	<u>(12,651)</u>
Expenditures:				
Intergovernmental:				
Contractual Services	<u>725,000</u>	<u>1,156,900</u>	<u>1,144,249</u>	<u>12,651</u>
Total Expenditures	<u>725,000</u>	<u>1,156,900</u>	<u>1,144,249</u>	<u>12,651</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	431,900	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>\$ 431,900</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, 2008**

SENIOR CITIZENS FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 773,300	\$ 773,300	\$ 738,901	\$ (34,399)
Intergovernmental Revenues	<u>150,000</u>	<u>150,000</u>	<u>174,685</u>	<u>24,685</u>
Total Revenues	<u>923,300</u>	<u>923,300</u>	<u>913,586</u>	<u>(9,714)</u>
Expenditures:				
Intergovernmental:				
Contractual Services	<u>923,300</u>	<u>923,300</u>	<u>913,586</u>	<u>9,714</u>
Total Expenditures	<u>923,300</u>	<u>923,300</u>	<u>913,586</u>	<u>9,714</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><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></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, 2008***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
BOND RETIREMENT FUND				
Revenues:				
Special Assessments	\$ 10,000	\$ 10,000	\$ 32,944	\$ 22,944
All Other Revenues	<u>27,340</u>	<u>27,340</u>	<u>215,711</u>	<u>188,371</u>
Total Revenues	<u>37,340</u>	<u>37,340</u>	<u>248,655</u>	<u>211,315</u>
Expenditures:				
Debt Service:				
Principal Retirement	530,666	570,000	570,000	0
Interest and Fiscal Charges	<u>548,957</u>	<u>509,623</u>	<u>472,966</u>	<u>36,657</u>
Total Expenditures	<u>1,079,623</u>	<u>1,079,623</u>	<u>1,042,966</u>	<u>36,657</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,042,283)	(1,042,283)	(794,311)	247,972
Other Financing Sources (Uses):				
Transfers In	1,014,940	1,014,940	818,770	(196,170)
Transfers Out	<u>(10,000)</u>	<u>(329,000)</u>	<u>(329,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,004,940</u>	<u>685,940</u>	<u>489,770</u>	<u>(196,170)</u>
Net Change in Fund Balance	(37,343)	(356,343)	(304,541)	51,802
Fund Balance at Beginning of Year	<u>580,334</u>	<u>580,334</u>	<u>580,334</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 542,991</u>	<u>\$ 223,991</u>	<u>\$ 275,793</u>	<u>\$ 51,802</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, 2008***

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 Capital Projects Funds
For the Year Ended December 31, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
PERMANENT IMPROVEMENT FUND				
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 94,271	\$ 94,271
Total Revenues	0	0	94,271	94,271
Expenditures:				
Capital Outlay:				
Contractual Services	568,067	568,067	525,791	42,276
Total Expenditures	568,067	568,067	525,791	42,276
Excess (Deficiency) of Revenues Over (Under) Expenditures	(568,067)	(568,067)	(431,520)	136,547
Other Financing Sources (Uses):				
Transfers In	400,000	400,000	425,000	25,000
Total Other Financing Sources (Uses)	400,000	400,000	425,000	25,000
Net Change in Fund Balance	(168,067)	(168,067)	(6,520)	161,547
Fund Balance at Beginning of Year	546,430	546,430	546,430	0
Prior Year Encumbrances	21,667	21,667	21,667	0
Fund Balance at End of Year	\$ 400,030	\$ 400,030	\$ 561,577	\$ 161,547

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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
All Other Revenues	\$ 1,300	\$ 1,300	\$ 618	\$ (682)
Total Revenues	<u>1,300</u>	<u>1,300</u>	<u>618</u>	<u>(682)</u>
Expenditures:				
Capital Outlay:				
Capital Outlay	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Expenditures	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(700)	(700)	618	1,318
Fund Balance at Beginning of Year	<u>715</u>	<u>715</u>	<u>715</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 15</u>	<u>\$ 15</u>	<u>\$ 1,333</u>	<u>\$ 1,318</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, 2008**

	ISSUE II FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	<u>\$ 650,000</u>	<u>\$ 650,000</u>	<u>\$ 27,307</u>	<u>\$ (622,693)</u>
Total Revenues	<u>650,000</u>	<u>650,000</u>	<u>27,307</u>	<u>(622,693)</u>
Expenditures:				
Capital Outlay:				
Other Expenditures	<u>650,000</u>	<u>650,000</u>	<u>27,307</u>	<u>622,693</u>
Total Expenditures	<u>650,000</u>	<u>650,000</u>	<u>27,307</u>	<u>622,693</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, 2008***

COMMUNITY DEVELOPMENT BLOCK GRANT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 361,000	\$ 729,057	\$ 530,998	\$ (198,059)
Investment Earnings	<u>500</u>	<u>500</u>	<u>290</u>	<u>(210)</u>
Total Revenues	<u>361,500</u>	<u>729,557</u>	<u>531,288</u>	<u>(198,269)</u>
Expenditures:				
Capital Outlay:				
Capital Outlay	<u>437,971</u>	<u>806,029</u>	<u>500,202</u>	<u>305,827</u>
Total Expenditures	<u>437,971</u>	<u>806,029</u>	<u>500,202</u>	<u>305,827</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(76,471)	(76,472)	31,086	107,558
Fund Balance at Beginning of Year	58,654	58,654	58,654	0
Prior Year Encumbrances	<u>18,034</u>	<u>18,034</u>	<u>18,034</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 217</u>	<u>\$ 216</u>	<u>\$ 107,774</u>	<u>\$ 107,558</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, 2008**

FREDERICKTOWN SEWER PROJECT 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:				
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	(6,794)	(6,794)	0	6,794
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><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 6,794</u></u>	<u><u>\$ 6,794</u></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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 400,000	\$ 422,180	\$ 175,172	\$ (247,008)
Total Revenues	<u>400,000</u>	<u>422,180</u>	<u>175,172</u>	<u>(247,008)</u>
Expenditures:				
Capital Outlay:				
Contractual Services	<u>400,000</u>	<u>422,180</u>	<u>22,180</u>	<u>400,000</u>
Total Expenditures	<u>400,000</u>	<u>422,180</u>	<u>22,180</u>	<u>400,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	152,992	152,992
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>\$ 152,992</u>	<u>\$ 152,992</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, 2008**

	<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.

Law Library Fund

The fund accounts for fine money that the law library is entitled to receive.

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.

(Continued)

Agency Funds

Cigarette Tax Fund

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

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, 2008**

	Undivided Personal Property Tax	Undivided Real Estate Tax	All Other Agency	Totals
Assets:				
Cash and Cash Equivalents	\$92,008	\$2,346,402	\$1,894,031	\$4,332,441
Cash and Cash Equivalents in Segregated Accounts	0	0	536,675	536,675
Receivables:				
Taxes	20,033	54,303,325	0	54,323,358
Accounts	0	0	6,108	6,108
Special Assessments	0	12,886	0	12,886
Intergovernmental	0	0	3,389,906	3,389,906
Total Assets	<u>\$112,041</u>	<u>\$56,662,613</u>	<u>\$5,826,720</u>	<u>\$62,601,374</u>
Liabilities:				
Intergovernmental Payable	\$112,041	\$56,662,613	\$4,040,294	\$60,814,948
Undistributed Monies	0	0	535,299	535,299
Due to Others	0	0	1,251,127	1,251,127
Total Liabilities	<u>\$112,041</u>	<u>\$56,662,613</u>	<u>\$5,826,720</u>	<u>\$62,601,374</u>

KNOX COUNTY, OHIO

**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2008**

	Balance December 31, 2007	Additions	Reductions	Balance December 31, 2008
<u>District Board of Health</u>				
Assets:				
Cash and Cash Equivalents	\$ 740,244	\$ 3,298,482	\$ (3,237,261)	\$ 801,465
Total Assets	<u>\$ 740,244</u>	<u>\$ 3,298,482</u>	<u>\$ (3,237,261)</u>	<u>\$ 801,465</u>
Liabilities:				
Due to Others	\$ 740,244	\$ 3,298,482	\$ (3,237,261)	\$ 801,465
Total Liabilities	<u>\$ 740,244</u>	<u>\$ 3,298,482</u>	<u>\$ (3,237,261)</u>	<u>\$ 801,465</u>
<u>Soil and Water Conservation</u>				
Assets:				
Cash and Cash Equivalents	\$ 178,329	\$ 340,738	\$ (306,928)	\$ 212,139
Total Assets	<u>\$ 178,329</u>	<u>\$ 340,738</u>	<u>\$ (306,928)</u>	<u>\$ 212,139</u>
Liabilities:				
Due to Others	\$ 178,329	\$ 340,738	\$ (306,928)	\$ 212,139
Total Liabilities	<u>\$ 178,329</u>	<u>\$ 340,738</u>	<u>\$ (306,928)</u>	<u>\$ 212,139</u>
<u>Corporation</u>				
Assets:				
Cash and Cash Equivalents	\$ 89,551	\$ 876,412	\$ (849,631)	\$ 116,332
Intergovernmental Receivable	190,544	189,222	(190,544)	189,222
Total Assets	<u>\$ 280,095</u>	<u>\$ 1,065,634</u>	<u>\$ (1,040,175)</u>	<u>\$ 305,554</u>
Liabilities:				
Intergovernmental Payable	\$ 280,095	\$ 1,065,634	\$ (1,040,175)	\$ 305,554
Total Liabilities	<u>\$ 280,095</u>	<u>\$ 1,065,634</u>	<u>\$ (1,040,175)</u>	<u>\$ 305,554</u>
<u>Local Government</u>				
Assets:				
Intergovernmental Receivable	\$ 1,034,858	\$ 1,082,652	\$ (1,034,858)	\$ 1,082,652
Total Assets	<u>\$ 1,034,858</u>	<u>\$ 1,082,652</u>	<u>\$ (1,034,858)</u>	<u>\$ 1,082,652</u>
Liabilities:				
Intergovernmental Payable	\$ 1,034,858	\$ 1,082,652	\$ (1,034,858)	\$ 1,082,652
Total Liabilities	<u>\$ 1,034,858</u>	<u>\$ 1,082,652</u>	<u>\$ (1,034,858)</u>	<u>\$ 1,082,652</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2008**

	Balance December 31, 2007	Additions	Reductions	Balance December 31, 2008
<u>Law Library</u>				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 16,467	\$ (16,467)	\$ 0
Intergovernmental Receivable	1,644	1,664	(1,644)	1,664
Total Assets	<u>\$ 1,644</u>	<u>\$ 18,131</u>	<u>\$ (18,111)</u>	<u>\$ 1,664</u>
Liabilities:				
Intergovernmental Payable	\$ 1,644	\$ 18,131	\$ (18,111)	\$ 1,664
Total Liabilities	<u>\$ 1,644</u>	<u>\$ 18,131</u>	<u>\$ (18,111)</u>	<u>\$ 1,664</u>
<u>Library Support</u>				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 1,863,206	\$ (1,863,206)	\$ 0
Intergovernmental Receivable	854,916	864,195	(854,916)	864,195
Total Assets	<u>\$ 854,916</u>	<u>\$ 2,727,401</u>	<u>\$ (2,718,122)</u>	<u>\$ 864,195</u>
Liabilities:				
Intergovernmental Payable	\$ 854,916	\$ 2,727,401	\$ (2,718,122)	\$ 864,195
Total Liabilities	<u>\$ 854,916</u>	<u>\$ 2,727,401</u>	<u>\$ (2,718,122)</u>	<u>\$ 864,195</u>
<u>Lodging Tax</u>				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 132,413	\$ (132,367)	\$ 46
Accounts Receivable	8,852	6,108	(8,852)	6,108
Total Assets	<u>\$ 8,852</u>	<u>\$ 138,521</u>	<u>\$ (141,219)</u>	<u>\$ 6,154</u>
Liabilities:				
Due to Others	\$ 8,852	\$ 138,521	\$ (141,219)	\$ 6,154
Total Liabilities	<u>\$ 8,852</u>	<u>\$ 138,521</u>	<u>\$ (141,219)</u>	<u>\$ 6,154</u>
<u>Cigarette Tax</u>				
Assets:				
Cash and Cash Equivalents	\$ 339	\$ 1,975	\$ (2,314)	\$ 0
Total Assets	<u>\$ 339</u>	<u>\$ 1,975</u>	<u>\$ (2,314)</u>	<u>\$ 0</u>
Liabilities:				
Intergovernmental Payable	\$ 339	\$ 1,975	\$ (2,314)	\$ 0
Total Liabilities	<u>\$ 339</u>	<u>\$ 1,975</u>	<u>\$ (2,314)</u>	<u>\$ 0</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2008**

	Balance December 31, 2007	Additions	Reductions	Balance December 31, 2008
<u>Manufactured Home Tax</u>				
Assets:				
Cash and Cash Equivalents	\$ 25,899	\$ 168,607	\$ (178,526)	\$ 15,980
Total Assets	<u>\$ 25,899</u>	<u>\$ 168,607</u>	<u>\$ (178,526)</u>	<u>\$ 15,980</u>
Liabilities:				
Intergovernmental Payable	\$ 25,899	\$ 168,607	\$ (178,526)	\$ 15,980
Total Liabilities	<u>\$ 25,899</u>	<u>\$ 168,607</u>	<u>\$ (178,526)</u>	<u>\$ 15,980</u>
<u>County Court Agency</u>				
Assets:				
Cash and Cash Equivalents in Segregated Accounts	\$ 366,945	\$ 9,790,977	\$ (9,622,602)	\$ 535,320
Total Assets	<u>\$ 366,945</u>	<u>\$ 9,790,977</u>	<u>\$ (9,622,602)</u>	<u>\$ 535,320</u>
Liabilities:				
Intergovernmental Payable	\$ 0	\$ 6,199,883	\$ (6,199,883)	\$ 0
Undistributed Monies	366,940	535,299	(366,940)	535,299
Due to Others	5	3,055,795	(3,055,779)	21
Total Liabilities	<u>\$ 366,945</u>	<u>\$ 9,790,977</u>	<u>\$ (9,622,602)</u>	<u>\$ 535,320</u>
<u>Undivided Personal Property Tax</u>				
Assets:				
Cash and Cash Equivalents	\$ 200,891	\$ 2,879,075	\$ (2,987,958)	\$ 92,008
Receivables:				
Taxes	4,049,264	20,033	(4,049,264)	20,033
Total Assets	<u>\$ 4,250,155</u>	<u>\$ 2,899,108</u>	<u>\$ (7,037,222)</u>	<u>\$ 112,041</u>
Liabilities:				
Intergovernmental Payable	\$ 4,250,155	\$ 2,899,108	\$ (7,037,222)	\$ 112,041
Total Liabilities	<u>\$ 4,250,155</u>	<u>\$ 2,899,108</u>	<u>\$ (7,037,222)</u>	<u>\$ 112,041</u>
<u>Estate Tax</u>				
Assets:				
Cash and Cash Equivalents	\$ 479,834	\$ 883,322	\$ (961,587)	\$ 401,569
Total Assets	<u>\$ 479,834</u>	<u>\$ 883,322</u>	<u>\$ (961,587)</u>	<u>\$ 401,569</u>
Liabilities:				
Intergovernmental Payable	\$ 479,834	\$ 883,322	\$ (961,587)	\$ 401,569
Total Liabilities	<u>\$ 479,834</u>	<u>\$ 883,322</u>	<u>\$ (961,587)</u>	<u>\$ 401,569</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2008**

	Balance December 31, 2007	Additions	Reductions	Balance December 31, 2008
<u>Undivided Real Estate Tax</u>				
Assets:				
Cash and Cash Equivalents	\$ 2,248,908	\$ 43,471,983	\$ (43,374,489)	\$ 2,346,402
Receivables:				
Taxes	46,975,092	54,303,325	(46,975,092)	54,303,325
Special Assessments	20,734	12,886	(20,734)	12,886
Total Assets	<u>\$ 49,244,734</u>	<u>\$ 97,788,194</u>	<u>\$ (90,370,315)</u>	<u>\$ 56,662,613</u>
Liabilities:				
Intergovernmental Payable	\$ 49,244,734	\$ 97,788,194	\$ (90,370,315)	\$ 56,662,613
Total Liabilities	<u>\$ 49,244,734</u>	<u>\$ 97,788,194</u>	<u>\$ (90,370,315)</u>	<u>\$ 56,662,613</u>
<u>Regional Planning Commission</u>				
Assets:				
Cash and Cash Equivalents	\$ 59,894	\$ 81,334	\$ (67,952)	\$ 73,276
Total Assets	<u>\$ 59,894</u>	<u>\$ 81,334</u>	<u>\$ (67,952)</u>	<u>\$ 73,276</u>
Liabilities:				
Due to Others	\$ 59,894	\$ 81,334	\$ (67,952)	\$ 73,276
Total Liabilities	<u>\$ 59,894</u>	<u>\$ 81,334</u>	<u>\$ (67,952)</u>	<u>\$ 73,276</u>
<u>Workers' Compensation</u>				
Assets:				
Cash and Cash Equivalents	\$ 1,048	\$ 225,881	\$ (226,929)	\$ 0
Intergovernmental Receivable	16,238	31,015	(16,238)	31,015
Total Assets	<u>\$ 17,286</u>	<u>\$ 256,896</u>	<u>\$ (243,167)</u>	<u>\$ 31,015</u>
Liabilities:				
Intergovernmental Payable	\$ 17,286	\$ 256,896	\$ (243,167)	\$ 31,015
Total Liabilities	<u>\$ 17,286</u>	<u>\$ 256,896</u>	<u>\$ (243,167)</u>	<u>\$ 31,015</u>
<u>Public Defender Indigent</u>				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 1,576	\$ (1,576)	\$ 0
Intergovernmental Receivable	123	103	(123)	103
Total Assets	<u>\$ 123</u>	<u>\$ 1,679</u>	<u>\$ (1,699)</u>	<u>\$ 103</u>
Liabilities:				
Intergovernmental Payable	\$ 123	\$ 1,679	\$ (1,699)	\$ 103
Total Liabilities	<u>\$ 123</u>	<u>\$ 1,679</u>	<u>\$ (1,699)</u>	<u>\$ 103</u>

(Continued)

KNOX COUNTY, OHIO

**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2008**

	Balance December 31, 2007	Additions	Reductions	Balance December 31, 2008
<u>Inmate</u>				
Assets:				
Cash and Cash Equivalents in Segregated Accounts	\$ 1,575	\$ 79,575	\$ (79,795)	\$ 1,355
Total Assets	<u>\$ 1,575</u>	<u>\$ 79,575</u>	<u>\$ (79,795)</u>	<u>\$ 1,355</u>
Liabilities:				
Due to Others	\$ 1,575	\$ 79,575	\$ (79,795)	\$ 1,355
Total Liabilities	<u>\$ 1,575</u>	<u>\$ 79,575</u>	<u>\$ (79,795)</u>	<u>\$ 1,355</u>
<u>Township</u>				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 3,050,168	\$ (3,050,168)	\$ 0
Intergovernmental Receivable	1,253,806	1,221,055	(1,253,806)	1,221,055
Total Assets	<u>\$ 1,253,806</u>	<u>\$ 4,271,223</u>	<u>\$ (4,303,974)</u>	<u>\$ 1,221,055</u>
Liabilities:				
Intergovernmental Payable	\$ 1,253,806	\$ 4,271,223	\$ (4,303,974)	\$ 1,221,055
Total Liabilities	<u>\$ 1,253,806</u>	<u>\$ 4,271,223</u>	<u>\$ (4,303,974)</u>	<u>\$ 1,221,055</u>
<u>Payroll</u>				
Assets:				
Cash and Cash Equivalents	\$ 109,297	\$ 19,353,995	\$ (19,344,979)	\$ 118,313
Total Assets	<u>\$ 109,297</u>	<u>\$ 19,353,995</u>	<u>\$ (19,344,979)</u>	<u>\$ 118,313</u>
Liabilities:				
Intergovernmental Payable	\$ 109,297	\$ 6,713,328	\$ (6,706,118)	\$ 116,507
Due to Others	0	12,640,667	(12,638,861)	1,806
Total Liabilities	<u>\$ 109,297</u>	<u>\$ 19,353,995</u>	<u>\$ (19,344,979)</u>	<u>\$ 118,313</u>
<u>Park District</u>				
Assets:				
Cash and Cash Equivalents	\$ 233,621	\$ 177,544	\$ (256,254)	\$ 154,911
Total Assets	<u>\$ 233,621</u>	<u>\$ 177,544</u>	<u>\$ (256,254)</u>	<u>\$ 154,911</u>
Liabilities:				
Due to Others	\$ 233,621	\$ 177,544	\$ (256,254)	\$ 154,911
Total Liabilities	<u>\$ 233,621</u>	<u>\$ 177,544</u>	<u>\$ (256,254)</u>	<u>\$ 154,911</u>
<u>Forfeited Land</u>				
Assets:				
Cash and Cash Equivalents	\$ 0	\$ 49,585	\$ (49,585)	\$ 0
Total Assets	<u>\$ 0</u>	<u>\$ 49,585</u>	<u>\$ (49,585)</u>	<u>\$ 0</u>
Liabilities:				
Intergovernmental Payable	\$ 0	\$ 49,585	\$ (49,585)	\$ 0
Total Liabilities	<u>\$ 0</u>	<u>\$ 49,585</u>	<u>\$ (49,585)</u>	<u>\$ 0</u>

(Continued)

KNOX COUNTY, OHIO**Combining Statement Of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2008**

	Balance December 31, 2007	Additions	Reductions	Balance December 31, 2008
<u>All Agency Funds</u>				
Assets:				
Cash and Cash Equivalents	\$ 4,367,855	\$ 76,872,763	\$ (76,908,177)	\$ 4,332,441
Cash and Cash Equivalents in Segregated Accounts	368,520	9,870,552	(9,702,397)	536,675
Receivables:				
Taxes	51,024,356	54,323,358	(51,024,356)	54,323,358
Accounts	8,852	6,108	(8,852)	6,108
Special Assessments	20,734	12,886	(20,734)	12,886
Intergovernmental	3,352,129	3,389,906	(3,352,129)	3,389,906
Total Assets	<u>\$ 59,142,446</u>	<u>\$ 144,475,573</u>	<u>\$ (141,016,645)</u>	<u>\$ 62,601,374</u>
Liabilities:				
Intergovernmental Payable	\$ 57,552,986	\$ 124,127,618	\$ (120,865,656)	\$ 60,814,948
Undistributed Monies	366,940	535,299	(366,940)	535,299
Due to Others	1,222,520	19,812,656	(19,784,049)	1,251,127
Total Liabilities	<u>\$ 59,142,446</u>	<u>\$ 144,475,573</u>	<u>\$ (141,016,645)</u>	<u>\$ 62,601,374</u>

COMPONENT UNITS

KNOX COUNTY, OHIO

Statement of Cash Flows

Component Unit

For the Year Ended December 31, 2008

	Knox County Airport
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$518,896
Cash Payments to Suppliers for Goods and Services	(376,739)
Cash Payments to Employees for Service	(114,905)
Other Operating Receipts	19,323
Net Cash Provided by Operating Activities	<u>46,575</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	1,131,967
Acquisition of Capital Assets	(1,199,380)
Debt Principal Retirement	(32,200)
Interest Paid on Debt	(35,794)
Net Cash Used for Capital and Related Financing Activities	<u>(135,407)</u>
Net Decrease in Cash and Cash Equivalents	(42,832)
Cash and Cash Equivalents at Beginning of Year	435,056
Cash and Cash Equivalents at End of Year	<u><u>\$392,224</u></u>
<u>Reconciliation of Operating Loss to Net Cash</u>	
<u>Provided by Operating Activities:</u>	
Operating Loss	(\$108,305)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:	
Depreciation Expense	153,051
Miscellaneous Nonoperating Income (Expense)	(1,714)
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(2,096)
Increase in Inventory	(5,182)
Increase in Accounts Payable	397
Increase in Sales Tax Payable	644
Increase in Due to Primary Government	9,780
Total Adjustments	<u>154,880</u>
Net Cash Provided by Operating Activities	<u><u>\$46,575</u></u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2008 the Airport had outstanding liabilities of \$388,190 for certain capital assets.

*CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS*

KNOX COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
December 31, 2008***

<u>Capital Assets</u>	
Land	\$3,511,122
Construction in Progress	430,577
Buildings and Improvements	25,322,624
Vehicles	2,256,527
Machinery and Equipment	4,840,121
Computer Equipment	1,028,998
Infrastructure	44,635,322
	<hr/>
Total Capital Assets	<u><u>\$82,025,291</u></u>

<u>Investment in Capital Assets</u>	
Federal Grants	\$1,394,066
State Grants	2,954,316
Local Grants	437,561
General Fund	3,953,270
Special Revenue Funds	15,964,678
Capital Projects	46,791,186
Donations	1,769,707
Note or Bonded Debt	8,760,507
	<hr/>
Total Investment in Capital Assets	<u><u>\$82,025,291</u></u>

KNOX COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
December 31, 2008***

<u>Function and Category</u>	<u>Total</u>	<u>Land</u>	<u>Construction in Progress</u>	<u>Buildings and Improvements</u>
General Government	\$13,577,506	\$1,146,676	\$430,577	\$10,193,683
Judicial	461,252	17,043	0	50,031
Public Safety	9,520,631	13,056	0	7,560,216
Public Works	50,603,930	2,195,094	0	725,947
Health	2,229,755	5,006	0	2,046,873
Human Services	<u>5,632,217</u>	<u>134,247</u>	<u>0</u>	<u>4,745,874</u>
Total Capital Assets	<u><u>\$82,025,291</u></u>	<u><u>\$3,511,122</u></u>	<u><u>\$430,577</u></u>	<u><u>\$25,322,624</u></u>

KNOX COUNTY, OHIO

<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Computer Equipment</u>	<u>Infrastructure</u>
\$1,483,662	\$82,212	\$240,696	\$0
111,987	51,859	230,332	0
1,083,148	533,479	330,732	0
1,635,506	1,364,311	47,750	44,635,322
95,948	76,621	5,307	0
<u>429,870</u>	<u>148,045</u>	<u>174,181</u>	<u>0</u>
<u><u>\$4,840,121</u></u>	<u><u>\$2,256,527</u></u>	<u><u>\$1,028,998</u></u>	<u><u>\$44,635,322</u></u>

KNOX COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity
For Year Ended December 31, 2008***

<u>Function</u>	<u>December 31, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2008</u>
General Government	\$13,150,998	\$513,831	(\$87,323)	\$13,577,506
Judicial	468,355	10,468	(17,571)	461,252
Public Safety	9,510,916	90,457	(80,742)	9,520,631
Public Works	50,574,066	1,564,906	(1,535,042)	50,603,930
Health	3,796,953	82,552	(1,649,750)	2,229,755
Human Services	<u>6,026,736</u>	<u>25,679</u>	<u>(420,198)</u>	<u>5,632,217</u>
Total Capital Assets	<u>\$83,528,024</u>	<u>\$2,287,893</u>	<u>(\$3,790,626)</u>	<u>\$82,025,291</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 Six 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)	(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.

Knox County, Ohio

<u>2007</u>	<u>2008</u>
\$46,412,153	\$46,177,057
19,198,230	17,732,203
6,207,084	4,195,953
<u>\$71,817,467</u>	<u>\$68,105,213</u>

\$3,028,127	\$2,759,725
874,504	1,310,052
<u>\$3,902,631</u>	<u>\$4,069,777</u>

\$49,440,280	\$48,936,782
19,198,230	17,732,203
7,081,588	5,506,005
<u>\$75,720,098</u>	<u>\$72,174,990</u>

Knox County, Ohio

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

	2003	2004	2005	2006 (2)
Expenses				
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.

Knox County, Ohio

<u>2007</u>	<u>2008</u>
\$6,596,815	\$7,669,993
2,178,492	2,255,167
6,023,816	6,416,779
6,966,197	6,624,205
551,510	473,310
14,053,643	15,647,060
2,081,824	2,057,835
499,031	476,946
<u>38,951,328</u>	<u>41,621,295</u>
1,035,406	1,488,318
0	0
<u>1,035,406</u>	<u>1,488,318</u>
<u>\$39,986,734</u>	<u>\$43,109,613</u>

\$1,333,018	\$1,469,638
625,573	610,516
736,359	857,152
61,676	109,294
170,066	184,077
230,807	305,353
16,638,278	15,860,786
848,177	417,569
<u>20,643,954</u>	<u>19,814,385</u>

(Continued)

Knox County, Ohio

*Changes in Net Assets
Last Six 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
Capital Grants and Contributions	178,508	168,456	145,523	74,693
<i>Total Business-type Activities Program Revenues</i>	<u>1,234,847</u>	<u>1,312,426</u>	<u>1,407,825</u>	<u>1,311,605</u>
<i>Total Primary Government Program Revenues</i>	<u>16,436,636</u>	<u>20,895,527</u>	<u>18,705,624</u>	<u>23,016,055</u>
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>	<u>(\$15,197,713)</u>	<u>(\$13,747,278)</u>	<u>(\$16,598,802)</u>	<u>(\$13,491,283)</u>
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>	<u>13,824,268</u>	<u>16,422,027</u>	<u>17,846,001</u>	<u>18,100,296</u>
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>	<u>797,113</u>	<u>70,875</u>	<u>60,645</u>	<u>108,256</u>
<i>Total Primary Government</i>	<u>\$14,621,381</u>	<u>\$16,492,902</u>	<u>\$17,906,646</u>	<u>\$18,208,552</u>
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>	<u>(\$576,332)</u>	<u>\$2,745,624</u>	<u>\$1,307,844</u>	<u>\$4,717,269</u>

Source: County Auditor's Office

Knox County, Ohio

<u>2007</u>	<u>2008</u>
1,298,431	1,340,980
21,017	18,635
56,368	39,998
<u>1,375,816</u>	<u>1,399,613</u>
<u>22,019,770</u>	<u>21,213,998</u>
(18,307,374)	(21,806,910)
340,410	(88,705)
<u>(\$17,966,964)</u>	<u>(\$21,895,615)</u>

\$3,823,813	\$3,653,400
4,188,238	3,989,314
5,404,743	5,439,281
2,357,839	2,758,915
1,499,020	707,531
1,784,125	1,732,961
7,121	(186,746)
<u>19,064,899</u>	<u>18,094,656</u>

93,739	69,105
(7,121)	186,746
<u>86,618</u>	<u>255,851</u>
<u>\$19,151,517</u>	<u>\$18,350,507</u>

\$757,525	(\$3,712,254)
427,028	167,146
<u>\$1,184,553</u>	<u>(\$3,545,108)</u>

Knox County, Ohio

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

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
General Fund					
Reserved	\$345,806	\$379,420	\$366,090	\$876,922	\$648,831
Unreserved	<u>1,849,958</u>	<u>1,823,543</u>	<u>3,745,579</u>	<u>2,841,066</u>	<u>2,554,864</u>
<i>Total General Fund</i>	<u>2,195,764</u>	<u>2,202,963</u>	<u>4,111,669</u>	<u>3,717,988</u>	<u>3,203,695</u>
All Other Governmental Funds					
Reserved	2,074,385	6,870,064	2,461,234	1,513,524	1,909,605
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	7,259,341	7,649,432	9,302,740	8,792,392	8,049,545
Debt Service Funds	260,826	498,177	578,545	635,619	0
Capital Projects Funds	<u>2,298,132</u>	<u>(4,349,883)</u>	<u>2,210,498</u>	<u>1,878,745</u>	<u>2,107,380</u>
Total All Other Governmental Funds	<u>11,892,684</u>	<u>10,667,790</u>	<u>14,553,017</u>	<u>12,820,280</u>	<u>12,066,530</u>
<i>Total Governmental Funds</i>	<u>\$14,088,448</u>	<u>\$12,870,753</u>	<u>\$18,664,686</u>	<u>\$16,538,268</u>	<u>\$15,270,225</u>

Source: County Auditor's Office

Knox County, Ohio

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$462,282	\$594,697	\$497,138	\$662,662	\$601,554
<u>2,622,071</u>	<u>1,700,477</u>	<u>1,988,947</u>	<u>2,089,151</u>	<u>1,200,614</u>
<u>3,084,353</u>	<u>2,295,174</u>	<u>2,486,085</u>	<u>2,751,813</u>	<u>1,802,168</u>
1,838,062	2,183,810	2,233,541	2,552,965	1,465,703
10,093,651	11,804,232	12,891,879	12,763,343	10,536,832
0	0	0	0	0
<u>1,245,265</u>	<u>819,622</u>	<u>411,586</u>	<u>611,413</u>	<u>750,308</u>
<u>13,176,978</u>	<u>14,807,664</u>	<u>15,537,006</u>	<u>15,927,721</u>	<u>12,752,843</u>
<u>\$16,261,331</u>	<u>\$17,102,838</u>	<u>\$18,023,091</u>	<u>\$18,679,534</u>	<u>\$14,555,011</u>

Knox County, Ohio

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

	1999	2000	2001	2002
Revenues:				
Taxes	\$9,116,222	\$10,018,445	\$9,787,810	\$9,728,904
Intergovernmental Revenues	12,480,135	17,532,176	20,708,975	17,011,475
Charges for Services	2,584,716	2,544,910	2,836,828	2,983,209
Licenses and Permits	107,900	97,070	117,776	108,978
Investment Earnings	1,233,607	1,524,354	1,536,669	390,210
Special Assessments	495,428	431,104	404,081	185,399
Fines and Forfeitures	63,819	72,799	66,336	82,526
All Other Revenue	1,195,467	742,434	1,070,933	1,246,036
Total Revenue	<u>27,277,294</u>	<u>32,963,292</u>	<u>36,529,408</u>	<u>31,736,737</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive	3,622,019	4,511,051	4,860,082	5,028,221
Judicial	1,408,310	1,475,157	1,574,654	1,751,198
Public Safety	3,521,691	3,770,772	4,448,211	4,707,732
Public Works	4,501,269	4,469,823	4,086,178	3,976,355
Health	213,783	324,844	285,930	315,828
Human Services	10,272,419	11,335,746	13,297,236	12,088,490
Conservation and Recreation	34,000	0	0	2,000
Other	2,723	1,848	30,071	1,396
Intergovernmental	0	0	0	0
Capital Outlay	1,878,619	7,583,661	10,181,363	5,902,503
Debt Service:				
Principal Retirement	563,075	460,959	472,028	712,870
Interest and Fiscal Charges	358,936	331,368	833,265	709,687
Total Expenditures	<u>26,376,844</u>	<u>34,265,229</u>	<u>40,069,018</u>	<u>35,196,280</u>
Excess (Deficiency) of Revenues Over Expenditures	900,450	(1,301,937)	(3,539,610)	(3,459,543)

Knox County, Ohio

2003	2004	2005	2006	2007	2008
\$11,603,148	\$12,050,302	\$13,187,367	\$13,209,994	\$13,383,880	\$13,117,298
14,428,199	18,715,280	16,017,172	19,943,838	19,842,435	17,551,214
3,115,139	3,075,611	3,136,918	3,100,123	2,909,318	3,224,427
122,658	123,798	128,829	120,094	138,752	167,644
332,673	403,721	690,552	1,150,972	1,380,218	639,692
232,199	214,232	47,240	29,938	25,227	46,702
89,492	75,621	81,119	85,710	95,514	93,224
945,500	1,778,066	2,155,115	1,572,986	1,995,442	1,761,323
<u>30,869,008</u>	<u>36,436,631</u>	<u>35,444,312</u>	<u>39,213,655</u>	<u>39,770,786</u>	<u>36,601,524</u>
5,983,455	6,715,071	6,733,588	6,377,665	6,437,179	6,880,886
1,759,399	1,924,466	2,020,580	2,255,843	2,168,442	2,216,707
4,953,020	5,734,322	5,549,473	5,699,038	5,696,130	6,000,693
4,223,164	4,651,423	5,934,571	5,094,317	5,751,430	5,080,715
405,707	415,342	329,875	385,050	478,587	449,367
11,853,157	12,187,436	12,144,183	12,259,649	14,098,762	15,250,656
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	1,651,020	2,081,824	2,057,835
1,539,268	2,447,070	2,704,731	3,457,932	1,696,281	1,358,922
703,075	718,296	666,806	637,433	658,364	732,105
622,997	587,622	550,847	524,549	502,744	480,876
<u>32,043,242</u>	<u>35,381,048</u>	<u>36,634,654</u>	<u>38,342,496</u>	<u>39,569,743</u>	<u>40,508,762</u>
(1,174,234)	1,055,583	(1,190,342)	871,159	201,043	(3,907,238)

(Continued)

Knox County, Ohio

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

	1999	2000	2001	2002
Other Financing Sources (Uses):				
Proceeds from the Sale of Capital Assets	0	51,844	60,581	35,610
Proceeds of Bonds	0	0	8,225,000	0
Proceeds of Notes	0	24,764	0	0
Inception of Capital Lease	0	0	15,730	0
Other Financing Sources - Capital Leases	0	0	0	0
Ohio Public Works Commission Loan	0	0	0	0
General Obligation Bonds Issued	0	0	0	1,360,000
Premium on General Obligation Bonds	0	0	0	1,630
Transfers In	2,691,813	1,951,410	855,125	1,085,895
Transfers Out	(2,760,995)	(2,081,799)	(940,225)	(1,245,742)
Total Other Financing Sources (Uses)	<u>(69,182)</u>	<u>(53,781)</u>	<u>8,216,211</u>	<u>1,237,393</u>
Net Change in Fund Balance	<u>\$831,268</u>	<u>(\$1,355,718)</u>	<u>\$4,676,601</u>	<u>(\$2,222,150)</u>
Debt Service as a Percentage of Noncapital Expenditures	3.71%	2.78%	4.39%	4.51%

Source: County Auditor's Office

Knox County, Ohio

2003	2004	2005	2006	2007	2008
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	165,700	0
0	0	135,302	0	0	0
0	32,704	0	0	356,656	119,189
0	0	0	0	0	0
0	0	0	0	0	0
1,978,354	1,269,966	1,983,541	1,995,279	1,715,767	1,822,278
(2,131,323)	(1,340,841)	(2,044,186)	(2,009,730)	(1,708,646)	(2,009,024)
(152,969)	(38,171)	74,657	(14,451)	529,477	(67,557)
(\$1,327,203)	\$1,017,412	(\$1,115,685)	\$856,708	\$730,520	(\$3,974,795)
4.44%	4.12%	3.81%	3.53%	3.14%	3.17%

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	1999	2000	2001	2002
Real Property				
Assessed	\$551,110	\$664,739	\$693,254	\$707,736
Actual	1,574,600	1,899,254	1,980,726	2,022,103
Public Utility				
Assessed	49,306	48,862	46,059	38,254
Actual	197,233	195,446	184,234	153,015
Tangible Personal Property				
Assessed	101,276	105,495	123,909	97,689
Actual	405,104	421,980	495,636	390,756
Total				
Assessed	701,692	819,096	863,222	843,679
Actual	2,176,937	2,516,680	2,660,596	2,565,874
Assessed Value as a				
Percentage of Actual Value	32.23%	32.55%	32.44%	32.88%
Total Direct Tax Rate				
	\$8.70	\$8.70	\$8.70	\$8.70

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.

Knox County, Ohio

2003	2004	2005	2006	2007	2008
\$809,928	\$832,520	\$853,649	\$954,584	\$979,076	\$989,454
2,314,080	2,378,629	2,438,997	2,727,383	2,797,360	2,827,011
38,990	39,157	39,394	39,517	39,535	33,611
155,961	156,630	157,577	158,068	158,140	134,444
111,165	104,743	101,788	96,790	77,143	70,367
444,660	418,972	407,152	516,213	617,144	1,125,872
960,083	976,420	994,831	1,090,891	1,095,754	1,093,432
2,914,701	2,954,231	3,003,726	3,401,664	3,572,644	4,087,327
32.94%	33.05%	33.12%	32.07%	30.67%	26.75%
\$9.70	\$9.70	\$9.70	\$9.70	\$9.70	\$9.49

Knox County, Ohio

Property Tax Rates of Direct and Overlapping Governments

(per \$1,000 of assessed value)

Last Ten Years

Collection Year	1999	2000	2001	2002
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	0.00	0.00	0.00
Board of Health	0.40	0.40	0.40	0.40
Total	8.70	8.70	8.70	8.70
Overlapping Rates				
City of Mount Vernon	3.20	3.20	3.20	3.20
Villages	3.50 - 8.80	3.50 - 8.80	3.50 - 8.80	3.50 - 8.80
Townships	0.30 - 8.35	0.30 - 7.70	0.30 - 7.50	0.30 - 7.50
In County School Districts	34.10 - 49.20	34.10 - 49.20	36.74 - 54.53	36.74 - 54.53
Out of County School Districts	36.40 - 52.38	35.7 - 50.80	35.70 - 50.20	35.60 - 50.20
Joint Vocational School Districts	2.00 - 6.40	2.00 - 6.40	2.00 - 6.40	2.00 - 6.40
Other Units	0.80 - 4.50	0.80 - 4.50	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

2003	2004	2005	2006	2007	2008
3.40	3.40	3.40	3.40	3.40	3.40
2.60	2.60	2.60	2.60	2.60	2.60
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	1.00	1.00	1.00	0.79
0.40	0.40	0.40	0.40	0.40	0.40
9.70	9.70	9.70	9.70	9.70	9.49
3.20	3.20	3.20	3.20	3.20	3.20
2.50 - 7.40	2.50 - 7.40	2.50 - 8.60	2.50 - 8.60	2.50 - 8.60	2.50 - 8.60
0.30 - 7.60	0.30 - 7.60	0.30 - 7.60	0.30 - 7.60	0.30 - 9.15	0.30 - 9.15
35.43 - 54.53	35.43 - 54.53	35.29 - 54.09	34.00 - 53.40	33.83 - 48.69	33.83 - 48.69
35.00 - 50.20	35.00 - 50.20	35.17 - 49.25	40.90 - 47.65	34.10 - 47.85	34.10 - 47.85
3.80 - 6.40	2.80 - 6.40	3.00 - 6.40	3.00 - 6.40	3.00 - 6.40	3.00 - 6.40
0.80 - 5.50	0.80 - 5.50	0.80 - 5.50	0.41 - 5.50	0.41 - 5.91	0.41 - 5.91



Knox County, Ohio

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

		2008		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Ohio Power Company	Public Utility	\$19,856,350	1	1.82%
Ariel Corporation	Business	6,473,540	2	0.59%
Licking Rural Electrification Inc	Public Utility	6,404,810	3	0.59%
Rolls Royce Energy Systems Inc	Business	6,265,290	4	0.57%
Columbia Gas Transmission	Public Utility	5,221,250	5	0.48%
FT Precision Inc	Business	5,146,870	6	0.47%
First Knox National Bank	Business	3,466,310	7	0.32%
Kenyon College	Education	3,196,540	8	0.29%
United Telephone Company of Ohio	Public Utility	3,021,400	9	0.28%
Cooper Cameron Corporation	Business	2,825,590	10	0.26%
Subtotal		61,877,950		5.67%
All Others		1,031,554,189		94.33%
Total		<u>\$1,093,432,139</u>		<u>100.00%</u>
		1999		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Cooper Cameron Corporation	Business	\$30,664,770	1	4.37%
Ohio Power Company	Public Utility	17,687,580	2	2.52%
United Telephone Company	Public Utility	9,769,790	3	1.39%
Ariel Corporation	Business	7,389,860	4	1.05%
Columbia Gas of Ohio	Public Utility	5,892,270	5	0.84%
Licking Rural Electrification Inc	Public Utility	4,647,990	6	0.66%
Columbia Gas Transmission	Public Utility	4,539,040	7	0.65%
Weyerhaeuser Corporation	Business	4,270,860	8	0.61%
Jeld-Wen Inc	Business	4,117,900	9	0.59%
Kenyon College	Business	3,690,020	10	0.53%
Subtotal		92,670,080		13.21%
All Others		609,022,027		86.79%
Total		<u>\$701,692,107</u>		<u>100.00%</u>

Source: County Auditor - Land and Buildings
Based on valuation of property in 2008 and 1999

Knox County, Ohio

Property Tax Levies and Collections Last Ten Years

Collection Year	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Current					
Tax Levy (1)	\$5,072,506	\$5,731,554	\$6,010,338	\$6,064,379	\$7,427,715
Current Tax Collections	4,454,675	5,050,645	5,252,434	5,270,552	6,465,083
Percent of Levy Collected	87.82%	88.12%	87.39%	86.91%	87.04%
Delinquent					
Tax Levy (1)	\$263,541	\$283,298	\$300,915	\$353,530	\$400,175
Tax Collections	<u>182,845</u>	<u>195,872</u>	<u>193,338</u>	<u>227,214</u>	<u>252,150</u>
Percent of Levy Collected	69.38%	69.14%	64.25%	64.27%	63.01%
Total					
Tax Levy (1)	\$5,336,047	\$6,014,852	\$6,311,253	\$6,417,909	\$7,827,890
Tax Collections	<u>4,637,520</u>	<u>5,246,517</u>	<u>5,445,772</u>	<u>5,497,766</u>	<u>6,717,233</u>
Percent of Levy Collected	86.91%	87.23%	86.29%	85.66%	85.81%

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

Source: County Auditor's Office

Knox County, Ohio

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$7,769,928	\$8,242,873	\$8,472,409	\$9,312,816	\$12,618,876
6,723,319	6,938,026	7,167,658	7,725,912	7,895,631
86.53%	84.17%	84.60%	82.96%	62.57%
\$471,156	\$465,790	\$385,170	\$519,205	\$468,038
314,638	336,393	290,919	302,540	328,141
66.78%	72.22%	75.53%	58.27%	70.11%
\$8,241,084	\$8,708,663	\$8,857,579	\$9,832,021	\$13,086,914
7,037,957	7,274,419	7,458,577	8,028,452	8,223,772
85.40%	83.53%	84.21%	81.66%	62.84%

Knox County, Ohio

Ratio of Outstanding Debt By Type Last Ten Years

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Governmental Activities ⁽¹⁾				
General Obligation Bonds Payable	\$3,455,000	\$3,335,000	\$11,435,000	\$12,385,000
Special Assessment Bonds Payable	1,280,000	1,000,000	695,000	430,000
Installment Note	375,000	330,000	280,000	230,000
OPWC Loan Payable	0	0	0	0
Ohio Water Development Authority Loans Payable	0	0	0	0
Capital Leases	0	0	13,702	10,832
Business-type Activities ⁽¹⁾				
Ohio Water Development Authority Loans Payable	<u>\$79,325</u>	<u>\$77,803</u>	<u>\$76,196</u>	<u>\$74,498</u>
Total Primary Government	<u><u>\$5,189,325</u></u>	<u><u>\$4,742,803</u></u>	<u><u>\$12,499,898</u></u>	<u><u>\$13,130,330</u></u>
Population ⁽²⁾				
Knox County	54,061	54,655	55,445	56,275
Outstanding Debt Per Capita	\$96	\$87	\$225	\$233
Income ⁽²⁾				
Personal (in thousands)	1,170,853	1,267,832	1,313,215	1,350,600
Percentage of Personal Income	0.44%	0.37%	0.95%	0.97%

Sources:

(1) Source: County Auditor's Office

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

Knox County, Ohio

2003	2004	2005	2006	2007	2008
\$11,910,000	\$11,420,000	\$10,910,000	\$10,380,000	\$9,830,000	\$9,260,000
260,000	90,000	0	0	0	0
175,000	120,000	60,000	0	0	0
0	32,704	29,434	26,163	343,883	304,948
0	0	0	0	0	112,609
7,757	4,461	136,227	92,065	188,337	71,747
\$72,705	\$70,811	\$68,810	\$66,695	\$64,462	\$62,103
\$12,425,462	\$11,737,976	\$11,204,471	\$10,564,923	\$10,426,682	\$9,811,407
57,057	57,757	54,500	58,456	58,561	58,890
\$218	\$203	\$206	\$181	\$178	\$167
1,398,524	1,490,881	1,415,147	1,597,193	1,666,353	1,675,715
0.89%	0.79%	0.79%	0.66%	0.63%	0.59%

Knox County, Ohio

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	1999	2000	2001	2002
Population ⁽¹⁾	54,061	54,655	55,445	56,275
Assessed Value (In thousands) ⁽²⁾	\$701,692	\$819,096	\$863,222	\$843,679
General Bonded Debt ⁽³⁾				
General Obligation Bonds	\$3,455,000	\$3,335,000	\$11,435,000	\$12,385,000
Resources Available to Pay Principal ⁽⁴⁾	\$260,826	\$498,148	\$578,365	\$635,439
Net General Bonded Debt	\$3,194,174	\$2,836,852	\$10,856,635	\$11,749,561
Ratio of Net Bonded Debt to Assessed Value	0.46%	0.35%	1.26%	1.39%
Net Bonded Debt per Capita	\$59.08	\$51.90	\$195.81	\$208.79

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

2003	2004	2005	2006	2007	2008
57,057	57,757	54,500	58,456	58,561	58,890
\$960,083	\$976,420	\$994,831	\$1,090,891	\$1,095,754	\$1,093,432
\$11,910,000	\$11,420,000	\$10,910,000	\$10,380,000	\$9,830,000	\$9,260,000
\$654,049	\$709,423	\$635,926	\$655,708	\$659,431	\$354,890
\$11,255,951	\$10,710,577	\$10,274,074	\$9,724,292	\$9,170,569	\$8,905,110
1.17%	1.10%	1.03%	0.89%	0.84%	0.81%
\$197.28	\$185.44	\$188.52	\$166.35	\$156.60	\$151.22



Knox County, Ohio

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2008*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to County (1)</u>	<u>Amount Applicable to County</u>
Direct:			
Knox County	\$9,260,000	100.00%	\$9,260,000
Overlapping:			
All Cities wholly within the County	3,116,945	100.00%	3,116,945
All Townships wholly within the County	291,696	100.00%	291,696
All School Districts wholly within the County	27,745,945	100.00%	27,745,945
Clear Fork School District	6,388,511	6.90%	<u>440,807</u>
		Subtotal	<u>31,595,393</u>
		Total	<u><u>\$40,855,393</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 2008 collection year.

Source: Knox County Auditor

Knox County, Ohio

Debt Limitations Last Ten Years

Collection Year	1999	2000	2001	2002
Total Debt				
Net Assessed Valuation	\$701,692,107	\$819,095,981	\$863,221,722	\$843,678,684
Legal Debt Limitation (%) (1)(a)	2.29%	2.32%	2.33%	2.32%
Legal Debt Limitation (\$) (1)	16,042,303	18,977,400	20,080,543	19,591,967
County Debt Outstanding (2)	3,830,000	3,665,000	4,855,000	6,025,000
Less: Applicable Debt Service Fund Amounts	(260,826)	(498,148)	(578,365)	635,439
Net Indebtedness Subject to Limitation	<u>3,569,174</u>	<u>3,166,852</u>	<u>4,276,635</u>	<u>6,660,439</u>
Overall Legal Debt Margin	<u><u>\$12,473,129</u></u>	<u><u>\$15,810,548</u></u>	<u><u>\$15,803,908</u></u>	<u><u>\$12,931,528</u></u>
Unvoted Debt				
Net Assessed Valuation	\$701,692,107	\$819,095,981	\$863,221,722	\$843,678,684
Legal Debt Limitation (%) (1)(b)	1.00%	1.00%	1.00%	1.00%
Legal Debt Limitation (\$) (1)	7,016,921	8,190,960	8,632,217	8,436,787
County Debt Outstanding (2)	3,830,000	3,665,000	4,855,000	6,025,000
Less: Applicable Debt Service Fund Amounts	(260,826)	(498,148)	(578,365)	635,439
Net Indebtedness Subject to Limitation	<u>3,569,174</u>	<u>3,166,852</u>	<u>4,276,635</u>	<u>6,660,439</u>
Overall Legal Debt Margin	<u><u>\$3,447,747</u></u>	<u><u>\$5,024,108</u></u>	<u><u>\$4,355,582</u></u>	<u><u>\$1,776,348</u></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

2003	2004	2005	2006	2007	2008
\$960,084,059	\$976,420,398	\$994,830,648	\$1,090,891,142	\$1,095,753,457	\$1,093,432,139
2.34%	2.35%	2.35%	2.36%	2.36%	2.36%
22,502,101	22,910,510	23,370,766	25,772,279	25,893,836	25,835,803
5,778,000	5,524,000	5,258,000	4,980,000	4,690,000	4,392,000
(654,049)	(709,423)	(635,926)	(655,708)	(659,431)	(354,890)
5,123,951	4,814,577	4,622,074	4,324,292	4,030,569	4,037,110
<u>\$17,378,150</u>	<u>\$18,095,933</u>	<u>\$18,748,692</u>	<u>\$21,447,987</u>	<u>\$21,863,267</u>	<u>\$21,798,693</u>
\$960,084,059	\$976,420,398	\$994,830,648	\$1,090,891,142	\$1,095,753,457	\$1,093,432,139
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
9,600,841	9,764,204	9,948,306	10,908,911	10,957,535	10,934,321
5,778,000	5,524,000	5,258,000	4,980,000	4,690,000	4,392,000
(654,049)	(709,423)	(635,926)	(655,708)	(659,431)	(354,890)
5,123,951	4,814,577	4,622,074	4,324,292	4,030,569	4,037,110
<u>\$4,476,890</u>	<u>\$4,949,627</u>	<u>\$5,326,232</u>	<u>\$6,584,619</u>	<u>\$6,926,966</u>	<u>\$6,897,211</u>

Knox County, Ohio

*Pledged Revenue Coverage
Last Ten Years*

	1999	2000	2001	2002
Special Assessment Bonds (1)				
Special Assessment Collections	\$492,755	\$426,268	\$398,271	\$326,743
Debt Service				
Principal	302,000	295,000	295,000	250,000
Interest	149,081	119,769	90,894	62,025
Coverage	1.09	1.03	1.03	1.05

(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

2003	2004	2005	2006	2007	2008
\$224,787	\$201,221	\$37,155	\$18,195	\$12,517	\$32,944
170,000	170,000	90,000	0	0	0
37,925	22,731	7,538	0	0	0
1.08	1.04	0.38	N/A	N/A	N/A

Knox County, Ohio

Demographic and Economic Statistics Last Ten Years

Calendar Year	1999	2000	2001	2002
Population (1)				
Knox County	54,061	54,655	55,445	56,275
Income (1)				
Total Personal (in thousands)	1,170,853	1,267,832	1,313,215	1,350,600
Per Capita (1)(a)	21,658	23,197	23,685	24,000
Unemployment Rate (2)				
Federal	4.5%	4.2%	3.8%	4.8%
State	4.3%	4.3%	3.7%	4.3%
Knox County	4.7%	4.0%	3.7%	4.7%
Civilian Work Force Estimates (2)				
State	5,749,000	5,900,400	5,857,000	5,828,000
Knox County	26,300	26,000	26,600	26,900

Sources:

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

(a) Information is only available through 2007. For the presentation of 2008 statistics the County is using the latest information available.

(2) State Department of Labor Statistics

Knox County, Ohio

2003	2004	2005	2006	2007	2008
57,057	57,757	54,500	58,456	58,561	58,890
1,398,524	1,490,881	1,415,147	1,597,193	1,666,353	1,675,715
24,511	25,813	25,966	27,323	28,455	28,455
5.8%	6.0%	5.5%	5.0%	4.6%	5.8%
5.7%	6.1%	6.0%	5.9%	5.6%	6.6%
5.8%	5.6%	5.4%	5.1%	5.4%	6.3%
5,915,000	5,875,300	5,900,400	5,934,000	5,976,500	5,986,400
27,600	29,200	30,100	30,500	31,000	30,800



Knox County, Ohio

Principal Employers Current Year and Three Years Ago

		2008		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
Rolls Royce Energy Systems	Business	855	1	0.03
Ariel Corporation	Business	835	2	0.03
Kenyon College	School	602	3	0.02
Knox Community Hospital	Business	573	4	0.02
Mount Vernon Developmental	Business	473	5	0.02
Knox County	County Government	452	6	0.01
Mount Vernon City Schools	School	448	7	0.01
Mount Vernon Nazarene University	School	427	8	0.01
TRW Automotives	Business	400	9	0.01
Kokosing Construction	Business	400	10	0.01
Total		<u>5,465</u>		
Total Employment within the County		<u><u>30,800</u></u>		
		2005		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
Rolls Royce Energy Systems	Business	850	1	0.03
Ariel Corporation	Business	835	2	0.03
Kenyon College	School	697	3	0.02
Mount Vernon Nazarene University	School	537	4	0.02
TRW Automotives	Business	513	5	0.02
Knox Community Hospital	Business	483	6	0.02
Mount Vernon City Schools	School	481	7	0.02
Mount Vernon Developmental	Business	463	8	0.02
Knox County	County Government	425	9	0.01
Kokosing Construction Co Inc	Business	400	10	0.01
Total		<u>5,684</u>		
Total Employment within the County		<u><u>30,100</u></u>		

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

	1999	2000	2001	2002	2003
Governmental Activities					
General Government					
Legislative and Executive					
Commissioners	15	15	21	22	18
Auditor	11	10	11	12	12
Treasurer	5	5	5	5	5
Prosecutor	8	8	8	8	7
Board of Elections	4	4	4	4	4
Recorder	6	6	6	6	6
Judicial					
Public Defender	6	7	6	6	6
Probate	4	4	4	3	6
Clerk of Courts	12	11	11	12	13
Common Pleas	7	10	9	9	10
Juvenile	14	19	18	19	17
Municipal Court	4	4	4	4	4
Public Safety					
Sheriff	50	54	53	56	60
911 Emergency Calling	20	20	20	23	24
Coroner	1	1	1	1	1
Emergency Management Agency	2	2	2	2	3
Public Works					
Roads and Bridges	40	41	39	39	40
Maps	3	3	3	3	3
Human Services					
MRDD	72	76	76	82	86
Public Assistance	45	53	54	56	55
Child Support Enforcement	12	10	12	14	14
Childrens Services	15	15	17	18	15
Veterans Services	3	3	2	2	3
Health					
Animal Control	3	3	3	3	4
Business-Type Activities					
Utilities					
Sewer	10	10	12	9	10
<i>Total Employees</i>	<u>372</u>	<u>394</u>	<u>401</u>	<u>418</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

2004	2005	2006	2007	2008
16	18	17	17	18
10	10	10	10	10
5	5	5	5	5
8	8	7	8	10
4	4	5	5	5
6	5	6	5	5
6	6	6	6	6
6	4	5	5	4
14	11	10	12	12
10	11	12	11	13
18	15	16	16	19
4	4	4	4	4
64	66	65	70	63
26	26	25	26	27
1	1	1	1	1
2	2	3	2	3
36	39	38	36	37
3	3	3	3	3
90	83	77	63	59
55	56	61	63	63
13	13	13	12	14
15	15	15	18	19
4	6	6	5	4
3	3	5	5	5
11	11	11	11	10
<u>430</u>	<u>425</u>	<u>426</u>	<u>419</u>	<u>419</u>

Knox County, Ohio

Operating Indicators by Function Last Ten Years

	1999	2000	2001	2002	2003
Governmental Activities					
General Government					
Legislative and Executive					
Number of Tax Bills	38,391	38,764	39,373	39,768	40,126
Number of Registered Voters	32,721	35,140	30,709	31,630	31,897
Number of Documents Recorded	34,252	31,258	20,069	18,556	21,325
Judicial					
Number of Probation Cases	395	365	358	301	305
Number of Traffic Cases	649	502	543	551	476
Number of Marriage Licenses	435	423	393	401	396
Public Safety					
Sheriff					
Number of Burglaries	185	158	167	193	178
Number of Larceny Investigations	413	485	462	312	377
Number of Traffic Accidents	542	531	548	435	446
Public Works					
Roads and Bridges					
Number of Tons of Asphalt Used	16,064	11,141	14,102	6,551	17,309
Number of Bridges Replaced	1	9	6	7	13
Number of Culverts Replaced	52	31	45	31	46
Human Service					
MRDD					
Number of Programs Offered	6	6	6	6	6
Number of Individuals Served	290	307	325	363	341
Number of Individuals on Waiting Lists	57	105	158	107	120
Health					
Number of Birth & Death Certificates Issued	4,537	4,155	4,106	4,267	4,314
Number of Sewage Permits Issued	350	294	276	315	278
Number of Patients Served in Medical Clinic	502	517	404	1,198	1,471

Knox County, Ohio

2004	2005	2006	2007	2008
40,444	40,719	41,374	41,374	41,016
36,972	34,776	36,349	36,123	38,846
15,925	16,242	14,819	12,375	11,162
298	309	277	310	292
391	416	442	350	355
429	467	462	412	390
159	199	140	203	231
408	381	375	397	391
392	292	249	252	193
8,458	13,654	3,816	10,059	10,804
16	13	15	6	4
132	117	122	106	38
5	5	5	8	6
379	396	345	365	405
242	237	289	354	215
4,340	4,440	4,312	4,230	3,788
263	218	284	111	126
1,502	1,740	1,662	1,483	1,708

(Continued)

Knox County, Ohio

*Operating Indicators by Function
Last Ten Years*

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Business-Type Activities					
Sewer					
Number of Water Leaks	18	22	25	23	34
Number of New Services	104	116	109	99	122
Number of Install of Grinder Units	8	3	3	3	1

Source: Knox County Auditor

Knox County, Ohio

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
14	12	12	37	31
99	101	65	41	37
2	4	4	3	1

Knox County, Ohio

Capital Asset Statistics by Function Last Ten Years

	1999	2000	2001	2002	2003
Governmental Activities					
General Government					
Legislative and Executive					
Land (acres)	292.629	296.799	296.799	296.799	272.592
Buildings	10	10	54	54	54
Vehicles	3	3	4	4	5
Judicial					
Buildings	2	2	2	2	2
Public Safety					
Sheriff					
Stations	1	1	1	1	1
Vehicles	26	26	27	28	29
Public Works					
Land (acres)	10.680	10.680	10.180	10.180	10.180
Buildings	9	8	8	8	8
Vehicles	52	52	48	47	46
Health					
Land (acres)	3.180	3.180	3.180	3.180	3.180
Buildings	2	2	3	3	3
Vehicles	3	3	3	3	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	21	20
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	5	7	7	7
Landfill					
Land (acres)	211.669	229.569	229.569	229.569	229.569

Source: County Auditor's Office

Knox County, Ohio

2004	2005	2006	2007	2008
272.592	272.592	272.592	272.592	272.592
54	55	55	55	55
6	5	5	5	4
2	2	2	2	2
1	1	1	1	1
30	32	33	31	32
10.180	10.180	10.180	10.180	10.180
8	8	8	8	8
46	44	44	35	40
3.180	3.180	3.180	3.180	3.180
3	3	5	5	5
4	4	4	6	4
23.546	23.546	23.546	23.546	23.546
13	13	13	13	13
21	16	18	17	8
86.626	86.626	86.626	86.626	90.409
19	19	19	19	19
1,001,268	1,001,268	1,001,268	1,001,268	1,001,268
7	7	7	7	9
229.569	229.569	229.569	229.569	229.569





Mary Taylor, CPA
Auditor of State

FINANCIAL CONDITION

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 14, 2009**