

BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS

State of Indiana
Statement of Net Assets
June 30, 2010
(amounts expressed in thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets:				
Current assets:				
Cash, cash equivalents and investments	\$ 6,189,153	\$ 84,751	\$ 6,273,904	\$ 3,917,411
Securities lending collateral	803,661	-	803,661	318,610
Receivables (net)	2,364,302	68,253	2,432,555	773,263
Due from agency fund	360,138	-	360,138	418,365
Inventory	6,511	566	7,077	19,085
Prepaid expenses	-	78	78	30,796
Loans	75,418	-	75,418	1,165
Due from primary government	-	-	-	7,075
Due from component unit	37,014	-	37,014	-
Investment in direct financing lease	-	-	-	68,389
Funds held in trust by others	-	-	-	98,306
Other current assets	-	-	-	73,792
Total current assets	9,836,197	153,648	9,989,845	5,726,257
Noncurrent assets:				
Cash, cash equivalents and investments - restricted	-	-	-	2,498,297
Taxes, interest, and penalties receivable	435,062	-	435,062	4,745
Pollution remediation recovery	8,766	-	8,766	-
Other receivables	201	-	201	4,665,662
Investments - unrestricted	-	-	-	3,956,375
Loans	378,111	-	378,111	5,551
Bond issuance costs net of amortization	-	-	-	45,527
Intergovernmental loans	-	-	-	1,859,834
Due from primary government	-	-	-	50,000
Investment in direct financing lease	-	-	-	1,990,704
Deferred outflow - derivative instrument	-	-	-	134,374
Net pension assets	91,766	-	91,766	100
Other postemployment benefits	-	-	-	12,766
Other noncurrent assets	-	-	-	70,622
Capital assets:				
Land	1,500,467	-	1,500,467	436,197
Infrastructure	8,062,495	-	8,062,495	615,446
Construction in progress	1,488,896	-	1,488,896	1,055,568
Property, plant, and equipment	1,932,438	381	1,932,819	10,024,695
Computer software	35,327	-	35,327	-
Less accumulated depreciation/amortization	(1,089,563)	(293)	(1,089,856)	(4,407,836)
Total capital assets, net of depreciation/amortization	11,930,060	88	11,930,148	7,724,070
Total noncurrent assets	12,843,966	88	12,844,054	23,018,627
Total assets	22,680,163	153,736	22,833,899	28,744,884
Liabilities:				
Current liabilities:				
Accounts payable	1,395,886	525	1,396,411	392,559
Claims payable	-	3,331	3,331	48,506
Interest payable	-	-	-	176,889
Current portion of long-term debt	-	-	-	1,240,986
Line of credit	-	-	-	307,475
Intergovernmental payable	122,445	-	122,445	-
Due to primary government	-	-	-	37,014
Due to component unit	7,075	-	7,075	-
Capital lease payable	47,106	-	47,106	1,410
Accrued prize liability	-	-	-	64,196
Salaries, health, disability, and benefits payable	130,896	515	131,411	21,123
Tax refunds payable	41,376	-	41,376	-
Unearned revenue	26,301	4,905	31,206	296,398
Accrued liability for compensated absences	79,181	200	79,381	85,001
Due to federal government (net)	-	1,711,441	1,711,441	-
Pollution remediation payable	14,547	-	14,547	-
Securities lending payable	247	-	247	6
Securities lending collateral	803,661	-	803,661	318,610
Deposits held in custody for others	-	-	-	75,317
Other current liabilities	37	494	531	38,296
Total current liabilities	2,668,758	1,721,411	4,390,169	3,103,786

State of Indiana
Statement of Net Assets
June 30, 2010
(amounts expressed in thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Long-term liabilities:				
Accrued liability for compensated absences	66,621	296	66,917	71,750
Claims payable	-	42,142	42,142	-
Intergovernmental payable	40,000	-	40,000	-
Accrued prize liability	-	-	-	103,803
Net pension obligations	948,080	-	948,080	-
Other postemployment benefits	112,405	-	112,405	41,978
Pollution remediation payable	43,714	-	43,714	4,164
Due to component unit	50,000	-	50,000	-
Unearned revenue	-	-	-	3,548,882
Capital lease payable	1,222,703	-	1,222,703	3,823
Funds held in trust for others	-	-	-	162,614
Advances from federal government	-	-	-	30,393
Revenue bonds/notes payable	-	-	-	11,814,752
Derivative instrument liability	-	-	-	134,237
Other noncurrent liabilities	-	-	-	96,720
Total long-term liabilities	2,483,523	42,438	2,525,961	16,013,116
Total liabilities	5,152,281	1,763,849	6,916,130	19,116,902
Net Assets:				
Invested in capital assets net of related debt	10,660,251	88	10,660,339	3,752,199
Restricted-nonexpendable:				
Grants/constitutional restrictions	-	-	-	19,685
Permanent funds	1,159,704	-	1,159,704	19,399
Future debt service	-	-	-	197,325
Capital projects	-	-	-	1,939
Instruction and research	-	-	-	227,965
Student aid	-	-	-	215,348
Other purposes	-	-	-	29,895
Total restricted-nonexpendable	1,159,704	-	1,159,704	711,556
Restricted-expendable:				
Instruction and research	-	-	-	502,279
Grants/constitutional restrictions	307,073	-	307,073	15,249
Endowments	-	-	-	356,226
Future debt service	-	-	-	214,851
Pension fund distribution	-	-	-	2,370
Public safety programs	-	-	-	7,013
Student aid	-	-	-	654,459
Auxiliary enterprises	-	-	-	6,248
Capital projects	-	-	-	229,080
Water pollution and drinking water projects	-	-	-	1,068,970
Other purposes	-	-	-	102,439
Total restricted-expendable	307,073	-	307,073	3,159,184
Unrestricted	5,400,854	(1,610,201)	3,790,653	2,005,043
Total net assets	\$ 17,527,882	\$ (1,610,113)	\$ 15,917,769	\$ 9,627,982

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

**State of Indiana
Statement of Activities
For the Year Ended June 30, 2010**
(amounts expressed in thousands)

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets					
	Expenses	Program Revenues		Primary Government		Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
Primary government:						
Governmental activities:						
General government	\$ 1,671,106	\$ 552,008	\$ 477,491	\$ (641,607)	\$ -	\$ -
Public safety	1,497,187	483,421	184,364	(829,393)	-	(829,393)
Health	394,626	8,076	269,852	(116,698)	-	(116,698)
Welfare	9,773,841	23,344	7,124,261	(2,626,236)	-	(2,626,236)
Conservation, culture and development	637,984	159,252	292,711	(186,021)	-	(186,021)
Education	10,314,994	8,489	1,418,027	(8,888,478)	-	(8,888,478)
Transportation	1,908,307	46,231	1,457,255	(404,821)	-	(404,821)
Unallocated interest expense	592	-	-	(592)	-	(592)
Total governmental activities	26,198,637	1,280,821	11,223,961	(13,693,846)	-	(13,693,846)
Business-type activities:						
Unemployment Compensation Fund	3,223,194	2,393,810	-	-	(829,384)	(829,384)
Malpractice Insurance Authority	3,678	4,062	-	-	384	384
Inns and Concessions	20,389	23,218	-	-	2,829	2,829
Total business-type activities	3,247,261	2,421,090	-	-	(826,171)	(826,171)
Total primary government	\$ 29,445,898	\$ 3,701,911	\$ 11,223,961	(13,693,846)	(826,171)	(14,520,017)
Component units:						
Governmental	56,126	148	6,582	-	-	(49,396)
Proprietary	1,850,062	1,279,799	682,205	16,691	-	126,633
Colleges and universities	5,916,141	2,974,126	1,190,537	87,367	-	(1,664,111)
Total component units	\$ 7,822,329	\$ 4,254,073	\$ 1,879,324	\$ 104,058	\$ -	\$ (1,584,874)
General Revenues:						
Income tax				4,437,275	-	4,437,275
Sales tax				5,937,225	-	5,937,225
Fuels tax				799,356	-	799,356
Gaming tax				911,633	-	911,633
Unemployment tax				807	-	807
Inheritance tax				127,673	-	127,673
Alcohol & Tobacco tax				458,420	-	458,420
Insurance tax				179,024	-	179,024
Financial Institutions tax				55,611	-	55,611
Other tax				324,201	-	324,201
Total taxes				13,231,225	-	13,231,225
Revenue not restricted to specific programs				-	-	-
Investment earnings				32,741	3,713	36,454
Payments from State of Indiana				-	-	-
Other				76,289	-	76,289
Transfers within primary government				(2,572)	-	-
Total general revenues and transfers				13,342,827	1,141	13,343,968
Changes in net assets				(351,019)	(825,030)	(1,176,049)
Net assets - beginning, as restated				17,878,901	(785,083)	17,093,818
Net assets - ending				17,527,882	(1,610,113)	15,917,769

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

FUND FINANCIAL STATEMENTS

State of Indiana
Balance Sheet
Governmental Funds
June 30, 2010
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Public Welfare- Medicaid Assistance Fund</u>	<u>State Highway Department</u>	<u>Major Moves Construction Fund</u>
Assets:				
Cash, cash equivalents and investments-unrestricted	\$ 779,992	\$ 145,920	\$ 352,978	\$ 2,054,336
Securities lending collateral	638,280	-	-	107,767
Receivables:				
Taxes (net of allowance for uncollectible accounts)	1,584,643	-	3,145	-
Securities lending	136	-	-	62
Accounts	6,938	43	1,256	-
Grants	9,233	180,652	38,373	-
Interest	6,909	-	-	21
Interfund loans	491,607	-	-	-
Due from agency fund	360,138	-	-	-
Due from component unit	205	-	-	-
Loans	18,767	-	11,478	-
	<u>\$ 3,896,848</u>	<u>\$ 326,615</u>	<u>\$ 407,230</u>	<u>\$ 2,162,186</u>
Liabilities:				
Accounts payable	\$ 145,974	\$ 242,595	\$ 152,191	\$ 39
Salaries and benefits payable	35,883	-	10,006	-
Interfund loans	-	-	-	-
Interfund services used	3,848	-	773	-
Intergovernmental payable	38,939	-	-	-
Due to component unit	-	-	-	-
Tax refunds payable	35,554	-	-	-
Deferred revenue	648,223	12,026	3,795	-
Accrued liability for compensated absences-current	2,668	-	896	-
Pollution remediation payable	-	-	41	-
Securities lending payable	136	-	-	62
Securities lending collateral	638,280	-	-	107,767
	<u>1,549,505</u>	<u>254,621</u>	<u>167,702</u>	<u>107,868</u>
Fund balance:				
Reserved:				
Encumbrances	38,748	-	853,799	-
Special purposes	-	-	-	-
Tuition support	-	-	-	-
Interfund loans	491,607	-	-	-
Long-term loans and advances	18,767	-	11,478	-
Restricted purposes	9,233	-	11,171	-
Unreserved:				
Unreserved fund balance reported in:				
General fund	1,788,988	-	-	-
Special revenue funds	-	71,994	(636,920)	2,054,318
Capital projects funds	-	-	-	-
Permanent funds	-	-	-	-
	<u>2,347,343</u>	<u>71,994</u>	<u>239,528</u>	<u>2,054,318</u>
Total fund balances	<u>\$ 3,896,848</u>	<u>\$ 326,615</u>	<u>\$ 407,230</u>	<u>\$ 2,162,186</u>
Total liabilities and fund balances	<u>\$ 3,896,848</u>	<u>\$ 326,615</u>	<u>\$ 407,230</u>	<u>\$ 2,162,186</u>

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

<u>ARRA of 2009</u>	<u>Us Department Of Health & Human Services</u>	<u>Non-major Governmental Funds</u>	<u>Total</u>
\$ -	\$ -	\$ 2,761,927	\$ 6,095,153
-	-	57,614	803,661
-	-	183,765	1,771,553
-	-	49	247
-	78	29,363	37,678
84,413	76,977	209,608	599,256
-	-	79	7,009
-	-	36,665	528,272
-	-	-	360,138
-	-	36,809	37,014
-	-	423,284	453,529
<u>\$ 84,413</u>	<u>\$ 77,055</u>	<u>\$ 3,739,163</u>	<u>\$ 10,693,510</u>
\$ 90,625	\$ 52,207	173,468	\$ 857,099
1,313	5,619	26,627	79,448
272,807	86,214	169,251	528,272
-	1,687	4,563	10,871
-	-	73,506	112,445
7,075	-	-	7,075
-	-	5,822	41,376
2,496	1,913	68,174	736,627
-	355	1,794	5,713
-	-	3	44
-	-	49	247
-	-	57,614	803,661
<u>374,316</u>	<u>147,995</u>	<u>580,871</u>	<u>3,182,878</u>
219,320	46,694	376,106	1,534,667
-	-	4,264	4,264
-	-	-	-
-	-	36,665	528,272
-	-	423,284	453,529
40,910	76,475	169,284	307,073
-	-	-	1,788,988
(550,133)	(194,109)	1,313,271	2,058,421
-	-	89,829	89,829
-	-	745,589	745,589
<u>(289,903)</u>	<u>(70,940)</u>	<u>3,158,292</u>	<u>7,510,632</u>
<u>\$ 84,413</u>	<u>\$ 77,055</u>	<u>\$ 3,739,163</u>	<u>\$ 10,693,510</u>

State of Indiana
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2010
(amounts expressed in thousands)

Total fund balances-governmental funds \$ 7,510,632

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	\$	1,500,467	
Infrastructure assets		8,062,495	
Construction in progress		1,488,764	
Property, plant, and equipment		1,871,922	
Computer software		35,327	
Accumulated depreciation		<u>(1,050,216)</u>	
Total capital assets, net of depreciation			11,908,759

The State's pension funds have net pension assets not reported as assets in the funds. 91,766

Some of the state's receivables will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.

Taxes receivable	\$	710,333	
Accounts receivable		<u>67,778</u>	
			778,111

Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as expenditures in the funds.

Accounts payable	\$	(286,031)	
Salaries, health, disability and benefits payable		(1,084)	
Pollution remediation		<u>(49,451)</u>	
			(336,566)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. 82,274

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Accrued liability for compensated absences	\$	(135,490)	
Other postemployment benefits		(112,405)	
Loan from the Indiana Board for Depositories		(50,000)	
Capital lease payable		(1,261,119)	
Net pension obligations		<u>(948,080)</u>	
Total long-term liabilities			<u>(2,507,094)</u>

Net assets of governmental activities **\$ 17,527,882**

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



State of Indiana
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2010
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Public Welfare- Medicaid Assist</u>	<u>State Highway Department</u>	<u>Major Moves Construction Fund</u>
Revenues:				
Taxes:				
Income	\$ 4,354,395	\$ -	\$ -	\$ -
Sales	5,912,564	-	-	-
Fuels	1	-	27,531	-
Gaming	93,791	-	-	-
Unemployment	-	-	-	-
Inheritance	127,674	-	-	-
Alcohol and tobacco	277,332	-	-	-
Insurance	175,032	-	-	-
Financial Institutions	-	-	-	-
Other	277,001	-	-	-
Total taxes	<u>11,217,790</u>	<u>-</u>	<u>27,531</u>	<u>-</u>
Current service charges	202,984	115,299	12,833	-
Investment income	28,691	-	194	337,516
Sales/rents	767	-	711	-
Grants	32,942	4,024,949	754,136	-
Other	75,522	-	83,607	-
Total revenues	<u>11,558,696</u>	<u>4,140,248</u>	<u>879,012</u>	<u>337,516</u>
Expenditures:				
Current:				
General government	582,063	372	374	-
Public safety	705,219	-	22,907	-
Health	60,138	-	-	-
Welfare	529,366	5,422,088	-	-
Conservation, culture and development	80,265	-	305	-
Education	8,629,877	-	-	-
Transportation	1,704	-	1,881,242	10,531
Total expenditures	<u>10,588,632</u>	<u>5,422,460</u>	<u>1,904,828</u>	<u>10,531</u>
Excess (deficiency) of revenues over (under) expenditures	<u>970,064</u>	<u>(1,282,212)</u>	<u>(1,025,816)</u>	<u>326,985</u>
Other financing sources (uses):				
Transfers in	2,858,825	1,534,157	991,834	-
Transfers (out)	(3,044,075)	(160,632)	(7,281)	(535,271)
Proceeds from capital lease	390	-	13,887	-
Total other financing sources (uses)	<u>(184,860)</u>	<u>1,373,525</u>	<u>998,440</u>	<u>(535,271)</u>
Net change in fund balances	785,204	91,313	(27,376)	(208,286)
Fund Balance July 1, as restated	1,562,139	(19,319)	266,904	2,262,604
Fund Balance June 30	<u>\$ 2,347,343</u>	<u>\$ 71,994</u>	<u>\$ 239,528</u>	<u>\$ 2,054,318</u>

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

<u>ARRA of 2009</u>	<u>US Department of Health and Human Services</u>	<u>Non-Major Governmental Funds</u>	<u>Total</u>
\$ -	\$ -	\$ 22,228	\$ 4,376,623
-	-	66,355	5,978,919
-	-	769,092	796,624
-	-	817,757	911,548
-	-	807	807
-	-	-	127,674
-	-	180,777	458,109
-	-	3,992	179,024
-	-	56,726	56,726
-	44	54,117	331,162
-	44	1,971,851	13,217,216
-	589	1,068,783	1,400,488
-	9	82,629	449,039
-	-	16,645	18,123
1,580,791	1,117,745	2,959,282	10,469,845
98	8,352	192,396	359,975
<u>1,580,889</u>	<u>1,126,739</u>	<u>6,291,586</u>	<u>25,914,686</u>
252,906	11,231	845,661	1,692,607
10,781	4,274	655,017	1,398,198
16,864	242,796	64,451	384,249
775,154	1,231,459	1,848,840	9,806,907
32,359	10,724	491,696	615,349
454,534	641	1,226,361	10,311,413
349,096	-	120,760	2,363,333
<u>1,891,694</u>	<u>1,501,125</u>	<u>5,252,786</u>	<u>26,572,056</u>
<u>(310,805)</u>	<u>(374,386)</u>	<u>1,038,800</u>	<u>(657,370)</u>
8,467	366,585	3,120,919	8,880,787
-	(67,830)	(5,024,387)	(8,839,476)
-	-	195	14,472
<u>8,467</u>	<u>298,755</u>	<u>(1,903,273)</u>	<u>55,783</u>
(302,338)	(75,631)	(864,473)	(601,587)
12,435	4,691	4,022,765	8,112,219
<u>\$ (289,903)</u>	<u>\$ (70,940)</u>	<u>\$ 3,158,292</u>	<u>\$ 7,510,632</u>

State of Indiana
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2010
(amounts expressed in thousands)

Net change in fund balances-total governmental funds	\$ (601,587)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report net capital outlays for infrastructure as expenditures. However in the statement of activities these outlays are capitalized and under the modified approach not depreciated. This is the amount of the net capital outlays for infrastructure under the modified approach in the current period.	433,084
Governmental funds report net capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which net capital outlays (\$29,085) exceeds depreciation of \$89,682 in the current period.	(118,767)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Tax revenue	17,758
Non-tax revenue	(16,478)
Expenses reported in the statement of activities that do not require the use of current financial resources are not reported as expenditures in the funds.	
Operating expenses	(46,119)
Statutory expenses	10,000
Amounts due to component units	27,218
The change in net pension assets and net pension obligations do not provide or require the use of current financial resources:	
Decrease in net pension assets	7,993
Increase in net pension obligations	9,419
The change in other postemployment benefits do not provide or require the use of current financial resources.	(40,574)
Internal service funds are used by management to charge the costs of certain activities, such as insurance, data processing, telecommunications, fleet management, and printing, to individual funds. The net revenue (expense) of internal service funds is reported with governmental activities.	(32,966)
Change in net assets of governmental activities.	<u>\$ (351,019)</u>

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



State of Indiana
Statement of Fund Net Assets
Proprietary Funds
June 30, 2010

(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
Assets				
Current assets:				
Cash, cash equivalents and investments - unrestricted	\$ 11,956	\$ 72,795	\$ 84,751	\$ 93,999
Receivables:				
Accounts	65,408	676	66,084	21,213
Interest	-	718	718	-
Grants	1,451	-	1,451	-
Interfund services provided	-	-	-	10,871
Inventory	-	566	566	6,511
Prepaid expenses	-	78	78	-
Total current assets	<u>78,815</u>	<u>74,833</u>	<u>153,648</u>	<u>132,594</u>
Noncurrent assets:				
Capital assets:				
Construction in progress	-	-	-	132
Property, plant, and equipment	-	381	381	60,516
Less accumulated depreciation	-	(293)	(293)	(39,347)
Total capital assets, net of depreciation	<u>-</u>	<u>88</u>	<u>88</u>	<u>21,301</u>
Total noncurrent assets	<u>-</u>	<u>88</u>	<u>88</u>	<u>21,301</u>
Total assets	<u>78,815</u>	<u>74,921</u>	<u>153,736</u>	<u>153,895</u>
Liabilities				
Current liabilities:				
Accounts payable	-	525	525	7,924
Claims payable	-	3,331	3,331	-
Salaries and benefits payable	-	515	515	1,786
Capital lease payable	-	-	-	272
Health/disability benefits payable	-	-	-	48,578
Accrued liability for compensated absences	-	200	200	2,412
Due to federal government (net)	1,711,441	-	1,711,441	-
Deferred revenue	-	4,905	4,905	7
Other liabilities	-	494	494	37
Total current liabilities	<u>1,711,441</u>	<u>9,970</u>	<u>1,721,411</u>	<u>61,016</u>
Noncurrent liabilities:				
Accrued liability for compensated absences	-	296	296	2,187
Capital lease payable	-	-	-	8,418
Claims payable	-	42,142	42,142	-
Total noncurrent liabilities	<u>-</u>	<u>42,438</u>	<u>42,438</u>	<u>10,605</u>
Total liabilities	<u>1,711,441</u>	<u>52,408</u>	<u>1,763,849</u>	<u>71,621</u>
Net assets				
Invested in capital assets net of related debt	-	88	88	12,611
Unrestricted	<u>(1,632,626)</u>	<u>22,425</u>	<u>(1,610,201)</u>	<u>69,663</u>
Total net assets	<u>\$ (1,632,626)</u>	<u>\$ 22,513</u>	<u>\$ (1,610,113)</u>	<u>\$ 82,274</u>

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

State of Indiana
Statement of Revenues, Expenses and
Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2010
(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
Operating revenues:				
Sales/rents/premiums	\$ -	\$ 27,095	\$ 27,095	\$ 496,206
Employer contributions	496,172	-	496,172	-
Charges for services	-	-	-	6,364
Federal revenues	1,893,842	-	1,893,842	-
Other	-	185	185	787
	<hr/>	<hr/>	<hr/>	<hr/>
Total operating revenues	2,390,014	27,280	2,417,294	503,357
Cost of sales	-	4,125	4,125	24,807
	<hr/>	<hr/>	<hr/>	<hr/>
Gross margin	2,390,014	23,155	2,413,169	478,550
Operating expenses:				
General and administrative expense	1,207	16,768	17,975	135,440
Claims expense	-	3,115	3,115	-
Health / disability benefit payments	-	-	-	327,566
Unemployment compensation benefits	3,221,634	-	3,221,634	-
Depreciation and amortization	-	33	33	8,673
Other	292	25	317	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total operating expenses	3,223,133	19,941	3,243,074	471,679
Operating income (loss)	(833,119)	3,214	(829,905)	6,871
Nonoperating revenues (expenses):				
Interest and other investment income	-	3,713	3,713	8
Interest and other investment expense	(61)	-	(61)	(592)
Gain (Loss) on disposition of assets	-	-	-	(486)
Federal grants	3,796	-	3,796	-
Other	-	-	-	(28)
	<hr/>	<hr/>	<hr/>	<hr/>
Total nonoperating revenues (expenses)	3,735	3,713	7,448	(1,098)
Income before contributions and transfers	(829,384)	6,927	(822,457)	5,773
Transfers (out)	-	(2,573)	(2,573)	(38,739)
	<hr/>	<hr/>	<hr/>	<hr/>
Change in net assets	(829,384)	4,354	(825,030)	(32,966)
Total net assets, July 1, as restated	(803,242)	18,159	(785,083)	115,240
Total net assets, June 30	\$ (1,632,626)	\$ 22,513	\$ (1,610,113)	\$ 82,274

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

State of Indiana
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
Cash flows from operating activities:				
Cash received from customers	\$ 1,817,540	\$ 26,611	\$ 1,844,151	\$ 503,671
Cash paid for general and administrative	(1,499)	(16,892)	(18,391)	(134,148)
Cash paid for salary/health/disability benefit payments	-	-	-	(328,226)
Cash paid to suppliers	-	(4,083)	(4,083)	(19,013)
Cash paid for claims expense	(3,543,215)	(3,346)	(3,546,561)	-
Other operating income	-	-	-	-
Net cash provided (used) by operating activities	(1,727,174)	2,290	(1,724,884)	22,284
Cash flows from noncapital financing activities:				
Transfers out	-	(2,573)	(2,573)	(38,739)
Loan from federal government	2,294,804	-	2,294,804	-
Repayment of loan from federal government	(583,363)	-	(583,363)	-
Federal grants	6,833	-	6,833	-
Other	-	-	-	(24)
Net cash provided (used) by noncapital financing activities	1,718,274	(2,573)	1,715,701	(38,763)
Cash flows from capital and related financing activities:				
Acquisition/construction of capital assets	-	-	-	(9,340)
Proceeds from sale of assets	-	-	-	497
Principal payments -- capital leases	-	-	-	(275)
Interest paid	-	-	-	(593)
Debt issue expense	-	-	-	-
Net cash provided (used) by capital and related financing activities	-	-	-	(9,711)
Cash flows from investing activities:				
Proceeds from sales of investments	-	6,010	6,010	-
Purchase of investments	-	(8,745)	(8,745)	(400)
Interest income (expense) on investments	(61)	2,764	2,703	7
Net cash provided (used) by investing activities	(61)	29	(32)	(393)
Net increase (decrease) in cash and cash equivalents	(8,961)	(254)	(9,215)	(26,583)
Cash and cash equivalents, July 1	20,918	5,127	26,045	119,181
Cash and cash equivalents, June 30	\$ 11,957	\$ 4,873	\$ 16,830	\$ 92,598
Reconciliation of cash , cash equivalents and investments:				
Cash and cash equivalents unrestricted at end of year	\$ 11,956	\$ 4,873	\$ 16,829	\$ 92,599
Investments unrestricted	-	67,922	67,922	1,400
Cash, cash equivalents and investments per balance sheet	\$ 11,956	\$ 72,795	\$ 84,751	\$ 93,999
Noncash investing, capital and financing activities:				
Increase in fair value of investments	\$ -	\$ 963	\$ 963	\$ -

State of Indiana
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (833,119)	\$ 3,214	\$ (829,905)	\$ 6,871
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization expense	-	33	33	8,673
(Increase) decrease in receivables	10,889	150	11,039	765
(Increase) decrease in interfund services provided	-	-	-	(393)
(Increase) decrease in inventory	-	42	42	(98)
(Increase) decrease in prepaid expenses	-	(29)	(29)	4,858
(Increase) decrease in claims payable	-	(231)	(231)	-
Increase (decrease) in health and disability benefits payable	-	-	-	(659)
Increase (decrease) in accounts payable	(904,944)	(17)	(904,961)	1,268
Increase (decrease) in deferred revenue	-	(836)	(836)	(57)
Increase (decrease) in salaries payable	-	7	7	339
Increase (decrease) in compensated absences	-	(12)	(12)	717
Increase (decrease) in other payables	-	(31)	(31)	-
Net cash provided (used) by operating activities	<u>\$ (1,727,174)</u>	<u>\$ 2,290</u>	<u>\$ (1,724,884)</u>	<u>\$ 22,284</u>

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

State of Indiana
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010
(amounts expressed in thousands)

	Pension and Other Employee Benefit Trust Funds	Private-Purpose Trust Funds	Investment Trust Fund	Agency Funds
Assets:				
Cash, cash equivalents and non-pension investments	\$ 2,086,264	\$ 32,656	\$ -	\$ 336,564
Securities lending collateral	3,384,054	-	-	-
Receivables:				
Taxes	-	4,456	-	14,681
Contributions	203,486	-	-	-
Interest	79,482	6	188	-
Member loans	1,272	-	-	-
Due from other funds	24,355	-	-	-
Due from component unit	1,538	-	-	-
From investment sales	1,117,534	-	-	-
Other	1,161	-	-	32
Total receivables	<u>1,428,828</u>	<u>4,462</u>	<u>188</u>	<u>14,713</u>
Due from local governmental units	-	-	-	360,138
Pension and other employee benefit investments at fair value:				
Equity Securities	7,384,407	-	-	-
Debt Securities	8,536,569	-	-	-
Mutual Funds and Collective Trust Funds	1,370,491	-	-	-
Other	3,333,431	-	-	-
Total investments	<u>20,624,898</u>	<u>-</u>	<u>-</u>	<u>-</u>
Pool Investments at Amortized Cost:				
Cash and cash equivalents	-	-	366,293	-
Money Market Mutual Funds	-	-	2,150	-
U.S. Government Agencies	-	-	41,560	-
Commercial Paper	-	-	-	-
Total investments	<u>-</u>	<u>-</u>	<u>410,003</u>	<u>-</u>
Property, plant and equipment net of accumulated depreciation	<u>10,137</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>27,534,181</u>	<u>37,118</u>	<u>410,191</u>	<u>\$ 711,415</u>
Liabilities:				
Accounts/escrows payable	18,250	1,375	-	336,596
Salaries and benefits payable	1,073	-	-	-
Management fee payable	-	-	40	-
Due to other funds	24,356	-	-	-
Benefits payable	70,738	-	-	-
Distributions payable	-	-	4	-
Due to component unit	1,538	-	-	-
Deferred revenue	26	-	-	-
Compensated absences	460	-	-	-
Securities purchased payable	1,350,925	-	-	-
Securities lending collateral	3,384,054	-	-	-
Due to general fund	-	-	-	360,138
Other	-	-	19	14,681
Total liabilities	<u>4,851,420</u>	<u>1,375</u>	<u>63</u>	<u>\$ 711,415</u>
Net assets:				
Held in trust for:				
Employees' pension benefits	22,403,799	-	-	-
OPEB benefits	169,923	-	-	-
Future death benefits	10,335	-	-	-
State and local units	98,704	-	-	-
Trust beneficiaries	-	35,743	-	-
Local government investment pool participants	-	-	410,128	-
Total net assets	<u>\$ 22,682,761</u>	<u>\$ 35,743</u>	<u>\$ 410,128</u>	<u>-</u>

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

State of Indiana
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2010

(amounts expressed in thousands)

	Pension and Other Employee Benefit Trust Funds	Private-Purpose Trust Funds	Investment Trust Fund
Additions:			
Member contributions	\$ 339,294	\$ 86,089	\$ 674,238
Employer contributions	1,404,630	-	-
Contributions from the State of Indiana	225,617	-	-
Net investment income (loss)	2,820,965	(17)	1,782
Taxes	-	4,456	-
Less investment expense	(124,281)	-	(3)
Donations/escheats	-	60,281	-
Transfers in	8,154	-	-
Reinvestment of distributions	-	-	1,263
Other	176	-	-
Total additions	4,674,555	150,809	677,280
Deductions:			
Pension and disability benefits	1,709,285	-	-
Retiree health benefits	7,264	-	-
Death benefits	1,464	-	-
Payments to participants/beneficiaries	-	143,254	1,263
Refunds of contributions and interest	53,297	-	559,028
Administrative	35,559	-	349
Pension relief distributions	213,035	-	-
Capital projects	2,884	-	-
Depreciation	330	-	-
Transfers out	8,176	-	-
Other	96	-	160
Total deductions	2,031,390	143,254	560,800
Net increase (decrease) in net assets	2,643,165	7,555	116,480
Net assets held in trust, July 1, as restated	20,039,596	28,188	293,648
Net assets held in trust, June 30	\$ 22,682,761	\$ 35,743	\$ 410,128

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

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State of Indiana
 Combining Statement of Net Assets
 Discretely Presented Component Units
 June 30, 2010
 (amounts expressed in thousands)

	Governmental	Proprietary	Colleges and Universities	Total
Assets:				
Current assets:				
Cash, cash equivalents and investments	\$ 134,421	\$ 2,038,965	\$ 1,744,025	\$ 3,917,411
Securities lending collateral	-	924	317,686	318,610
Receivables (net)	957	376,091	396,215	773,263
Intergovernmental receivable	-	418,365	-	418,365
Inventory	-	639	18,446	19,085
Prepaid expenses	-	4,386	26,410	30,796
Loans	1,165	-	-	1,165
Due from primary government	-	-	7,075	7,075
Investment in direct financing lease	-	68,389	-	68,389
Funds held in trust by others	-	-	98,306	98,306
Other current assets	-	17,395	56,397	73,792
Total current assets	136,543	2,925,154	2,664,560	5,726,257
Noncurrent assets:				
Cash, cash equivalents and investments - restricted	-	703,297	1,795,000	2,498,297
Taxes, interest, and penalties receivable	-	4,745	-	4,745
Other receivables	-	4,299,272	366,390	4,665,662
Investments - unrestricted	-	479,168	3,477,207	3,956,375
Loans	5,551	-	-	5,551
Bond issuance costs net of amortization	-	45,318	209	45,527
Intergovernmental loans	-	1,859,834	-	1,859,834
Due from primary government	-	50,000	-	50,000
Investment in direct financing lease	-	1,990,704	-	1,990,704
Deferred outflow - derivative instrument	-	134,293	81	134,374
Net pension assets	-	100	-	100
Other postemployment benefits	-	-	12,766	12,766
Other noncurrent assets	-	6,696	63,926	70,622
Capital assets:				
Land	-	236,871	199,326	436,197
Infrastructure	-	317,767	297,679	615,446
Construction in progress	-	475,257	580,311	1,055,568
Property, plant, and equipment	300	1,384,583	8,639,812	10,024,695
Less accumulated depreciation	(126)	(537,207)	(3,870,503)	(4,407,836)
Capital assets, net of accumulated depreciation	174	1,877,271	5,846,625	7,724,070
Total noncurrent assets	5,725	11,450,698	11,562,204	23,018,627
Total assets	142,268	14,375,852	14,226,764	28,744,884
Liabilities:				
Current liabilities:				
Accounts payable	4,867	60,117	327,575	392,559
Claims payable	-	22,173	26,333	48,506
Interest payable	-	136,707	40,182	176,889
Current portion of long-term debt	-	951,877	289,109	1,240,986
Line of credit	-	307,475	-	307,475
Due to primary government	-	37,014	-	37,014
Capital lease payable	-	-	1,410	1,410
Accrued prize liability	-	64,196	-	64,196
Salaries, health, disability, and benefits payable	252	144	20,727	21,123
Deferred revenue	-	73,993	222,405	296,398
Accrued liability for compensated absences	285	230	84,486	85,001
Securities lending payable	6	-	-	6
Securities lending collateral	-	924	317,686	318,610
Deposits held in custody for others	-	30,285	45,032	75,317
Other current liabilities	-	24,388	13,908	38,296
Total current liabilities	5,410	1,709,523	1,388,853	3,103,786
Long-term liabilities:				
Accrued liability for compensated absences	109	195	71,446	71,750
Accrued prize liability	-	103,803	-	103,803
Other postemployment benefits	-	-	41,978	41,978
Pollution remediation payable	-	4,164	-	4,164
Deferred revenue	-	3,486,008	62,874	3,548,882
Capital lease payable	-	-	3,823	3,823
Funds held in trust for others	-	-	162,614	162,614
Advances from federal government	-	1,486	28,907	30,393
Revenue bonds/notes payable	-	9,395,684	2,419,068	11,814,752
Derivative instrument liability	-	134,156	81	134,237
Other noncurrent liabilities	-	6,237	90,483	96,720
Total long-term liabilities	109	13,131,733	2,881,274	16,013,116
Total liabilities	5,519	14,841,256	4,270,127	19,116,902
Net Assets:				
Invested in capital assets net of related debt	174	328,953	3,423,072	3,752,199
Restricted-nonexpendable:				
Grants/constitutional restrictions	-	19,685	-	19,685
Permanent funds	-	-	19,399	19,399
Future debt service	-	197,325	-	197,325
Capital projects	-	-	1,939	1,939
Instruction and research	-	-	227,965	227,965
Student aid	-	-	215,348	215,348
Other purposes	-	-	29,895	29,895
Total restricted-nonexpendable	-	217,010	494,546	711,556
Restricted-expendable:				
Instruction and research	-	-	502,279	502,279
Grants/constitutional restrictions	938	130	14,181	15,249
Endowments	-	-	356,226	356,226
Future debt service	-	203,720	11,131	214,851
Pension fund distribution	-	2,370	-	2,370
Public safety programs	-	-	7,013	7,013
Student aid	-	306	654,153	654,459
Auxiliary enterprises	-	60	6,188	6,248
Capital projects	-	55,311	173,769	229,080
Water pollution and drinking water projects	-	1,068,970	-	1,068,970
Other purposes	-	1,699	100,740	102,439
Total restricted-expendable	938	1,332,566	1,825,680	3,159,184
Unrestricted	135,637	(2,343,933)	4,213,339	2,005,043
Total net assets	\$ 136,749	\$ (465,404)	\$ 9,956,637	\$ 9,627,982

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

**State of Indiana
Combining Statement of Activities
Discretely Presented Component Units
For the Fiscal Year Ended June 30, 2010
(amounts expressed in thousands)**

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental	Proprietary	Colleges and Universities	Net (Expense) Revenue
Governmental	\$ 56,126	\$ 148	\$ 6,582	\$ -	\$ (49,396)	\$ -	\$ -	\$ (49,396)
Proprietary	1,850,062	1,279,799	682,205	16,691	-	128,633	-	128,633
Colleges and universities	5,916,141	2,974,126	1,190,537	87,367	-	-	(1,664,111)	(1,664,111)
Total component units	\$ 7,822,329	\$ 4,254,073	\$ 1,879,324	\$ 104,058	\$ (49,396)	128,633	(1,664,111)	(1,584,874)
General Revenues:								
Investment earnings						64,472	562,027	626,499
Payments from State of Indiana					30,607	10,836	1,446,624	1,488,067
Other						1,014	566,284	567,298
Total general revenues					30,607	76,322	2,574,935	2,681,864
Change in net assets				(18,789)	(18,789)	204,955	910,824	1,096,990
Net assets - beginning, as restated				155,538	155,538	(670,359)	9,045,813	8,530,992
Net assets - ending				\$ 136,749	\$ 136,749	\$ (465,404)	\$ 9,956,637	\$ 9,627,982

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

State of Indiana
Combining Statement of Net Assets
Discretely Presented Component Units -
Proprietary Funds
June 30, 2010
(amounts expressed in thousands)

	Indiana Finance Authority	Indiana Bond Bank	Indiana Housing and Community Development Authority	Board for Depositories	Secondary Market for Education Loans
Assets					
Current assets:					
Cash, cash equivalents and investments	\$ 971,824	\$ 139,752	\$ 386,210	\$ 200,615	\$ 89,543
Securities lending collateral	-	-	-	924	-
Receivables (net)	215,396	24,558	214	605	118,383
Intergovernmental receivable	-	418,365	-	-	-
Inventory	-	-	-	-	-
Prepaid expenses	-	-	-	-	-
Investment in direct financing lease	59,110	-	-	-	-
Other current assets	105	-	14,880	-	2,410
Total current assets	1,246,435	582,675	401,304	202,144	210,336
Noncurrent assets:					
Cash, cash equivalents and investments - restricted	-	30,467	541,973	-	2,500
Taxes, interest, and penalties receivable	-	-	4,745	-	-
Loans receivable	2,710,102	-	1,027,892	-	1,539,211
Investments - unrestricted	428,029	-	-	51,139	-
Bond issuance costs, net of amortization	14,586	21,937	8,356	-	-
Intergovernmental loans	-	1,859,834	-	-	-
Due from primary government	-	-	-	50,000	-
Investment in direct financing lease	1,341,242	-	-	-	-
Deferred outflow - derivative instrument	116,708	17,585	-	-	-
Net pension assets	-	-	-	-	-
Other noncurrent assets	-	-	-	3	6,693
Capital assets:					
Land	85,885	-	-	-	-
Infrastructure	265,252	-	-	-	-
Construction in progress	197,466	-	-	-	-
Property, plant, and equipment	1,235,168	-	4,276	212	2,212
Less accumulated depreciation	(411,808)	-	(2,818)	(185)	(1,687)
Total capital assets, net of depreciation	1,371,963	-	1,458	27	525
Total noncurrent assets	5,982,630	1,929,823	1,584,424	101,169	1,548,929
Total assets	7,229,065	2,512,498	1,985,728	303,313	1,759,265
Liabilities					
Current liabilities:					
Accounts payable	13,578	652	1,606	32	7,985
Claims payable	-	-	-	-	-
Interest payable	70,054	39,342	26,617	-	394
Current portion of long-term debt	205,885	500,969	243,488	-	-
Line of credit	-	-	307,475	-	-
Due to primary government	205	-	-	-	-
Accrued prize liability	-	-	-	-	-
Salaries, health, disability, and benefits payable	-	-	-	-	-
Deferred revenue	64,533	-	-	-	-
Accrued liability for compensated absences	-	-	-	-	-
Securities lending collateral	-	-	-	924	-
Deposits held in custody for others	-	30,127	158	-	-
Other current liabilities	5,424	-	15,609	3	-
Total current liabilities	359,679	571,090	594,953	959	8,379
Long-term liabilities:					
Accrued liability for compensated absences	-	-	-	-	-
Accrued prize liability	-	-	-	-	-
Pollution remediation payable	4,164	-	-	-	-
Deferred revenue	3,480,559	492	-	-	-
Advances from federal government	1,486	-	-	-	-
Revenue bonds/notes payable	4,718,395	1,904,816	1,110,729	-	1,648,925
Derivative instrument liability	116,571	17,585	-	-	-
Other noncurrent liabilities	-	-	1,096	-	5,141
Total long-term liabilities	8,321,175	1,922,893	1,111,825	-	1,654,066
Total liabilities	8,680,854	2,493,983	1,706,778	959	1,662,445
Net assets					
Invested in capital assets net of related debt	114,947	-	1,458	27	525
Restricted-nonexpendable					
Grants/constitutional restrictions	-	-	19,450	-	-
Future debt service	-	-	197,325	-	-
Total restricted-nonexpendable	-	-	216,775	-	-
Restricted-expendable					
Grants/constitutional restrictions	-	-	-	-	-
Future debt service	181,357	3,148	-	-	15,097
Pension fund distribution	-	-	-	2,370	-
Student aid	-	-	-	-	-
Auxiliary enterprises	-	-	-	-	-
Capital projects	-	-	-	-	-
Water pollution and drinking water projects	1,068,970	-	-	-	-
Other purposes	-	-	-	-	-
Total restricted-expendable	1,250,327	3,148	-	2,370	15,097
Unrestricted (deficit)	(2,817,063)	15,367	60,717	299,957	81,198
Total net assets	\$ (1,451,789)	\$ 18,515	\$ 278,950	\$ 302,354	\$ 96,820

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

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State Lottery Commission	Indiana Stadium and Convention Building Authority	Non-Major	IFA & ISCBA Elimination	Total Component Units
\$ 89,139	\$ 114,687	\$ 47,195	\$ -	\$ 2,038,965
-	-	-	-	924
21,687	8,633	5,172	(18,557)	376,091
-	-	-	-	418,365
450	-	189	-	639
3,998	-	388	-	4,386
-	9,125	154	-	68,389
-	-	-	-	17,395
115,274	132,445	53,098	(18,557)	2,925,154
119,253	-	9,104	-	703,297
-	-	-	-	4,745
-	-	-	(977,933)	4,299,272
-	-	-	-	479,168
-	-	439	-	45,318
-	-	-	-	1,859,834
-	-	-	-	50,000
-	648,834	628	-	1,990,704
-	116,571	-	(116,571)	134,293
-	-	100	-	100
-	-	-	-	6,696
-	-	150,986	-	236,871
-	-	52,515	-	317,767
-	276,490	1,301	-	475,257
6,594	-	136,121	-	1,384,583
(5,163)	-	(115,546)	-	(537,207)
1,431	276,490	225,377	-	1,877,271
120,684	1,041,895	235,648	(1,094,504)	11,450,698
235,958	1,174,340	288,746	(1,113,061)	14,375,852
23,836	10,131	2,297	-	60,117
-	-	22,173	-	22,173
-	9,433	299	(9,432)	136,707
-	9,125	1,535	(9,125)	951,877
-	-	-	-	307,475
36,809	-	-	-	37,014
64,196	-	-	-	64,196
-	-	144	-	144
442	-	9,018	-	73,993
-	-	230	-	230
-	-	-	-	924
-	-	-	-	30,285
1,872	-	1,480	-	24,388
127,155	28,689	37,176	(18,557)	1,709,523
-	-	195	-	195
103,803	-	-	-	103,803
-	-	-	-	4,164
-	-	4,957	-	3,486,008
-	-	-	-	1,486
-	977,933	12,819	(977,933)	9,395,684
-	116,571	-	(116,571)	134,156
-	-	-	-	6,237
103,803	1,094,504	17,971	(1,094,504)	13,131,733
230,958	1,123,193	55,147	(1,113,061)	14,841,256
1,432	-	210,564	-	328,953
-	-	235	-	19,685
-	-	-	-	197,325
-	-	235	-	217,010
-	-	130	-	130
-	-	4,118	-	203,720
-	-	-	-	2,370
-	-	306	-	306
-	-	60	-	60
-	51,147	4,164	-	55,311
-	-	-	-	1,068,970
-	-	1,699	-	1,699
-	51,147	10,477	-	1,332,566
3,568	-	12,323	-	(2,343,933)
\$ 5,000	\$ 51,147	\$ 233,599	\$ -	\$ (465,404)

**State of Indiana
Combining Statement of Activities
Discretely Presented Component Units -
Proprietary Funds
For the Fiscal Year Ended June 30, 2010**
(amounts expressed in thousands)

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Indiana Finance Authority	Indiana Bond Bank	Indiana Housing and Community Development Authority
Indiana Finance Authority (IFA)	\$ 379,763	\$ 387,847	\$ 136,510	\$ -	\$ 144,594	\$ -	\$ -
Indiana Bond Bank	106,570	936	106,170	-	-	536	-
Indiana Housing and Community Development Authority	431,146	71,465	357,883	-	-	-	(1,798)
Board for Depositories	8,665	-	2,796	-	-	-	-
Secondary Market for Educational Loans	30,207	-	41,398	-	-	-	-
State Lottery Commission	746,531	740,516	-	-	-	-	-
Indiana Stadium and Convention Building Authority (ISCBA)	42,180	-	39,484	16,578	-	-	-
Non-Major Proprietary	156,354	125,942	2,411	113	-	-	-
IFA & ISCBA Interfund Eliminations	(51,354)	(46,907)	(4,447)	-	-	-	-
Total component units	\$ 1,850,062	\$ 1,279,799	\$ 682,205	\$ 16,691	144,594	536	(1,798)
General revenues:							
Investment earnings					33,012	391	24,487
Payments from State of Indiana					-	-	-
Other					-	-	-
Total general revenues					33,012	391	24,487
Change in net assets					177,606	927	22,689
Net assets - beginning, as restated					(1,629,395)	17,588	256,261
Net assets - ending					\$ (1,451,789)	\$ 18,515	\$ 278,950

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

**State of Indiana
Combining Statement of Activities
Discretely Presented Component Units -
Proprietary Funds
For the Fiscal Year Ended June 30, 2010**
(amounts expressed in thousands)

	Net (Expense) Revenue and Changes in Net Assets						
	Board for Depositories	Secondary Market for Education Loans	State Lottery Commission	Indiana Stadium and Convention Building Authority	Non-Major	IFA & ISCBA Interfund Eliminations	Net (Expense) Revenue
Indiana Finance Authority (IFA)	\$ -	-	-	-	-	-	\$ 144,594
Indiana Bond Bank	-	-	-	-	-	-	536
Indiana Housing and Community Development Authority	-	-	-	-	-	-	(1,798)
Board for Depositories	(5,869)	-	-	-	-	-	(5,869)
Secondary Market for Educational Loans	-	11,191	-	-	-	-	11,191
State Lottery Commission	-	-	(6,015)	-	-	-	(6,015)
Indiana Stadium and Convention Building Authority (ISCBA)	-	-	-	13,882	-	-	13,882
Non-Major Proprietary	-	-	-	-	(27,888)	-	(27,888)
IFA and ISCBA Interfund Eliminations	-	-	-	-	-	-	-
Total component units	(5,869)	11,191	(6,015)	13,882	(27,888)	-	128,633
General revenues:							
Investment earnings	-	-	6,015	-	567	-	64,472
Payments from State of Indiana	-	-	-	-	10,836	-	10,836
Other	-	-	-	-	1,014	-	1,014
Total general revenues	-	-	6,015	-	12,417	-	76,322
Change in net assets	(5,869)	11,191	-	13,882	(15,471)	-	204,955
Net assets - beginning, as restated	308,223	85,629	5,000	37,265	249,070	-	(670,359)
Net assets - ending	\$ 302,354	\$ 96,820	\$ 5,000	\$ 51,147	\$ 233,599	\$ -	\$ (465,404)

State of Indiana
Combining Statement of Net Assets
Discretely Presented Component Units -
Colleges and Universities
June 30, 2010
(amounts expressed in thousands)

	Indiana University	Purdue University	Non-Major Colleges and Universities	Totals
Assets				
Current assets:				
Cash, cash equivalents and investments	\$ 871,561	\$ 507,339	\$ 365,125	\$ 1,744,025
Securities lending collateral	147,855	169,831	-	317,686
Receivables (net)	123,372	146,418	126,425	396,215
Inventory	13,021	-	5,425	18,446
Prepaid expenses	-	-	26,410	26,410
Due from primary government	1,914	15	5,146	7,075
Funds held in trust by others	-	-	98,306	98,306
Other current assets	34,265	20,225	1,907	56,397
Total current assets	1,191,988	843,828	628,744	2,664,560
Noncurrent assets:				
Cash, cash equivalents and investments - restricted	-	1,751,105	43,895	1,795,000
Other receivables	254,268	75,265	36,857	366,390
Investments - unrestricted	2,080,881	670,251	726,075	3,477,207
Bond issuance costs net of amortization	-	-	209	209
Deferred outflow - derivative instrument	-	-	81	81
Other postemployment benefits	-	-	12,766	12,766
Other noncurrent assets	-	34,407	29,519	63,926
Capital assets:				
Land	53,183	23,634	122,509	199,326
Infrastructure	155,243	63,694	78,742	297,679
Construction in progress	168,155	205,053	207,103	580,311
Property, plant, and equipment	3,654,656	2,856,103	2,129,053	8,639,812
Less accumulated depreciation	(1,668,761)	(1,302,281)	(899,461)	(3,870,503)
Total capital assets, net of depreciation	2,362,476	1,846,203	1,637,946	5,846,625
Total noncurrent assets	4,697,625	4,377,231	2,487,348	11,562,204
Total assets	5,889,613	5,221,059	3,116,092	14,226,764
Liabilities				
Current liabilities:				
Accounts payable	171,038	75,258	81,279	327,575
Claim payable	-	26,333	-	26,333
Interest payable	24,746	13,174	2,262	40,182
Current portion of long-term debt	60,848	178,778	49,483	289,109
Capital lease payable	1,149	-	261	1,410
Salaries, health, disability, and benefits payable	-	5,172	15,555	20,727
Deferred revenue	151,319	38,202	32,884	222,405
Accrued liability for compensated absences	42,608	25,213	16,665	84,486
Securities lending collateral	147,855	169,831	-	317,686
Deposits held in custody for others	-	22,782	22,250	45,032
Other current liabilities	-	-	13,908	13,908
Total current liabilities	599,563	554,743	234,547	1,388,853
Long-term liabilities:				
Accrued liability for compensated absences	21,415	32,782	17,249	71,446
Other postemployment benefits	13,903	18,646	9,429	41,978
Deferred revenue	62,874	-	-	62,874
Capital lease payable	2,600	-	1,223	3,823
Funds held in trust for others	88,625	50,777	23,212	162,614
Advances from federal government	-	19,970	8,937	28,907
Revenue bonds/notes payable	882,731	744,518	791,819	2,419,068
Derivative instrument liability	-	-	81	81
Other noncurrent liabilities	54,768	7,917	27,798	90,483
Total long-term liabilities	1,126,916	874,610	879,748	2,881,274
Total liabilities	1,726,479	1,429,353	1,114,295	4,270,127
Net assets				
Invested in capital assets net of related debt	1,555,422	984,844	882,806	3,423,072
Restricted-nonexpendable				
Permanent funds	19,399	-	-	19,399
Capital projects	-	-	1,939	1,939
Instruction and research	-	225,154	2,811	227,965
Student aid	-	180,470	34,878	215,348
Other purposes	-	25,061	4,834	29,895
Total restricted-nonexpendable	19,399	430,685	44,462	494,546
Restricted-expendable				
Instruction and research	114,316	297,064	90,899	502,279
Grants/constitutional restrictions	-	-	14,181	14,181
Endowments	-	316,562	39,664	356,226
Future debt service	6,300	-	4,831	11,131
Public safety programs	-	-	7,013	7,013
Student aid	25,067	518,572	110,514	654,153
Auxiliary enterprises	-	2,640	3,548	6,188
Capital projects	10,115	50,770	112,884	173,769
Other purposes	-	80,518	20,222	100,740
Total restricted-expendable	155,798	1,266,126	403,756	1,825,680
Unrestricted (deficit)	2,432,515	1,110,051	670,773	4,213,339
Total net assets	\$ 4,163,134	\$ 3,791,706	\$ 2,001,797	\$ 9,956,637

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

**State of Indiana
Combining Statement of Activities
Discretely Presented Component Units -
Colleges and Universities
For the Year Ended June 30, 2010**
(amounts expressed in thousands)

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Indiana University	Purdue University	Non-Major Colleges and Universities	Net (Expense) Revenue
Indiana University	\$ 2,641,019	\$ 1,492,891	\$ 677,625	\$ 20,328	\$ (450,175)	\$ -	\$ -	\$ (450,175)
Purdue University	1,820,009	914,213	384,286	46,428	-	(475,082)	-	(475,082)
Non-Major Colleges and Universities	1,455,113	567,022	128,626	20,611	-	-	(738,854)	(738,854)
Total component units	\$ 5,916,141	\$ 2,974,126	\$ 1,190,537	\$ 87,367	(450,175)	(475,082)	(738,854)	(1,664,111)
General revenues:								
Investment earnings					219,024	295,738	47,265	562,027
Payments from State of Indiana					549,755	387,561	509,308	1,446,624
Other					108,851	112,376	345,057	566,284
Total general revenues					877,630	795,675	901,630	2,574,935
Change in net assets					427,455	320,593	162,776	910,824
Net assets - beginning, as restated					3,735,679	3,471,113	1,839,021	9,045,813
Net assets - ending					\$ 4,163,134	\$ 3,791,706	\$ 2,001,797	\$ 9,956,637

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

