

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF KNOX

STARKE COUNTY, INDIANA

January 1, 2020 to December 31, 2020



**FILED**  
02/15/2022



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### SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Cynthia Kidder	01-01-20 to 12-31-22
Mayor	James (Dennis) Estok	01-01-20 to 12-31-22
President of the Board of Public Works	James (Dennis) Estok	01-01-20 to 12-31-22
President Pro Tempore of the Common Council	Jeff V. Berg	01-01-20 to 12-31-22
Utility Clerk	Cheryl Runkle	01-01-20 to 12-31-22
City Court Judge	The Honorable Charles F. Hasnerl	01-01-20 to 12-31-22



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF KNOX, STARKE COUNTY, INDIANA

### **Report on the Financial Statement**

We have audited the accompanying financial statement of the City of Knox (City), which comprises the financial position and results of operations for the year ended December 31, 2020, and the related notes to the financial statement as listed in the Table of Contents.

### ***Management's Responsibility for the Financial Statement***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on this 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

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

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the City for the year ended December 31, 2020.

***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the City for the year ended December 31, 2020, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.


***Other Matters***

*Other Information*

Our audit was conducted for the purpose of forming an opinion on the City's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They 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.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated February 3, 2022, on our consideration of the City'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 solely 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 effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

  
Paul D. Joyce, CPA  
State Examiner

February 3, 2022

## FINANCIAL STATEMENT AND ACCOMPANYING NOTES

The financial statement and accompanying notes were approved by management of the City. The financial statement and notes are presented as intended by the City.

CITY OF KNOX  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Year Ended December 31, 2020

Fund	Cash and Investments 01-01-20	Receipts	Disbursements	Cash and Investments 12-31-20
General	\$ 315,734	\$ 1,762,673	\$ 1,473,341	\$ 605,066
Motor Vehicle Highway	831	399,978	244,301	156,508
Local Road And Street	35,750	30,901	20,000	46,651
MVH Restricted	63,333	76,386	124,387	15,332
Blight Elimination Grant	63,524	-	-	63,524
Riverboat Revenue Distribution	66,577	21,942	19,512	69,007
Parks And Recreation	21,333	151,060	65,191	107,202
User Fee	98,772	25,158	31,426	92,504
Rainy Day	150,678	35,000	35,000	150,678
Cedit	354,092	734,077	586,703	501,466
Cumulative Capital Development	125,805	43,301	60,514	108,592
Police Equipment	1,132	85	-	1,217
Redevelopment Commission	1,194	800	-	1,994
PR Capt Improvement	16,584	-	1,691	14,893
Cumulative Capital Improvement	26,176	12,160	6,115	32,221
Police Pension	114,782	71,077	69,922	115,937
Knox City Court	260,745	156,067	156,651	260,161
Special Events	27,833	10,956	19,227	19,562
Rental Registration	1,840	845	-	2,685
Unsafe Building	5,298	2,500	-	7,798
Loit Special Distribution	28,493	339,215	367,707	1
TIF Area Knox Industrial 020	133,106	126,883	11,825	248,164
TIF Area Knox 018	502,023	83,961	83,123	502,861
Sandy Acres Grant	191,680	107,500	297,628	1,552
HOUSING REHAB GRANT	-	72,959	53,871	19,088
Covid Relief Reimbursement	-	114,688	114,688	-
Cares Act Provider Relief	-	250,000	250,000	-
IPEP GRANT - FD	-	18,000	18,000	-
Bond Proceeds FD Truck	1,519	-	-	1,519
City Judge Cash	100	-	-	100
Gateway Depot Operation & Maint	2,772	4,872	5,281	2,363
Knox Police Continuing Education	2,614	4,557	758	6,413
City Judge Pre-Trial Diversion	4,782	-	-	4,782
Clerk's Record Perpetuation	6,696	2,508	1,837	7,367
Clerk-Treasurer Cash Change	100	-	-	100
Community Center Opr & Maint	26,847	27,699	45,023	9,523
Economic Development Commission	302,482	100	-	302,582
Lease Rental Payment	29,516	74,009	103,525	-
Fire Lease Payment	8,179	14,004	20,690	1,493
Cumulative Sewer Treatment	121,126	-	120,000	1,126
Girl Scout Cabin Operation & Maint	2,910	982	3,501	391
Payroll	9,492	1,472,116	1,475,932	5,676
Solid Waste Removal	30,088	213,188	202,434	40,842
Sewer Operating	171,208	1,050,917	999,851	222,274
Sewer Debt Service Reserve	206,687	-	-	206,687
Sewer Deposit	52,468	13,500	8,628	57,340
Sewer Improvement	521,253	96,000	349,258	267,995
Sewer Bond & Interest	1,470,554	1,441,760	1,986,675	925,639
Water Operating	190,979	731,464	753,258	169,185
Water Bond & Interest	39,881	148,653	148,825	39,709
Water Improvement	252,000	60,000	-	312,000
Water Deposit	111,234	15,205	10,255	116,184
Water Debt Service Reserve	152,250	-	-	152,250
Storm Sewer	140,843	36,856	7,599	170,100
Totals	<u>\$ 6,465,895</u>	<u>\$ 10,056,562</u>	<u>\$ 10,354,153</u>	<u>\$ 6,168,304</u>

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

CITY OF KNOX  
NOTES TO FINANCIAL STATEMENT

**Note 1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

The City was established under the laws of the State of Indiana. The City operates under a Council-Mayor form of government and provides some or all of the following services: public safety (police and fire), highways and streets, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water, wastewater, gas, storm water, trash, and urban redevelopment and housing.

The accompanying financial statement presents the financial information for the City.

**B. Basis of Accounting**

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana 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. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

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 statement. The aggregate receipts include the following sources:

*Taxes.* Amounts received from one or more of the following: property tax, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeeper's 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 City.

*Licenses and permits.* 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 the following: peddler licenses, animal licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

CITY OF KNOX  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Intergovernmental receipts.* Amounts received from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of intergovernmental receipts include, but are not limited to, the following: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distributions received from the state, local road and street distributions 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.* Amounts received for services including, but not limited to, the following: planning commission charges, building department charges, copies of public records, copy machines 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.* Amounts received 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.* Amounts received from charges for current services.

*Other receipts.* Amounts received from various sources, including, but 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 statement. The aggregate disbursements include the following uses:

*Personal services.* Amounts disbursed 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.* Amounts disbursed for 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, but are not limited to, the following: office supplies, operating supplies, and repair and maintenance supplies.

*Other services and charges.* Amounts disbursed for services including, but not limited to, the following: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

*Debt service - principal and interest.* Amounts disbursed for fixed obligations resulting from financial transactions previously entered into by the City. It includes all expenditures for the reduction of the principal and interest of the City's general obligation indebtedness.

CITY OF KNOX  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Capital outlay.* Amounts disbursed for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

*Utility operating expenses.* Amounts disbursed for operating the utilities.

*Other disbursements.* Amounts disbursed for various other purposes including, but 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 City may, from time to time, make transfers 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 City. Each fund is used to account for amounts 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 City. The amounts 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 City 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 City 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 City 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 December 31 of the year preceding the budget year or January 15 of the budget year if the City is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. 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.

CITY OF KNOX  
NOTES TO FINANCIAL STATEMENT  
(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 City to invest in securities including, but not limited to, the following: 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 City 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 City to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

The Indiana Public Employees' Retirement Fund Defined Benefit Plan (PERF DB) is a cost-sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF DB is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the City authority to contribute to the plan.

The Public Employees' Hybrid Plan (PERF Hybrid) consists of two components: PERF DB, the employer-funded monthly defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account, the defined contribution component.

The Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the INPRS Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the City authority to contribute to the plan.

New employees hired have a one-time election to join either the PERF Hybrid or the My Choice.

CITY OF KNOX  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Financial Report*

INPRS 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:

Indiana Public Retirement System  
One North Capitol, Suite 001  
Indianapolis, IN 46204  
Ph. (844) 464-6777

*Contributions*

Members' contributions are set by state statute at 3 percent of compensation for both the defined contribution component of PERF Hybrid and My Choice. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid and My Choice members may receive additional employer contribution in lieu of the PERF DB. Contributions to the PERF DB are determined by INPRS Board based on actuarial valuation.

*B. 1925 Police Officers' Pension Plan*

*Plan Description*

The 1925 Police Officers' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

*Funding Policy*

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute.

*On Behalf Payments*

The 1925 Police Officers' Pension Plan is funded by the State of Indiana through the Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

*C. 1977 Police Officers' and Firefighters' Pension and Disability Fund*

*Plan Description*

The 1977 Police Officers' and Firefighters' Pension and Disability Fund is a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Retirement System (INPRS) for all police officers and firefighters hired after April 30, 1977, providing retirement, disability, and survivor benefits.

CITY OF KNOX  
 NOTES TO FINANCIAL STATEMENT  
 (Continued)

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting, and requirements for contributions by employers and by employees. Covered employees may retire at age 52 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 52.

*Financial Report*

INPRS 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:

Indiana Public Retirement System  
 One North Capitol, Suite 001  
 Indianapolis, IN 46204  
 Ph. (844) 464-6777

*Contributions*

The contribution requirements of plan members and the City are established by the Board of Trustees of INPRS based on actuarial valuation. Employers may pay all or part of the member contribution for the member.

**Note 7. Restatements**

For the year ended December 31, 2020, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the City. The following schedule presents a summary of restated beginning balances:

Fund	Balance as of December 31, 2019	Prior Period Adjustment	Balance as of January 1, 2020
General	\$ 284,278	\$ 31,456	\$ 315,734
Cedit	385,548	(31,456)	354,092

**Note 8. Subsequent Event**

On April 27, 2021, the Common Council approved Ordinance 2021 OR 3 for the establishment of a grant fund for the receipt of funds from the American Rescue Plan Act of 2021. Through this act, the City was awarded approximately \$800,000 in funds. Half of this amount, \$400,182 was distributed in July of 2021, and the other half will be distributed during 2022.

#### OTHER INFORMATION - UNAUDITED

The City's Annual Financial Report information can be found on the Indiana Gateway for Government Units website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the City's Annual Financial Report referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information presented was approved by management of the City. It is presented as intended by the City.

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	General	Motor Vehicle Highway	Local Road And Street	MVH Restricted	Blight Elimination Grant
Cash and investments - beginning	\$ 315,734	\$ 831	\$ 35,750	\$ 63,333	\$ 63,524
Receipts:					
Taxes	1,215,346	275,058	-	-	-
Licenses and permits	18,671	-	-	-	-
Intergovernmental receipts	96,117	89,535	30,901	76,386	-
Charges for services	86,721	-	-	-	-
Fines and forfeits	20,128	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	325,690	35,385	-	-	-
Total receipts	<u>1,762,673</u>	<u>399,978</u>	<u>30,901</u>	<u>76,386</u>	<u>-</u>
Disbursements:					
Personal services	905,637	190,150	-	25,407	-
Supplies	66,145	11,339	-	38,699	-
Other services and charges	259,522	7,812	-	21,000	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	78,932	-	20,000	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	163,105	35,000	-	39,281	-
Total disbursements	<u>1,473,341</u>	<u>244,301</u>	<u>20,000</u>	<u>124,387</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>289,332</u>	<u>155,677</u>	<u>10,901</u>	<u>(48,001)</u>	<u>-</u>
Cash and investments - ending	<u>\$ 605,066</u>	<u>\$ 156,508</u>	<u>\$ 46,651</u>	<u>\$ 15,332</u>	<u>\$ 63,524</u>

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Riverboat Revenue Distribution	Parks And Recreation	User Fee	Rainy Day	Cedit
Cash and investments - beginning	\$ 66,577	\$ 21,333	\$ 98,772	\$ 150,678	\$ 354,092
Receipts:					
Taxes	-	135,294	-	-	476,577
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	21,942	11,740	-	-	-
Charges for services	-	3,026	-	-	-
Fines and forfeits	-	-	25,158	-	-
Utility fees	-	-	-	-	-
Other receipts	-	1,000	-	35,000	257,500
Total receipts	<u>21,942</u>	<u>151,060</u>	<u>25,158</u>	<u>35,000</u>	<u>734,077</u>
Disbursements:					
Personal services	-	37,392	-	-	231,437
Supplies	-	5,464	-	-	-
Other services and charges	18,580	21,466	-	-	205,266
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	453	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	932	416	31,426	35,000	150,000
Total disbursements	<u>19,512</u>	<u>65,191</u>	<u>31,426</u>	<u>35,000</u>	<u>586,703</u>
Excess (deficiency) of receipts over disbursements	<u>2,430</u>	<u>85,869</u>	<u>(6,268)</u>	<u>-</u>	<u>147,374</u>
Cash and investments - ending	<u>\$ 69,007</u>	<u>\$ 107,202</u>	<u>\$ 92,504</u>	<u>\$ 150,678</u>	<u>\$ 501,466</u>

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Cumulative Capital Development	Police Equipment	Redevelopment Commission	PR Capt Improvement	Cumulative Capital Improvement
Cash and investments - beginning	\$ 125,805	\$ 1,132	\$ 1,194	\$ 16,584	\$ 26,176
Receipts:					
Taxes	39,506	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	3,417	-	-	-	12,160
Charges for services	-	-	800	-	-
Fines and forfeits	-	85	-	-	-
Utility fees	-	-	-	-	-
Other receipts	378	-	-	-	-
Total receipts	<u>43,301</u>	<u>85</u>	<u>800</u>	<u>-</u>	<u>12,160</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	40,514	-	-	1,691	5,000
Utility operating expenses	-	-	-	-	-
Other disbursements	20,000	-	-	-	1,115
Total disbursements	<u>60,514</u>	<u>-</u>	<u>-</u>	<u>1,691</u>	<u>6,115</u>
Excess (deficiency) of receipts over disbursements	<u>(17,213)</u>	<u>85</u>	<u>800</u>	<u>(1,691)</u>	<u>6,045</u>
Cash and investments - ending	<u>\$ 108,592</u>	<u>\$ 1,217</u>	<u>\$ 1,994</u>	<u>\$ 14,893</u>	<u>\$ 32,221</u>

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Police Pension	Knox City Court	Special Events	Rental Registration	Unsafe Building
Cash and investments - beginning	\$ 114,782	\$ 260,745	\$ 27,833	\$ 1,840	\$ 5,298
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	845	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	2,500
Fines and forfeits	-	156,067	-	-	-
Utility fees	-	-	-	-	-
Other receipts	71,077	-	10,956	-	-
Total receipts	71,077	156,067	10,956	845	2,500
Disbursements:					
Personal services	115	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	69,807	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	156,651	19,227	-	-
Total disbursements	69,922	156,651	19,227	-	-
Excess (deficiency) of receipts over disbursements	1,155	(584)	(8,271)	845	2,500
Cash and investments - ending	\$ 115,937	\$ 260,161	\$ 19,562	\$ 2,685	\$ 7,798

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Loit Special Distribution	TIF Area Knox Industrial 020	TIF Area Knox 018	Sandy Acres Grant	HOUSING REHAB GRANT
Cash and investments - beginning	\$ 28,493	\$ 133,106	\$ 502,023	\$ 191,680	\$ -
Receipts:					
Taxes	-	126,883	82,961	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	1,000	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	339,215	-	-	107,500	72,959
Total receipts	339,215	126,883	83,961	107,500	72,959
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	11,825	3,438	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	367,707	-	79,685	-	53,871
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	297,628	-
Total disbursements	367,707	11,825	83,123	297,628	53,871
Excess (deficiency) of receipts over disbursements	(28,492)	115,058	838	(190,128)	19,088
Cash and investments - ending	\$ 1	\$ 248,164	\$ 502,861	\$ 1,552	\$ 19,088

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Covid Relief Reimbursement	Cares Act Provider Relief	IPEP GRANT - FD	Bond Proceeds FD Truck	City Judge Cash
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 1,519	\$ 100
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	114,688	250,000	18,000	-	-
Total receipts	114,688	250,000	18,000	-	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	18,000	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	114,688	250,000	-	-	-
Total disbursements	114,688	250,000	18,000	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 1,519	\$ 100

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Gateway Depot Operation & Maint	Knox Police Continuing Education	City Judge Pre-Trial Diversion	Clerk's Record Perpetuation	Clerk-Treasurer Cash Change
Cash and investments - beginning	\$ 2,772	\$ 2,614	\$ 4,782	\$ 6,696	\$ 100
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	4,557	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	4,000	-	-	2,508	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	872	-	-	-	-
Total receipts	4,872	4,557	-	2,508	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	10	-	-	-	-
Other services and charges	5,271	-	-	1,837	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	758	-	-	-
Total disbursements	5,281	758	-	1,837	-
Excess (deficiency) of receipts over disbursements	(409)	3,799	-	671	-
Cash and investments - ending	\$ 2,363	\$ 6,413	\$ 4,782	\$ 7,367	\$ 100

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Community Center Opr & Maint	Economic Development Commission	Lease Rental Payment	Fire Lease Payment	Cumulative Sewer Treatment
Cash and investments - beginning	\$ 26,847	\$ 302,482	\$ 29,516	\$ 8,179	\$ 121,126
Receipts:					
Taxes	-	-	69,199	6,626	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	4,810	481	-
Charges for services	16,269	100	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	11,430	-	-	6,897	-
Total receipts	27,699	100	74,009	14,004	-
Disbursements:					
Personal services	7,519	-	-	-	-
Supplies	3,665	-	-	-	-
Other services and charges	20,474	-	-	-	-
Debt service - principal and interest	-	-	103,525	20,690	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	13,365	-	-	-	120,000
Total disbursements	45,023	-	103,525	20,690	120,000
Excess (deficiency) of receipts over disbursements	(17,324)	100	(29,516)	(6,686)	(120,000)
Cash and investments - ending	\$ 9,523	\$ 302,582	\$ -	\$ 1,493	\$ 1,126

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Girl Scout Cabin Operation & Maint	Payroll	Solid Waste Removal	Sewer Operating	Sewer Debt Service Reserve
Cash and investments - beginning	\$ 2,910	\$ 9,492	\$ 30,088	\$ 171,208	\$ 206,687
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	880	-	210,063	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	1,022,588	-
Other receipts	102	1,472,116	3,125	28,329	-
Total receipts	982	1,472,116	213,188	1,050,917	-
Disbursements:					
Personal services	937	-	5,801	239,099	-
Supplies	-	-	3,227	-	-
Other services and charges	1,983	-	193,406	25,499	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	9,811	-
Utility operating expenses	-	-	-	420,348	-
Other disbursements	581	1,475,932	-	305,094	-
Total disbursements	3,501	1,475,932	202,434	999,851	-
Excess (deficiency) of receipts over disbursements	(2,519)	(3,816)	10,754	51,066	-
Cash and investments - ending	\$ 391	\$ 5,676	\$ 40,842	\$ 222,274	\$ 206,687

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Sewer Deposit	Sewer Improvement	Sewer Bond & Interest	Water Operating	Water Bond & Interest
Cash and investments - beginning	\$ 52,468	\$ 521,253	\$ 1,470,554	\$ 190,979	\$ 39,881
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	691,682	-
Other receipts	13,500	96,000	1,441,760	39,782	148,653
Total receipts	13,500	96,000	1,441,760	731,464	148,653
Disbursements:					
Personal services	-	-	-	207,243	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	7,500	-
Debt service - principal and interest	-	-	208,125	-	147,825
Capital outlay	-	-	-	-	-
Utility operating expenses	-	5	-	266,293	-
Other disbursements	8,628	349,253	1,778,550	272,222	1,000
Total disbursements	8,628	349,258	1,986,675	753,258	148,825
Excess (deficiency) of receipts over disbursements	4,872	(253,258)	(544,915)	(21,794)	(172)
Cash and investments - ending	\$ 57,340	\$ 267,995	\$ 925,639	\$ 169,185	\$ 39,709

CITY OF KNOX  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2020

	Water Improvement	Water Deposit	Water Debt Service Reserve	Storm Sewer	Totals
Cash and investments - beginning	\$ 252,000	\$ 111,234	\$ 152,250	\$ 140,843	\$ 6,465,895
Receipts:					
Taxes	-	-	-	-	2,427,450
Licenses and permits	-	-	-	-	24,073
Intergovernmental receipts	-	-	-	-	347,489
Charges for services	-	-	-	-	327,867
Fines and forfeits	-	-	-	-	201,438
Utility fees	-	-	-	36,840	1,751,110
Other receipts	60,000	15,205	-	16	4,977,135
Total receipts	<u>60,000</u>	<u>15,205</u>	<u>-</u>	<u>36,856</u>	<u>10,056,562</u>
Disbursements:					
Personal services	-	-	-	-	1,850,737
Supplies	-	-	-	-	128,549
Other services and charges	-	-	-	-	874,686
Debt service - principal and interest	-	-	-	-	480,165
Capital outlay	-	-	-	-	675,664
Utility operating expenses	-	-	-	7,581	694,227
Other disbursements	-	10,255	-	18	5,650,125
Total disbursements	<u>-</u>	<u>10,255</u>	<u>-</u>	<u>7,599</u>	<u>10,354,153</u>
Excess (deficiency) of receipts over disbursements	<u>60,000</u>	<u>4,950</u>	<u>-</u>	<u>29,257</u>	<u>(297,591)</u>
Cash and investments - ending	<u>\$ 312,000</u>	<u>\$ 116,184</u>	<u>\$ 152,250</u>	<u>\$ 170,100</u>	<u>\$ 6,168,304</u>

CITY OF KNOX  
 SCHEDULE OF PAYABLES AND RECEIVABLES  
 December 31, 2020

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 366,657	\$ 40
Solid Waste	223	23,073
Wastewater	24,780	119,943
Water	9,957	60,046
Stormwater	<u>-</u>	<u>4,080</u>
Totals	<u>\$ 401,617</u>	<u>\$ 207,182</u>

CITY OF KNOX  
 SCHEDULE OF LEASES AND DEBT  
 December 31, 2020

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities: Knox Community Center Corporation	Payment of Community Center	\$ 110,000	1/1/2012	1/15/2022
Total of annual lease payments		<u>\$ 110,000</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities: General obligation bonds	Payment of Fire Truck	\$ 655,000	\$ 20,690
Wastewater: Revenue bonds	Wastewater Improvements	2,715,000	203,438
Water: Revenue bonds	Waterworks Improvements	890,000	145,125
Totals		<u>\$ 4,260,000</u>	<u>\$ 369,253</u>

CITY OF KNOX  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2020

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 319,073
Infrastructure	1,620,589
Buildings	4,673,767
Improvements other than buildings	595,411
Machinery, equipment, and vehicles	<u>4,494,199</u>
Total governmental activities	<u>11,703,039</u>
Stormwater:	
Total Stormwater	<u>-</u>
Wastewater:	
Land	9,540
Infrastructure	4,646,551
Buildings	3,929,211
Improvements other than buildings	5,932,528
Machinery, equipment, and vehicles	<u>1,304,873</u>
Total Wastewater	<u>15,822,703</u>
Water:	
Land	21,331
Infrastructure	16,031,332
Buildings	421,087
Improvements other than buildings	2,593,560
Machinery, equipment, and vehicles	<u>142,809</u>
Total Water	<u>19,210,119</u>
Solid Waste:	
Total Solid Waste	<u>-</u>
Total capital assets	<u>\$ 46,735,861</u>

## OTHER REPORTS

In addition to this report, other reports may have been issued for the City. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.