

STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2010

KNOX COUNTY, INDIANA



FILED
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TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report on Financial Statements and Supplementary Schedule of Expenditures of Federal Awards	3-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards	5-6
Financial Statement(s): Statement(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	8-10
Notes to Financial Statement(s).....	11-15
Supplementary Information: Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis	18-44
Schedule of Long-Term Debt	45
Other Report(s)	46
Supplemental Audit of Federal Awards: Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133.....	48-49
Schedule of Expenditures of Federal Awards	50-51
Note(s) to Schedule of Expenditures of Federal Awards	52
Schedule of Findings and Questioned Costs	53
Auditee Prepared Schedule(s): Summary Schedule of Prior Audit Findings	54
Exit Conference.....	55

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Sharon K. Duke	01-01-07 to 12-31-14
Treasurer	Cendy Joslin	01-01-09 to 12-31-12
Clerk	Lisa Clark-Benock	01-01-10 to 12-31-13
Sheriff	Michael Morris	02-01-09 to 12-31-14
Recorder	Brenda Hall	01-01-07 to 12-31-14
President of the Board of County Commissioners	James Parish Kevin Meyer	01-01-10 to 12-31-10 01-01-11 to 12-31-11
President of the County Council	Timothy Ellerman Steve Thais	01-01-10 to 12-31-10 01-01-11 to 12-31-11



STATE OF INDIANA
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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TO: THE OFFICIALS OF KNOX COUNTY, INDIANA

We have audited the accompanying financial statement of Knox County (County), for the year ended December 31, 2010. The financial statement is the responsibility of the County's management. Our responsibility is to express opinions on the financial statement 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 Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the County prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting noted above is a different basis than that used in the prior year.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the County for the year ended December 31, 2010, on the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued a report dated June 29, 2011, 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, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Included in the financial statement are the receipts and disbursements activity from emergency telephone system fees (IC 36-8-16) and enhanced wireless emergency telephone fees (IC 36-8-16.5). In accordance with Indiana Code 36-8-16-14 and Indiana Code 36-8-16.5-41 these fees have been subject to an annual audit performed by the State Board of Accounts and, in our opinion, are fairly stated, in all material respects, in relation to the financial statement taken as a whole.

Our audit was conducted for the purpose of forming an opinion on the County's financial statement. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the financial statement. The Combining Schedule(s) of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the County's management, governing boards, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

June 29, 2011



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF KNOX COUNTY, INDIANA

We have audited the financial statement of Knox County (County), for the year ended December 31, 2010, and have issued our report thereon dated June 29, 2011. 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 Government Auditing Standards, issued by the Comptroller General of the United States.

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 auditing procedures for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented or detected and corrected on a timely basis.

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

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
(Continued)

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statement are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on 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 such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of the County's management, governing boards, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

June 29, 2011

FINANCIAL STATEMENT(S)

KNOX COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2010

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
General	\$ 4,584,889	\$ 8,126,425	\$ 8,614,250	\$ 4,097,064
Local Road And Street	261,062	882,349	946,547	196,864
Accident Report	2,376	648	-	3,024
Firearms Training	8,648	9,341	13,527	4,462
Park Nonreverting Operating	87,590	87,408	57,140	117,858
Health	200,780	168,183	277,666	91,297
Alcohol And Drug Services	68,285	96,747	71,697	93,335
Probation	5,200	2,687	-	7,887
Plan Commission	157,481	105,529	90,489	172,521
Landfill	1,524	-	-	1,524
Crime Control	39,817	12,914	24,269	28,462
Van-Go	-	652,534	652,534	-
Clerk's Records Perpetuation	88,894	20,742	3,819	105,817
Deferral Program	435,765	194,343	157,040	473,068
Unsafe Building	(1,219)	35,977	35,375	(617)
Riverboat	195,822	87,148	113,353	169,617
Emergency Telephone System	52,895	161,868	179,646	35,117
Enhanced E-911	12,839	259,019	212,137	59,721
Drug Free Community	16,154	24,417	30,000	10,571
Klein Specialty Survey	150	-	-	150
Emergency Planning/Right To Know	5,959	4,252	57	10,154
Convention And Tourism	75,501	298,078	295,002	78,577
Highway	560,961	2,360,754	2,570,963	350,752
Parks And Recreation	89,410	179	37,400	52,189
Property Reassessment	1,410,105	242,219	646,761	1,005,563
Prosecutor Title IV-D #1	13,267	20,852	32,455	1,664
Juvenile Probation Service	35,858	7,415	-	43,273
Adult Probation Services	48,184	207,398	241,190	14,392
Probation Users Fees	12,905	41,996	40,130	14,771
Recorder's Records Perpetuation	140,519	105,195	76,970	168,744
Local Health Maintenance	32,527	33,143	19,172	46,498
Pretrial Diversion	4,086	-	-	4,086
Solid Waste Planning	9,774	383,089	370,836	22,027
Guardian Ad Litem/Court	-	40,000	40,000	-
Court Appointed Special Advocate	1,832	-	-	1,832
Plat Book	5,427	-	-	5,427
Misdemeanant	43,784	28,692	24,995	47,481
Surveyor's Corner Perpetuation	21,767	7,795	8,036	21,526
Prisoner Reimbursement	1,073,637	391,123	1,110,000	354,760
Sheriff Donation Fund	3,786	14,270	7,382	10,674
Juvenile Grant 07-JB-017	(11,181)	16,730	5,535	14
Governor's Task Force 2008	(3,664)	-	-	(3,664)
Emison Gift Special	37	3	-	40
Health Bioterrorism	213	7,367	7,399	181
Home Management Grant	1	-	-	1
Proslink Implementation Pro	2,496	-	-	2,496
Grant, Misc	260	-	-	260
Lloyd Bond Ditch	29,942	2,987	-	32,929
Breevort Conservancy	4,378	34,079	34,079	4,378
Breevort Levee	15,657	274,884	274,884	15,657
Breevort Levee Special	396	-	-	396
Hiram Brown	43,729	4,971	-	48,700
Dunn Special Survey	128	-	-	128
Mary Frick Ditch	16,581	2,651	644	18,588
Herschel Green Ditch	20,857	6,378	300	26,935
Peter Hill Ditch	10,876	2,576	-	13,452
E.W. House Drainage	67,907	8,401	6,467	69,841
Kessinger Ditch	54,850	32,573	41,074	46,349
Thomas Lankford	12,197	2,860	363	14,694
Meskiman Ditch	42	-	-	42
Prather Ditch	530	-	-	530
Roberson Ditch	9,454	3,959	3,554	9,859
Mcallister Drainage	265	-	-	265
Steen Ditch	870	-	-	870
Niblack Levee Maintenance	58,117	46,031	82,972	21,176
Niblack Levee Repair	82,794	72,335	107,311	47,818
Waggoner Lankford, Etal	177	-	-	177

The notes to the financial statement(s) are an integral part of this statement.

KNOX COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2010
(Continued)

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Wampler Ditch	106,814	13,046	840	119,020
James W Williams Ditch	25,263	2,314	950	26,627
Pollard Ditch	14	-	-	14
Rainy Day	4,035,803	318,481	-	4,354,284
Sales Disclosure	37,295	3,280	-	40,575
Law Enforcement	175	-	-	175
Drug Abuse Interdiction	94,574	5,406	-	99,980
CEDIT Special Revenue	2,606,390	1,475,936	1,751,557	2,330,769
Project Income	86,274	308,055	249,161	145,168
County Corrections	8,488	294,595	284,325	18,758
Build Indiana	400	3,430	3,540	290
Hazardous Materials	276	-	-	276
Criminal Justice Institute Grant	1,517	-	-	1,517
Welfare Excise Tax Allocation	-	46,425	46,425	-
Community Corrections	12,433	25,130	7,993	29,570
DARE	5,752	4,000	1,533	8,219
Tobacco Settlement	28,489	23,259	26,328	25,420
Seized Assets	(50,777)	-	-	(50,777)
Community Corrections Grant	9,247	-	-	9,247
Probation-LCC	3,101	-	-	3,101
Disaster Public Assist	1,142	-	-	1,142
EMS Grant	2	-	-	2
Surplus Dog Tax Special Revenue	5,822	490	-	6,312
Levy Excess	2,601	121,987	96,229	28,359
Homeland Security	-	22,940	14,860	8,080
Emergency Gas Award	450	-	-	450
Drainage Task Force	50	-	-	50
Life After Meth	-	34,289	34,289	-
OPO Grant 10-02-02-09	-	5,232	4,566	666
Freelandville Waste Water	1,675	30,000	31,675	-
Emergency Preparedness	23,943	10,149	28,905	5,187
Federal Grants #30	(1,500)	52,522	51,022	-
Adult Protective Services	11,450	-	-	11,450
Health Environmental	255	-	-	255
Excess Tax Sale Costs	330,781	87,120	180,224	237,677
Coroners Education	413	4,832	4,676	569
Collection Agency Fees	4,981	6,967	4,153	7,795
Circuit Court Bail	10,657	1,300	-	11,957
Superior Court Bail	9,222	2,100	5,112	6,210
Superior Court Two Bail	87,839	16,982	11,435	93,386
Group Home	500	-	-	500
Drug Task Force	670	-	-	670
Drug Task Force #2	2	-	-	2
Solid Waste Fees Auditor	10,706	9,887	-	20,593
Solid Waste Fees Treasurer	3,693	2,472	-	6,165
Mill Creek	11,524	2,255	-	13,779
Singer Ditch	24,193	5,714	7,461	22,446
Mcginnis Levee	17,326	25,706	29,453	13,579
Steen Ditch	66	-	-	66
Vieck Ditch	21,819	21,525	25,307	18,037
Plass Ditch	11,709	3,960	5,467	10,202
Federal Grants #31	(1,500)	59,888	58,388	-
Operation Pull Over	408	-	49	359
Juvenile Grant 2009	-	14,500	-	14,500
Big City/Big County Enforce	-	826	1,708	(882)
DUI Task Force 2011	-	557	2,046	(1,489)
Major Moves	381,611	401	278,173	103,839
Sheriff's Pension Fund	1,292,599	140,229	104,341	1,328,487
Health Immunization	-	-	2,224	(2,224)
Juvenile Accountability	(36)	-	23	(59)
IDACS (E-911)	676	4,000	3,854	822
Title IV-D Incentive ARRA Clerk	-	2,204	-	2,204
Title IV-D Incentive ARRA Prosecutor	-	23,277	-	23,277
Welfare Excise Tax All	-	200,087	200,087	-
Comm Corr	-	338,671	288,056	50,615

The notes to the financial statement(s) are an integral part of this statement.

KNOX COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Year Ended December 31, 2010
(Continued)

	Cash and Investments 01-01-10	Receipts	Disbursements	Cash and Investments 12-31-10
Fed Grant	-	5,288	6,237	(949)
General Obligation Bond	6,864	-	-	6,864
Cumulative Bridge	615,694	445,465	409,194	651,965
Non-Reverting Park And Rec	25,612	3,532	403	28,741
New Jail	1,961,554	1,716,387	933,000	2,744,941
State Grant Capital Project	423	-	-	423
Congressional School Principal	42,619	-	-	42,619
City And Town Court Costs	43,795	23,323	-	67,118
Congressional School Interest	42,458	-	3,409	39,049
Surplus Tax Sale	43,449	204,498	176,696	71,251
Tax Sale Redemption	15,616	9,617	25,779	(546)
State Fines And Forfeitures	21,394	125,565	129,746	17,213
Overweight Vehicle Fines	-	458	158	300
Clerk's Users Fees	8,018	21,769	19,200	10,587
County Sheriff	16,698	1,053,201	1,057,951	11,948
Inheritance Tax	365,118	1,091,064	1,124,085	332,097
Victim Assist. Superior Ct	(10,410)	23,576	13,154	12
Prop Replacement & Homestead Credit	-	80	-	80
Probation Home Monitoring	215,325	235,647	249,475	201,497
Sheriff's Inmate Trust/Commissary	15,824	373,085	365,892	23,017
Employee Deductions	2,756	124,579	122,883	4,452
PERF	114,102	469,354	459,502	123,954
Payroll Withholding-Federal	82	-	-	82
Payroll Withholding-State	3	-	-	3
Payroll Withholding-Oasi	(210)	1,725,855	1,725,645	-
Payroll Withholding-Insurance	263,784	-	-	263,784
ISETS Incentive	53,374	22,282	14,565	61,091
Special Death Benefit	600	2,565	3,165	-
Harbor House	103	-	-	103
Park And Recreation Agency	602	104,358	90,191	14,769
Education Plate Fees Agency	94	1,463	1,463	94
CEDIT Certified Shares	-	3,563,727	3,563,727	-
Commissioner's Certificate Sale	30,050	25	26,090	3,985
Financial Institution Tax	-	251,458	251,458	-
Donation Agency	2,030	522	-	2,552
COIT Certified Shares	-	4,122,012	4,122,012	-
Mortgage Fees-State Share	248	2,852	2,760	340
CVET Agency	54	347,885	347,885	54
Riverboat Tax Distribution	-	245,665	245,665	-
Homestead Credit Rebate	30,437	-	171	30,266
Knox County Benefit Trust	33,486	4,228,478	3,749,278	512,686
Hea 1001 State Homestead Credit	1,812	284,348	286,589	(429)
County COIT	5,403,295	2,054,558	1,672,469	5,785,384
Tax Distribution	363	31,769,599	31,769,599	363
School Excise Tax Allocation	-	839,315	839,315	-
County Recorder Cash	14,205	234,086	226,001	22,290
County Treasurer Cash	550,231	34,655,023	34,386,140	819,114
Community Corrections-Petersburg	865	9,730	10,325	270
Circuit Court Clerk	796,044	3,730,705	3,611,042	915,707
Knox County Benefit Trust	41,310	2,817,923	2,754,752	104,481
Landfill Retainage	27,637	14	-	27,651
Sheriff Buy Money	675	-	-	675
Probation Department Cash On Hand	44,149	440,496	453,691	30,954
Tax Sale	-	137,023	137,023	-
Soil and Water Grant	-	110,294	110,294	-
Totals	<u>\$ 30,345,659</u>	<u>\$ 117,038,689</u>	<u>\$ 116,909,934</u>	<u>\$ 30,474,414</u>

The notes to the financial statement(s) are an integral part of this statement.

KNOX COUNTY
NOTES TO FINANCIAL STATEMENT(S)

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The County was established under the laws of the State of Indiana. The County operates under a Council-Commissioner form of government and provides some or all of the following services: public safety (police), highways and streets, health welfare and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The accompanying financial statement(s) present(s) the financial information for the County (primary government), and does not include financial information for any of the County's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial information of the County (primary government).

B. Basis of Accounting

The financial statements are reported on a regulatory basis of accounting prescribed by the State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statements. The aggregate receipts may include, but are not limited to, the following sources:

Taxes which can include one or more of the following: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the County.

Licenses and permits which include amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include: peddler licenses, dog tax licenses, auctioneer license, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

KNOX COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

Intergovernmental receipts which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of this type of receipts include, but are not limited to: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distribution received from the state, local road and street distribution received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services which can include, but are not limited to the following: planning commission charges, building department charges, copies of public records, copy machine charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable tv receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits which include receipts derived from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Utility fees which are comprised mostly of charges for current services.

Other receipts which include amounts received from various sources which can include, but are not limited to the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution or court order; internal service receipts; and fiduciary receipts.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statements. The aggregate disbursements may include, but are not limited to, the following uses:

Personal services include outflows for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies which include articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges which include, but are not limited to: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

Debt service principal and interest which include fixed obligations resulting from financial transactions previously entered into by the County. It includes all expenditures for the reduction of the principal and interest of the County's general obligation indebtedness.

KNOX COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

Capital outlay which include all outflows for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

Utility operating expenses which include all outflows for operating the utilities.

Other disbursements which include, but are not limited to the following: interfund loan payments, loans made to other funds, internal service disbursements, and transfers out that are authorized by statute, ordinance, resolution, or court order.

F. Interfund Transfers

The County may, from time to time, transfer money from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the County. Each fund is used to account for money received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the County. The money accounted for in a specific fund may only be available for use for certain, legally restricted purposes. Additionally, some funds are used to account for assets held by the County in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units and therefore the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the County submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the County in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

KNOX COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the County to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

The County may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third party. The establishment of a self-insurance fund allows the County to set aside money for claim settlements. The self-insurance fund would be included in the financial statements. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks. These risks may also be mitigated by the County by recording as a disbursement and replacement items purchased.

Note 6. Pension Plan(s)

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

KNOX COUNTY
NOTES TO FINANCIAL STATEMENT(S)
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

B. County Police Retirement Plan

Plan Description

The County Police Retirement Plan is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute.

C. County Police Benefit Plan

Plan Description

The County Police Benefit Plan is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the sheriff's department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the county sheriff.

Funding Policy

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute.

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SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Knox County's Annual Report(s) can be found on the Indiana Transparency Portal website: www.in.gov/itp/annual_reports/.

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010

	General	Local Road And Street	Accident Report	Firearms Training	Park Nonreverting Operating	Health	Alcohol And Drug Services
Cash and investments - beginning	\$ 4,584,889	\$ 261,062	\$ 2,376	\$ 8,648	\$ 87,590	\$ 200,780	\$ 68,285
Receipts:							
Taxes	6,185,336	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	76,199	-
Intergovernmental	706,040	296,654	-	-	-	-	-
Charges for services	332,666	38,400	-	-	86,000	90,941	-
Fines and forfeits	295,137	-	648	9,341	-	-	96,450
Other receipts	607,246	547,295	-	-	1,408	1,043	297
Total receipts	<u>8,126,425</u>	<u>882,349</u>	<u>648</u>	<u>9,341</u>	<u>87,408</u>	<u>168,183</u>	<u>96,747</u>
Disbursements:							
Personal services	5,286,618	-	-	-	4,489	252,581	54,409
Supplies	504,017	946,547	-	-	-	12,848	649
Other services and charges	2,691,085	-	-	13,527	52,651	12,237	15,704
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	132,530	-	-	-	-	-	935
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>8,614,250</u>	<u>946,547</u>	<u>-</u>	<u>13,527</u>	<u>57,140</u>	<u>277,666</u>	<u>71,697</u>
Excess (deficiency) of receipts over disbursements	<u>(487,825)</u>	<u>(64,198)</u>	<u>648</u>	<u>(4,186)</u>	<u>30,268</u>	<u>(109,483)</u>	<u>25,050</u>
Cash and investments - ending	<u>\$ 4,097,064</u>	<u>\$ 196,864</u>	<u>\$ 3,024</u>	<u>\$ 4,462</u>	<u>\$ 117,858</u>	<u>\$ 91,297</u>	<u>\$ 93,335</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Probation	Plan Commission	Landfill	Crime Control	Van-Go	Clerk's Records Perpetuation	Deferral Program
Cash and investments - beginning	\$ 5,200	\$ 157,481	\$ 1,524	\$ 39,817	\$ -	\$ 88,894	\$ 435,765
Receipts:							
Taxes	-	84,723	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	8,428	-	-	652,534	-	194,343
Charges for services	2,687	12,105	-	12,914	-	-	-
Fines and forfeits	-	-	-	-	-	20,742	-
Other receipts	-	273	-	-	-	-	-
Total receipts	<u>2,687</u>	<u>105,529</u>	<u>-</u>	<u>12,914</u>	<u>652,534</u>	<u>20,742</u>	<u>194,343</u>
Disbursements:							
Personal services	-	81,009	-	-	-	-	86,662
Supplies	-	1,677	-	-	-	3,819	8,486
Other services and charges	-	7,503	-	24,269	652,534	-	38,662
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	300	-	-	-	-	23,230
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>90,489</u>	<u>-</u>	<u>24,269</u>	<u>652,534</u>	<u>3,819</u>	<u>157,040</u>
Excess (deficiency) of receipts over disbursements	<u>2,687</u>	<u>15,040</u>	<u>-</u>	<u>(11,355)</u>	<u>-</u>	<u>16,923</u>	<u>37,303</u>
Cash and investments - ending	<u>\$ 7,887</u>	<u>\$ 172,521</u>	<u>\$ 1,524</u>	<u>\$ 28,462</u>	<u>\$ -</u>	<u>\$ 105,817</u>	<u>\$ 473,068</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Unsafe Building	Riverboat	Emergency Telephone System	Enhanced E-911	Drug Free Community	Klein Specialty Survey	Emergency Planning/Right To Know
Cash and investments - beginning	\$ (1,219)	\$ 195,822	\$ 52,895	\$ 12,839	\$ 16,154	\$ 150	\$ 5,959
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	25,385	87,148	-	-	-	-	4,252
Charges for services	10,592	-	161,030	258,196	-	-	-
Fines and forfeits	-	-	-	-	24,417	-	-
Other receipts	-	-	838	823	-	-	-
Total receipts	<u>35,977</u>	<u>87,148</u>	<u>161,868</u>	<u>259,019</u>	<u>24,417</u>	<u>-</u>	<u>4,252</u>
Disbursements:							
Personal services	-	35,132	109,444	210,889	-	-	-
Supplies	-	-	-	1,248	-	-	-
Other services and charges	(602)	78,221	66,816	-	30,000	-	57
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	3,386	-	-	-	-
Other disbursements	35,977	-	-	-	-	-	-
Total disbursements	<u>35,375</u>	<u>113,353</u>	<u>179,646</u>	<u>212,137</u>	<u>30,000</u>	<u>-</u>	<u>57</u>
Excess (deficiency) of receipts over disbursements	<u>602</u>	<u>(26,205)</u>	<u>(17,778)</u>	<u>46,882</u>	<u>(5,583)</u>	<u>-</u>	<u>4,195</u>
Cash and investments - ending	<u>\$ (617)</u>	<u>\$ 169,617</u>	<u>\$ 35,117</u>	<u>\$ 59,721</u>	<u>\$ 10,571</u>	<u>\$ 150</u>	<u>\$ 10,154</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Convention And Tourism	Highway	Parks And Recreation	Property Reassessment	Prosecutor Title IV-D #1	Juvenile Probation Service	Adult Probation Services
Cash and investments - beginning	\$ 75,501	\$ 560,961	\$ 89,410	\$ 1,410,105	\$ 13,267	\$ 35,858	\$ 48,184
Receipts:							
Taxes	298,078	-	-	201,665	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	2,208,460	-	20,061	20,852	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	7,415	166,991
Other receipts	-	152,294	179	20,493	-	-	40,407
Total receipts	<u>298,078</u>	<u>2,360,754</u>	<u>179</u>	<u>242,219</u>	<u>20,852</u>	<u>7,415</u>	<u>207,398</u>
Disbursements:							
Personal services	-	1,139,059	3,020	9,769	13,033	-	224,648
Supplies	-	718,839	6,990	340	-	-	10,545
Other services and charges	295,002	245,076	10,622	613,343	19,422	-	5,997
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	467,989	11,294	23,309	-	-	-
Other disbursements	-	-	5,474	-	-	-	-
Total disbursements	<u>295,002</u>	<u>2,570,963</u>	<u>37,400</u>	<u>646,761</u>	<u>32,455</u>	<u>-</u>	<u>241,190</u>
Excess (deficiency) of receipts over disbursements	<u>3,076</u>	<u>(210,209)</u>	<u>(37,221)</u>	<u>(404,542)</u>	<u>(11,603)</u>	<u>7,415</u>	<u>(33,792)</u>
Cash and investments - ending	<u>\$ 78,577</u>	<u>\$ 350,752</u>	<u>\$ 52,189</u>	<u>\$ 1,005,563</u>	<u>\$ 1,664</u>	<u>\$ 43,273</u>	<u>\$ 14,392</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Probation Users Fees	Recorder's Records Perpetuation	Local Health Maintenance	Pretrial Diversion	Solid Waste Planning	Guardian Ad Litem/Court	Court Appointed Special Advocate
Cash and investments - beginning	\$ 12,905	\$ 140,519	\$ 32,527	\$ 4,086	\$ 9,774	\$ -	\$ 1,832
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	33,139	-	-	40,000	-
Charges for services	41,262	105,096	-	-	-	-	-
Fines and forfeits	-	-	-	-	275,194	-	-
Other receipts	734	99	4	-	107,895	-	-
Total receipts	<u>41,996</u>	<u>105,195</u>	<u>33,143</u>	<u>-</u>	<u>383,089</u>	<u>40,000</u>	<u>-</u>
Disbursements:							
Personal services	40,130	25,749	15,980	-	95,598	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	35,375	2,658	-	44	15,000	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	15,846	534	-	-	-	-
Other disbursements	-	-	-	-	275,194	25,000	-
Total disbursements	<u>40,130</u>	<u>76,970</u>	<u>19,172</u>	<u>-</u>	<u>370,836</u>	<u>40,000</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,866</u>	<u>28,225</u>	<u>13,971</u>	<u>-</u>	<u>12,253</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 14,771</u>	<u>\$ 168,744</u>	<u>\$ 46,498</u>	<u>\$ 4,086</u>	<u>\$ 22,027</u>	<u>\$ -</u>	<u>\$ 1,832</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Plat Book	Misdemeanant	Surveyor's Corner Perpetuation	Prisoner Reimbursement	Sheriff Donation Fund	Juvenile Grant 07-JB-017	Governor's Task Force 2008
Cash and investments - beginning	\$ 5,427	\$ 43,784	\$ 21,767	\$ 1,073,637	\$ 3,786	\$ (11,181)	\$ (3,664)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	28,692	-	-	-	16,730	-
Charges for services	-	-	7,795	391,123	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	14,270	-	-
Total receipts	-	28,692	7,795	391,123	14,270	16,730	-
Disbursements:							
Personal services	-	17,588	7,301	-	-	2,811	-
Supplies	-	7,407	-	-	-	1,099	-
Other services and charges	-	-	735	110,000	7,382	1,625	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	1,000,000	-	-	-
Total disbursements	-	24,995	8,036	1,110,000	7,382	5,535	-
Excess (deficiency) of receipts over disbursements	-	3,697	(241)	(718,877)	6,888	11,195	-
Cash and investments - ending	\$ 5,427	\$ 47,481	\$ 21,526	\$ 354,760	\$ 10,674	\$ 14	\$ (3,664)

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Emison Gift Special	Health Bioterrorism	Home Management Grant	Proslink Implementation Pro	Grant, Misc	Lloyd Bond Ditch	Breevort Conservancy
Cash and investments - beginning	\$ 37	\$ 213	\$ 1	\$ 2,496	\$ 260	\$ 29,942	\$ 4,378
Receipts:							
Taxes	-	-	-	-	-	2,987	34,079
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	7,345	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	3	22	-	-	-	-	-
Total receipts	<u>3</u>	<u>7,367</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,987</u>	<u>34,079</u>
Disbursements:							
Personal services	-	6,770	-	-	-	-	-
Supplies	-	120	-	-	-	-	-
Other services and charges	-	509	-	-	-	-	34,079
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>7,399</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>34,079</u>
Excess (deficiency) of receipts over disbursements	<u>3</u>	<u>(32)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,987</u>	<u>-</u>
Cash and investments - ending	<u>\$ 40</u>	<u>\$ 181</u>	<u>\$ 1</u>	<u>\$ 2,496</u>	<u>\$ 260</u>	<u>\$ 32,929</u>	<u>\$ 4,378</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Breevort Levee	Brevoort Levee Special	Hiram Brown	Dunn Special Survey	Mary Frick Ditch	Herschel Green Ditch	Peter Hill Ditch
Cash and investments - beginning	\$ 15,657	\$ 396	\$ 43,729	\$ 128	\$ 16,581	\$ 20,857	\$ 10,876
Receipts:							
Taxes	274,884	-	4,971	-	2,651	6,378	2,576
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>274,884</u>	<u>-</u>	<u>4,971</u>	<u>-</u>	<u>2,651</u>	<u>6,378</u>	<u>2,576</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	274,884	-	-	-	644	300	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>274,884</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>644</u>	<u>300</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>4,971</u>	<u>-</u>	<u>2,007</u>	<u>6,078</u>	<u>2,576</u>
Cash and investments - ending	<u>\$ 15,657</u>	<u>\$ 396</u>	<u>\$ 48,700</u>	<u>\$ 128</u>	<u>\$ 18,588</u>	<u>\$ 26,935</u>	<u>\$ 13,452</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	E.W. House Drainage	Kessinger Ditch	Thomas Lankford	Meskiman Ditch	Prather Ditch	Roberson Ditch	Mcallister Drainage
Cash and investments - beginning	\$ 67,907	\$ 54,850	\$ 12,197	\$ 42	\$ 530	\$ 9,454	\$ 265
Receipts:							
Taxes	7,782	32,573	2,860	-	-	3,959	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	619	-	-	-	-	-	-
Total receipts	<u>8,401</u>	<u>32,573</u>	<u>2,860</u>	<u>-</u>	<u>-</u>	<u>3,959</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	6,467	41,074	363	-	-	3,554	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>6,467</u>	<u>41,074</u>	<u>363</u>	<u>-</u>	<u>-</u>	<u>3,554</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,934</u>	<u>(8,501)</u>	<u>2,497</u>	<u>-</u>	<u>-</u>	<u>405</u>	<u>-</u>
Cash and investments - ending	<u>\$ 69,841</u>	<u>\$ 46,349</u>	<u>\$ 14,694</u>	<u>\$ 42</u>	<u>\$ 530</u>	<u>\$ 9,859</u>	<u>\$ 265</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Steen Ditch	Niblack Levee Maintenance	Niblack Levee Repair	Waggoner Lankford, Etal	Wampler Ditch	James W Williams Ditch	Pollard Ditch
Cash and investments - beginning	\$ 870	\$ 58,117	\$ 82,794	\$ 177	\$ 106,814	\$ 25,263	\$ 14
Receipts:							
Taxes	-	46,031	72,335	-	11,811	2,314	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	1,235	-	-
Total receipts	-	46,031	72,335	-	13,046	2,314	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	82,972	107,311	-	-	950	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	840	-	-
Total disbursements	-	82,972	107,311	-	840	950	-
Excess (deficiency) of receipts over disbursements	-	(36,941)	(34,976)	-	12,206	1,364	-
Cash and investments - ending	\$ 870	\$ 21,176	\$ 47,818	\$ 177	\$ 119,020	\$ 26,627	\$ 14

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Rainy Day	Sales Disclosure	Law Enforcement	Drug Abuse Interdiction	CEDIT Special Revenue	Project Income	County Corrections
Cash and investments - beginning	\$ 4,035,803	\$ 37,295	\$ 175	\$ 94,574	\$ 2,606,390	\$ 86,274	\$ 8,488
Receipts:							
Taxes	11,130	-	-	-	929,145	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	293,283
Charges for services	-	3,280	-	5,406	10,000	-	-
Fines and forfeits	-	-	-	-	-	307,950	-
Other receipts	307,351	-	-	-	536,791	105	1,312
Total receipts	<u>318,481</u>	<u>3,280</u>	<u>-</u>	<u>5,406</u>	<u>1,475,936</u>	<u>308,055</u>	<u>294,595</u>
Disbursements:							
Personal services	-	-	-	-	-	201,000	281,404
Supplies	-	-	-	-	-	-	2,004
Other services and charges	-	-	-	-	918,454	48,161	-
Debt service - principal and interest	-	-	-	-	-	-	917
Capital outlay	-	-	-	-	407,103	-	-
Other disbursements	-	-	-	-	426,000	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,751,557</u>	<u>249,161</u>	<u>284,325</u>
Excess (deficiency) of receipts over disbursements	<u>318,481</u>	<u>3,280</u>	<u>-</u>	<u>5,406</u>	<u>(275,621)</u>	<u>58,894</u>	<u>10,270</u>
Cash and investments - ending	<u>\$ 4,354,284</u>	<u>\$ 40,575</u>	<u>\$ 175</u>	<u>\$ 99,980</u>	<u>\$ 2,330,769</u>	<u>\$ 145,168</u>	<u>\$ 18,758</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Build Indiana	Hazardous Materials	Criminal Justice Institute Grant	Welfare Excise Tax Allocation	Community Corrections	DARE	Tobacco Settlement
Cash and investments - beginning	\$ 400	\$ 276	\$ 1,517	\$ -	\$ 12,433	\$ 5,752	\$ 28,489
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	25,130	4,000	23,259
Charges for services	3,430	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	46,425	-	-	-
Total receipts	<u>3,430</u>	<u>-</u>	<u>-</u>	<u>46,425</u>	<u>25,130</u>	<u>4,000</u>	<u>23,259</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	3,540	-	-	-	7,993	1,533	26,328
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	46,425	-	-	-
Total disbursements	<u>3,540</u>	<u>-</u>	<u>-</u>	<u>46,425</u>	<u>7,993</u>	<u>1,533</u>	<u>26,328</u>
Excess (deficiency) of receipts over disbursements	<u>(110)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,137</u>	<u>2,467</u>	<u>(3,069)</u>
Cash and investments - ending	<u>\$ 290</u>	<u>\$ 276</u>	<u>\$ 1,517</u>	<u>\$ -</u>	<u>\$ 29,570</u>	<u>\$ 8,219</u>	<u>\$ 25,420</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Seized Assets	Community Corrections Grant	Probation-LCC	Disaster Public Assist	EMS Grant	Surplus Dog Tax Special Revenue	Levy Excess
Cash and investments - beginning	\$ (50,777)	\$ 9,247	\$ 3,101	\$ 1,142	\$ 2	\$ 5,822	\$ 2,601
Receipts:							
Taxes	-	-	-	-	-	-	121,987
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	490	-
Total receipts	-	-	-	-	-	490	121,987
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	120
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	96,109
Total disbursements	-	-	-	-	-	-	96,229
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	490	25,758
Cash and investments - ending	<u>\$ (50,777)</u>	<u>\$ 9,247</u>	<u>\$ 3,101</u>	<u>\$ 1,142</u>	<u>\$ 2</u>	<u>\$ 6,312</u>	<u>\$ 28,359</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Homeland Security	Emergency Gas Award	Drainage Task Force	Life After Meth	OPO Grant 10-02-02-09	Freelandville Waste Water	Emergency Preparedness
Cash and investments - beginning	\$ -	\$ 450	\$ 50	\$ -	\$ -	\$ 1,675	\$ 23,943
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	22,940	-	-	34,289	5,232	30,000	10,149
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>22,940</u>	<u>-</u>	<u>-</u>	<u>34,289</u>	<u>5,232</u>	<u>30,000</u>	<u>10,149</u>
Disbursements:							
Personal services	-	-	-	-	4,566	-	17,739
Supplies	-	-	-	-	-	-	357
Other services and charges	-	-	-	34,289	-	31,675	3,835
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	14,860	-	-	-	-	-	6,974
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>14,860</u>	<u>-</u>	<u>-</u>	<u>34,289</u>	<u>4,566</u>	<u>31,675</u>	<u>28,905</u>
Excess (deficiency) of receipts over disbursements	<u>8,080</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>666</u>	<u>(1,675)</u>	<u>(18,756)</u>
Cash and investments - ending	<u>\$ 8,080</u>	<u>\$ 450</u>	<u>\$ 50</u>	<u>\$ -</u>	<u>\$ 666</u>	<u>\$ -</u>	<u>\$ 5,187</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Federal Grants #30	Adult Protective Services	Health Environmental	Excess Tax Sale Costs	Coroners Education	Collection Agency Fees	Circuit Court Bail
Cash and investments - beginning	\$ (1,500)	\$ 11,450	\$ 255	\$ 330,781	\$ 413	\$ 4,981	\$ 10,657
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	52,522	-	-	-	-	-	-
Charges for services	-	-	-	-	4,832	6,967	-
Fines and forfeits	-	-	-	-	-	-	1,300
Other receipts	-	-	-	87,120	-	-	-
Total receipts	<u>52,522</u>	<u>-</u>	<u>-</u>	<u>87,120</u>	<u>4,832</u>	<u>6,967</u>	<u>1,300</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	51,022	-	-	180,224	4,676	4,153	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>51,022</u>	<u>-</u>	<u>-</u>	<u>180,224</u>	<u>4,676</u>	<u>4,153</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>(93,104)</u>	<u>156</u>	<u>2,814</u>	<u>1,300</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 11,450</u>	<u>\$ 255</u>	<u>\$ 237,677</u>	<u>\$ 569</u>	<u>\$ 7,795</u>	<u>\$ 11,957</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Superior Court Bail	Superior Court Two Bail	Group Home	Drug Task Force	Drug Task Force #2	Solid Waste Fees Auditor	Solid Waste Fees Treasurer
Cash and investments - beginning	\$ 9,222	\$ 87,839	\$ 500	\$ 670	\$ 2	\$ 10,706	\$ 3,693
Receipts:							
Taxes	-	-	-	-	-	9,887	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	2,472
Fines and forfeits	2,100	16,982	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>2,100</u>	<u>16,982</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,887</u>	<u>2,472</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	5,112	11,435	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>5,112</u>	<u>11,435</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>(3,012)</u>	<u>5,547</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,887</u>	<u>2,472</u>
Cash and investments - ending	<u>\$ 6,210</u>	<u>\$ 93,386</u>	<u>\$ 500</u>	<u>\$ 670</u>	<u>\$ 2</u>	<u>\$ 20,593</u>	<u>\$ 6,165</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Mill Creek	Singer Ditch	Mcginnis Levee	Steen Ditch	Vieck Ditch	Plass Ditch	Federal Grants #31
Cash and investments - beginning	\$ 11,524	\$ 24,193	\$ 17,326	\$ 66	\$ 21,819	\$ 11,709	\$ (1,500)
Receipts:							
Taxes	2,255	5,714	25,706	-	21,525	3,960	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	59,888
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	<u>2,255</u>	<u>5,714</u>	<u>25,706</u>	<u>-</u>	<u>21,525</u>	<u>3,960</u>	<u>59,888</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	7,461	29,453	-	25,307	5,467	58,388
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>7,461</u>	<u>29,453</u>	<u>-</u>	<u>25,307</u>	<u>5,467</u>	<u>58,388</u>
Excess (deficiency) of receipts over disbursements	<u>2,255</u>	<u>(1,747)</u>	<u>(3,747)</u>	<u>-</u>	<u>(3,782)</u>	<u>(1,507)</u>	<u>1,500</u>
Cash and investments - ending	<u>\$ 13,779</u>	<u>\$ 22,446</u>	<u>\$ 13,579</u>	<u>\$ 66</u>	<u>\$ 18,037</u>	<u>\$ 10,202</u>	<u>\$ -</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Operation Pull Over	Juvenile Grant 2009	Big City/Big County Enforce	DUI Task Force 2011	Major Moves	Sheriff's Pension Fund	Health Immunization
Cash and investments - beginning	\$ 408	\$ -	\$ -	\$ -	\$ 381,611	\$ 1,292,599	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	826	557	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	14,500	-	-	401	140,229	-
Total receipts	-	14,500	826	557	401	140,229	-
Disbursements:							
Personal services	49	-	1,708	2,046	-	-	-
Supplies	-	-	-	-	278,173	-	2,224
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	104,341	-
Total disbursements	49	-	1,708	2,046	278,173	104,341	2,224
Excess (deficiency) of receipts over disbursements	(49)	14,500	(882)	(1,489)	(277,772)	35,888	(2,224)
Cash and investments - ending	\$ 359	\$ 14,500	\$ (882)	\$ (1,489)	\$ 103,839	\$ 1,328,487	\$ (2,224)

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Juvenile Accountability	IDACS (E-911)	Title IV-D Incentive ARRA Clerk	Title IV-D Incentive ARRA Prosecutor	Welfare Excise Tax All	Comm Corr	Fed Grant
Cash and investments - beginning	\$ (36)	\$ 676	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	200,087	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	2,204	23,277	-	338,671	5,288
Charges for services	-	4,000	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	-
Total receipts	-	4,000	2,204	23,277	200,087	338,671	5,288
Disbursements:							
Personal services	23	-	-	-	-	252,003	6,237
Supplies	-	-	-	-	-	6,022	-
Other services and charges	-	-	-	-	-	30,031	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	3,854	-	-	200,087	-	-
Total disbursements	23	3,854	-	-	200,087	288,056	6,237
Excess (deficiency) of receipts over disbursements	(23)	146	2,204	23,277	-	50,615	(949)
Cash and investments - ending	\$ (59)	\$ 822	\$ 2,204	\$ 23,277	\$ -	\$ 50,615	\$ (949)

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	General Obligation Bond	Cumulative Bridge	Non-Reverting Park And Rec	New Jail	State Grant Capital Project	Congressional School Principal	City And Town Court Costs
Cash and investments - beginning	\$ 6,864	\$ 615,694	\$ 25,612	\$ 1,961,554	\$ 423	\$ 42,619	\$ 43,795
Receipts:							
Taxes	-	328,154	-	1,716,387	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	32,644	-	-	-	-	-
Charges for services	-	-	3,532	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	84,667	-	-	-	-	23,323
Total receipts	-	445,465	3,532	1,716,387	-	-	23,323
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	36,264	-	-	-	-	-
Other services and charges	-	83,002	403	933,000	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	289,928	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	409,194	403	933,000	-	-	-
Excess (deficiency) of receipts over disbursements	-	36,271	3,129	783,387	-	-	23,323
Cash and investments - ending	\$ 6,864	\$ 651,965	\$ 28,741	\$ 2,744,941	\$ 423	\$ 42,619	\$ 67,118

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Congressional School Interest	Surplus Tax Sale	Tax Sale Redemption	State Fines And Forfeitures	Overweight Vehicle Fines	Clerk's Users Fees	County Sheriff
Cash and investments - beginning	\$ 42,458	\$ 43,449	\$ 15,616	\$ 21,394	\$ -	\$ 8,018	\$ 16,698
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	204,498	9,617	125,565	458	21,769	1,053,201
Total receipts	-	204,498	9,617	125,565	458	21,769	1,053,201
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	176,696	25,779	129,746	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	3,409	-	-	-	158	19,200	1,057,951
Total disbursements	3,409	176,696	25,779	129,746	158	19,200	1,057,951
Excess (deficiency) of receipts over disbursements	(3,409)	27,802	(16,162)	(4,181)	300	2,569	(4,750)
Cash and investments - ending	\$ 39,049	\$ 71,251	\$ (546)	\$ 17,213	\$ 300	\$ 10,587	\$ 11,948

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Inheritance Tax	Victim Assist. Superior Ct	Prop Replacement & Homestead Credit	Probation Home Monitoring	Sheriff's Inmate Trust/Commissary	Employee Deductions	PERF
Cash and investments - beginning	\$ 365,118	\$ (10,410)	\$ -	\$ 215,325	\$ 15,824	\$ 2,756	\$ 114,102
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	<u>1,091,064</u>	<u>23,576</u>	<u>80</u>	<u>235,647</u>	<u>373,085</u>	<u>124,579</u>	<u>469,354</u>
Total receipts	<u>1,091,064</u>	<u>23,576</u>	<u>80</u>	<u>235,647</u>	<u>373,085</u>	<u>124,579</u>	<u>469,354</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	1,124,085	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	<u>-</u>	<u>13,154</u>	<u>-</u>	<u>249,475</u>	<u>365,892</u>	<u>122,883</u>	<u>459,502</u>
Total disbursements	<u>1,124,085</u>	<u>13,154</u>	<u>-</u>	<u>249,475</u>	<u>365,892</u>	<u>122,883</u>	<u>459,502</u>
Excess (deficiency) of receipts over disbursements	<u>(33,021)</u>	<u>10,422</u>	<u>80</u>	<u>(13,828)</u>	<u>7,193</u>	<u>1,696</u>	<u>9,852</u>
Cash and investments - ending	<u>\$ 332,097</u>	<u>\$ 12</u>	<u>\$ 80</u>	<u>\$ 201,497</u>	<u>\$ 23,017</u>	<u>\$ 4,452</u>	<u>\$ 123,954</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Payroll Withholding-Federal	Payroll Withholding-State	Payroll Withholding-Oasi	Payroll Withholding-Insurance	ISETS Incentive	Special Death Benefit	Harbor House
Cash and investments - beginning	\$ 82	\$ 3	\$ (210)	\$ 263,784	\$ 53,374	\$ 600	\$ 103
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	-	-	1,725,855	-	22,282	2,565	-
Total receipts	-	-	1,725,855	-	22,282	2,565	-
Disbursements:							
Personal services	-	-	-	-	9,585	-	-
Supplies	-	-	-	-	2,780	-	-
Other services and charges	-	-	-	-	2,200	3,165	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	1,725,645	-	-	-	-
Total disbursements	-	-	1,725,645	-	14,565	3,165	-
Excess (deficiency) of receipts over disbursements	-	-	210	-	7,717	(600)	-
Cash and investments - ending	\$ 82	\$ 3	\$ -	\$ 263,784	\$ 61,091	\$ -	\$ 103

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Park And Recreation Agency	Education Plate Fees Agency	CEDIT Certified Shares	Commissioner's Certificate Sale	Financial Institution Tax	Donation Agency	COIT Certified Shares
Cash and investments - beginning	\$ 602	\$ 94	\$ -	\$ 30,050	\$ -	\$ 2,030	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	104,358	1,463	3,563,727	25	251,458	522	4,122,012
Total receipts	<u>104,358</u>	<u>1,463</u>	<u>3,563,727</u>	<u>25</u>	<u>251,458</u>	<u>522</u>	<u>4,122,012</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	1,463	3,563,727	-	-	-	4,122,012
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	90,191	-	-	26,090	251,458	-	-
Total disbursements	<u>90,191</u>	<u>1,463</u>	<u>3,563,727</u>	<u>26,090</u>	<u>251,458</u>	<u>-</u>	<u>4,122,012</u>
Excess (deficiency) of receipts over disbursements	<u>14,167</u>	<u>-</u>	<u>-</u>	<u>(26,065)</u>	<u>-</u>	<u>522</u>	<u>-</u>
Cash and investments - ending	<u>\$ 14,769</u>	<u>\$ 94</u>	<u>\$ -</u>	<u>\$ 3,985</u>	<u>\$ -</u>	<u>\$ 2,552</u>	<u>\$ -</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Mortgage Fees-State Share	CVET Agency	Riverboat Tax Distribution	Homestead Credit Rebate	Knox County Benefit Trust	Hea 1001 State Homestead Credit	County COIT
Cash and investments - beginning	\$ 248	\$ 54	\$ -	\$ 30,437	\$ 33,486	\$ 1,812	\$ 5,403,295
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	2,852	347,885	245,665	-	4,228,478	284,348	2,054,558
Total receipts	<u>2,852</u>	<u>347,885</u>	<u>245,665</u>	<u>-</u>	<u>4,228,478</u>	<u>284,348</u>	<u>2,054,558</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	2,760	347,885	245,665	171	-	286,589	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	3,749,278	-	1,672,469
Total disbursements	<u>2,760</u>	<u>347,885</u>	<u>245,665</u>	<u>171</u>	<u>3,749,278</u>	<u>286,589</u>	<u>1,672,469</u>
Excess (deficiency) of receipts over disbursements	<u>92</u>	<u>-</u>	<u>-</u>	<u>(171)</u>	<u>479,200</u>	<u>(2,241)</u>	<u>382,089</u>
Cash and investments - ending	<u>\$ 340</u>	<u>\$ 54</u>	<u>\$ -</u>	<u>\$ 30,266</u>	<u>\$ 512,686</u>	<u>\$ (429)</u>	<u>\$ 5,785,384</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Tax Distribution	School Excise Tax Allocation	County Recorder Cash	County Treasurer Cash	Community Corrections-Petersburg	Circuit Court Clerk	Knox County Benefit Trust
Cash and investments - beginning	\$ 363	\$ -	\$ 14,205	\$ 550,231	\$ 865	\$ 796,044	\$ 41,310
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other receipts	<u>31,769,599</u>	<u>839,315</u>	<u>234,086</u>	<u>34,655,023</u>	<u>9,730</u>	<u>3,730,705</u>	<u>2,817,923</u>
Total receipts	<u>31,769,599</u>	<u>839,315</u>	<u>234,086</u>	<u>34,655,023</u>	<u>9,730</u>	<u>3,730,705</u>	<u>2,817,923</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Other disbursements	<u>31,769,599</u>	<u>839,315</u>	<u>226,001</u>	<u>34,386,140</u>	<u>10,325</u>	<u>3,611,042</u>	<u>2,754,752</u>
Total disbursements	<u>31,769,599</u>	<u>839,315</u>	<u>226,001</u>	<u>34,386,140</u>	<u>10,325</u>	<u>3,611,042</u>	<u>2,754,752</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>8,085</u>	<u>268,883</u>	<u>(595)</u>	<u>119,663</u>	<u>63,171</u>
Cash and investments - ending	<u>\$ 363</u>	<u>\$ -</u>	<u>\$ 22,290</u>	<u>\$ 819,114</u>	<u>\$ 270</u>	<u>\$ 915,707</u>	<u>\$ 104,481</u>

KNOX COUNTY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2010
 (Continued)

	Landfill Retainage	Sheriff Buy Money	Probation Department Cash On Hand	Tax Sale	Soil and Water Grant	Totals
Cash and investments - beginning	\$ 27,637	\$ 675	\$ 44,149	\$ -	\$ -	\$ 30,345,659
Receipts:						
Taxes	-	-	-	-	-	10,653,930
Licenses and permits	-	-	-	-	-	76,199
Intergovernmental	-	-	-	-	-	5,314,222
Charges for services	-	-	-	-	-	1,594,726
Fines and forfeits	-	-	-	-	-	1,224,667
Other receipts	14	-	440,496	137,023	110,294	98,174,945
Total receipts	14	-	440,496	137,023	110,294	117,038,689
Disbursements:						
Personal services	-	-	-	-	-	8,499,049
Supplies	-	-	-	-	-	2,552,455
Other services and charges	-	-	-	-	-	18,135,057
Debt service - principal and interest	-	-	-	-	-	917
Capital outlay	-	-	-	-	-	1,398,218
Other disbursements	-	-	453,691	137,023	110,294	86,324,238
Total disbursements	-	-	453,691	137,023	110,294	116,909,934
Excess (deficiency) of receipts over disbursements	14	-	(13,195)	-	-	128,755
Cash and investments - ending	\$ 27,651	\$ 675	\$ 30,954	\$ -	\$ -	\$ 30,474,414

KNOX COUNTY AUDITOR

SHARON K. DUKE

COURTHOUSE
111 N. SEVENTH STREET
VINCENNES, IN 47591
(812) 885-2502



KNOX COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT
December 31, 2010

<u>Description of Debt</u>	<u>Ending Principal Balance</u>	<u>Principal Due Within One Year</u>
Governmental Activities:		
Capital leases:		
2001 jail EDIT lease rental	\$ 1,765,000	\$ 35,000
2007 jail lease rental	8,315,000	535,000
2010 highway grader	50,149	16,145
Notes and loans payable	684,511	71,109
Bonds payable:		
Revenue bonds:		
2001 jail EDIT bonds	<u>290,000</u>	<u>110,000</u>
Total governmental activities debt	<u>\$ 11,104,660</u>	<u>\$ 767,254</u>

KNOX COUNTY
OTHER REPORT(S)

The annual report presented herein was prepared in addition to other official report(s) prepared for the individual County office(s) listed below:

County Auditor
County Sheriff
County Highway

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF KNOX COUNTY, INDIANA

Compliance

We have audited the compliance of Knox County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2010. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. 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 obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2010.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with 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 have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of 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.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

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

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

This report is intended solely for the information and use of the County's management, governing boards, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

June 29, 2011

KNOX COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2010

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Office of Community and Rural Affairs State-Administered Small Cities Program Cluster Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii	14.228		
Disaster Recovery		DR1A-09-026	\$ 51,022
Disaster Recovery		DR1A-09-033	58,388
Freelandville Wastewater Planning Grant		PL-08-015	<u>30,000</u>
Total for federal grantor agency			<u>139,410</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Juvenile Accountability Block Grants Knox Co. Juvenile Accountability and Monitoring Program	16.523	07-JB-017	<u>5,556</u>
Crime Victim Assistance	16.575		
08-VA-066			8,721
09-VA-049			6,699
10-VA-100			<u>4,021</u>
Total for program			<u>19,441</u>
Residential Substance Abuse Treatment for State Prisoners Life After Meth	16.593	08-RT-003	<u>34,289</u>
Total for federal grantor agency			<u>59,286</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction Cluster ARRA - Highway Planning and Construction	20.205		
2010 Bridge Inspections			35,990
State Rd. 58/59 Project			40,294
Bridge #377 Replacement			34,684
Bridge #135 Replacement			<u>4,328</u>
Total for cluster			<u>115,296</u>
Transit Services Programs Cluster Job Access - Reverse Commute FY 2010 Expenses	20.516	Knox Co. Van-Go	53,635
New Freedom Program FY 2010 Expenses	20.521	Knox Co. Van-Go	<u>52,667</u>
Total for cluster			<u>106,302</u>
Pass-Through Indiana Criminal Justice Institute Highway Safety Cluster State and Community Highway Safety Big City/Big County Enforcement	20.600	D3-11-5317	1,708
Alcohol Impaired Driving Countermeasures Incentive Grants 1 DUI Taskforce Operation Pull Over	20.601	D3-11-5337 OP-09-01-01-98	2,046 <u>3,247</u>
Total for program			<u>5,293</u>
Safety Belt Performance Grants Operation Pull Over	20.609	OP-10-02-02-09	<u>4,566</u>
Total for cluster			<u>11,567</u>
Pass-Through Indiana Department of Transportation Formula Grants for Other Than Urbanized Areas Operating Expense 2010 ARRA - Capital Expense 2010	20.509	Knox Co. Van-Go Knox Co. Van-Go	264,671 <u>124,025</u>
Total for program			<u>388,696</u>
Total for federal grantor agency			<u>621,861</u>

The accompanying note(s) are an integral part of the Schedule of Expenditures of Federal Awards.

KNOX COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2010
(Continued)

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana State Department of Health Public Health Emergency Preparedness Public Health Preparedness & Response for H1N1	93.069	FY 2010	<u>29,098</u>
Immunization Cluster Immunization Grants Childhood Immunization	93.268	FY 2010	<u>2,224</u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance Public Health Preparedness and Response for Bioterrorism	93.283	FY 09-10	<u>7,474</u>
Pass-Through Indiana Family and Social Services Administration Child Support Enforcement County Clerk's Expenditures County Prosecutor's Expenditures Collection Incentives County Prosecutor PCA Fees ARRA - County Clerk's Expenditures ARRA - County Prosecutor's Expenditures Indirect Costs Reimbursement	93.563		 26,340 40,004 59,241 2,787 2,204 23,277 <u>36,909</u>
Total for program			<u>190,762</u>
Pass-Through Indiana Division of State Court Administration ARRA - Adoption Assistance Child Abuse and Prevention	93.659	FY 2010	<u>25,000</u>
Total for federal grantor agency			<u>254,558</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters) 2009 Flood Disaster Reimbursement	97.036	083-UP313-00	<u>18,671</u>
Emergency Management Performance Grants 2009 Salary Reimbursement - Director	97.042	2009-EP-E9-0012	<u>8,080</u>
Law Enforcement Terrorism Prevention Program (LETPP) Emergency Radios	97.074	C44P-0-198A	<u>14,860</u>
Total federal awards expended			<u>\$ 1,116,726</u>

The accompanying note(s) are an integral part of the Schedule of Expenditures of Federal Awards.

KNOX COUNTY
NOTE(S) TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Knox County (County) and is presented in accordance with the cash and investment basis of accounting used in the preparation of the financial statements. Accordingly, the amount of federal awards expended is based on when the disbursement related to the award occurs except when the federal award is received on a reimbursement basis. In these instances the federal awards are considered expended when the reimbursement is received.

Note 2. Subrecipients

Of the federal expenditures presented in the schedule, the County provided federal awards to subrecipients as follows for the year ended December 31, 2010:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>2010</u>
Formula Grants For Other Than Urbanized Areas	20.509	\$ 388,696
Job Access – Reverse Commute	20.516	53,635
New Freedom Program	20.521	52,667

KNOX COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement(s):

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statements noted?	no

Federal Awards:

Internal control over major programs:	
Material weaknesses identified?	no
Significant deficiency identified?	none reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.509	Highway Planning and Construction Cluster
93.563	Formula Grants for Other Than Urbanized Areas
	Child Support Enforcement

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

KNOX COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

KNOX COUNTY
EXIT CONFERENCE

The contents of this report were discussed on June 29, 2011, with Kevin Meyer, President of the Board of County Commissioners; Steve Thais, President of the County Council; and Sharon K. Duke, Auditor. Our audit disclosed no material items that warrant comment at this time.