



STATE OF INDIANA

OFFICE OF THE TREASURER

RICHARD MOURDOCK

317-232-6386

WWW.IN.GOV/TOS

Fiscal Year 2011

July 1, 2010—June 30, 2011



STATE OF INDIANA
OFFICE OF THE TREASURER
INDIANAPOLIS
46204

RICHARD E. MOURDOCK
TREASURER OF STATE

October 26, 2011

The Honorable Mitchell E. Daniels, Jr.
Governor of the State of Indiana
Statehouse, Room 206
Indianapolis, Indiana 46204

Dear Governor Daniels:

In accordance with Indiana Code Section 4-8.1-2-14, I hereby submit the Annual Financial Report of the Office of the Treasurer of State for the State of Indiana.

The following information is a summary of the business transactions for Indiana's General Fund and all other funds managed by this office for the Fiscal Year, July 1, 2010 to June 30, 2011.

Sincerely,

A handwritten signature in black ink, appearing to read "Richard E. Mourdock", written over the word "Sincerely".

Richard E. Mourdock
Indiana Treasurer of State

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Dear Fellow Hoosiers:

Fiscal Year 2011 marked a time of sluggish national economic growth, high unemployment, and renewed concerns that the economy was, once again, falling into recession. However, despite historically low interest rates, through sound and prudent investing, the State of Indiana still achieved over \$232 million in interest on its overall portfolio.

In addition, I am pleased to report that Fiscal Year 2011 was a successful year for the Indiana Bond Bank (IBB), Indiana Educational Savings Authority (IESA), Indiana Wireless Enhanced 911 Advisory Board (Wireless Board), and the Indiana Board for Depositories (BFD). As Treasurer of State, I am responsible for the oversight of the day-to-day functions of these entities.

The IBB issued nearly \$525 million in short-term and long-term debt on behalf of local government entities through their Advance Funding Program, the Hoosier Equipment Lease Purchase (HELP), and Special Program Bonds, which provided savings to local taxpayers throughout the State of Indiana.

Widely recognized as having one of the nation's best 529 plans, the IESA saw enormous growth in college savings via the state's CollegeChoice 529 plans. As of June 30, 2011, the plans had 193,877 accounts and assets totaling over \$1.6 billion. Assets invested in the state's 529 plan increased 38% from Fiscal Year 2010.

The Wireless Board continues to make Indiana a national leader in providing emergency services to its wireless users. In May 2011 the 11 millionth wireless 911 call was made in Indiana and in June 2011 a verbal agreement was reached with AT&T to extend enhanced 911 services to include all 92 Indiana counties.

Finally, Indiana's local government investment pool, TrustINDiana, continued to gain assets and succeed in its goal of assisting local governments safely maximize the yield on their investments. TrustINDiana ended the fiscal year with over \$819,704,159.74 in assets.

I am proud of the endeavors of my staff to protect and grow our funds during these difficult economic times. I continue to be reminded daily that every dollar my office earns in interest income for the state is one less dollar that taxpayers will have to pay in taxes to fund government services.

Respectfully,

Richard E. Mourdock
Treasurer of State

History of the Indiana State Treasurer's Office

The Treasurer of State's Office was created by the first state constitution in 1816. David Crosby Lane became the first State Treasurer in November 1816 in Corydon, the State's first capitol. The state capitol was later moved to Indianapolis, and in 1888, Julius A. Lemke was the first Treasurer to occupy offices in the current Statehouse. In 1970, the Treasurer's term was extended from two years to four years, with no person eligible to serve more than eight years, (two successive terms), in any twelve year period.

When created in 1816, the Treasurer of State's Office was responsible for collecting all public revenue through the county treasurers. The Treasurer was to keep correct and separate account of all monies received and paid out by the state. In 1933, the Department of Revenue was created and designated as the agency responsible for the collecting of all state taxes.

Since 1933, the primary responsibility of the Treasurer of State's Office has been the investing and safekeeping of all state monies. Today, the Treasurer of State's Office manages an investment portfolio of over \$6 billion comprised of receipts from the state general fund and over 84 trust funds/dedicated funds. As part of the investment program, the Treasurer maintains deposits in the form of certificates of deposit and repurchase agreements in 200 banks, savings and loans, and credit unions across Indiana.

The Treasurer has day-to-day authority over the operations of the following boards and quasi-governmental entities: Chairman of the Indiana Bond Bank, Chairman of the Indiana Education Savings Authority, Chairman of the Indiana Wireless Enhanced 911 Advisory Board, Trustee of the Indiana State Police Pension Fund, and the Secretary/Investment Manager of the Indiana Board for Depositories. In addition, the Treasurer serves as Vice Chairman of the Indiana Housing and Community Development Authority and a member of the following boards and commissions: Indiana Arts Commission Cultural Trust Administrative Board, Indiana Deferred Compensation Committee, Indiana Board of Finance, Grain Indemnity Corporation, Indiana Business Community Credit Corporation, Indiana Finance Authority, Indiana Heritage Trust Committee, and the Underground Storage Tank Financial Assurance Board. Finally, the Treasurer serves as the administrator for the state's local government investment pool.

Richard E. Mourdock took office as the 53rd State Treasurer on February 10, 2007, and was re-elected to a second term in 2010.

Indiana's State Treasurers

Daniel Crosby Lane	D-R	1816-1822
Samuel Merrill	R-W	1822-1834
Nathan B. Palmer	D	1834-1841
George H. Dunn	W	1841-1844
Royal Mayhew	D	1844-1847
Samuel Hannah	W	1847-1850
James P. Drake	D	1850-1853
Elijah Newland	D	1853-1855
William R. Nofsinger	R	1855-1857
Aquilla Jones	D	1857-1859
Nathaniel F. Cunningham	D	1859-1861
Jonathan S. Harvey	R	1861-1863
Matthew L. Brett	D	1863-1865
John I. Morrison	R	1865-1867
Nathan Kimball	R	1867-1871
James B. Ryan	D	1871-1873
John B. Glover	R	1873-1875
Benjamin C. Shaw	D	1875-1879
William Fleming	D	1879-1881
Roswel S. Hill	R	1881-1883
John J. Cooper	D	1883-1887
Julius A. Lemcke	R	1887-1891
Albert Gall	D	1891-1895
Frederick J. Scholz	R	1895-1899
Leopold Levy	R	1899-1903
Nathaniel U. Hill	R	1903-1907
Oscar C. Hadley	R	1907-1911
William H. Vollmer	D	1911-1915
George A. Bittler	D	1915-1917
Uz McMurtrie	R	1917-1921
Ora J. Davies	R	1921-1925
Bernhardt H. Urbahns	R	1925-1926
Grace Urbahns	R	1926-1931
William Storen	D	1931-1935
Peter F. Hein	D	1935-1939
Joseph M. Robertson	D	1939-1941
James M. Givens	R	1941-1945
Frank T. Mills	R	1945-1949
F. Shirley Wilcox	D	1949-1951
William L. Fortune	R	1951-1953
John Peters	R	1953-1957
Adolph L. Fossler	R	1957-1959
Jack A. Haymaker	D	1959-1961
Robert E. Hughes	R	1961-1965
Jack L. New	D	1965-1967
John K. Snyder	R	1967-1971
Jack L. New	D	1971-1979
Julian L. Ridlen	R	1979-1987
Marjorie H. O'Laughlin	R	1987-1995
Joyce Brinkman	R	1995-1999
Tim Berry	R	1999-2007
Marjorie H. O'Laughlin	R	2007
Richard E. Mourdock	R	2007-

Treasurer of State Staff

Treasurer of State Richard E. Mourdock

Statehouse Staff

Richard M. Bramer
Chief of Staff & General Counsel

Michael Frick
Deputy Treasurer & Portfolio Manager

Vicki Pool
Chief Accountant

Ian Slatter
Director, Communications & Special Projects

Kelly Mitchell
Director, Local Government Investment Pool

Alicia Crabtree
Scheduler & Administrative Assistant

Anne Wolf
Administrator, State Police Pension Fund

Indiana Government Center South Staff

Kimberly Logan
Deputy Treasurer

Linda Bischoff
Head Cashier

Laura Whyde
Cashier

Karie Riley
Cashier

Christina Thomas
Document Supervisor

Indiana Board for Depositories

Public Deposit Insurance Fund

The Public Deposit Insurance Fund (PDIF) was created in 1937 to insure the deposits of public monies in Indiana's banks, similar to the way the FDIC insures individual depositor's accounts. PDIF funds are managed and invested by Treasurer Mourdock in his capacity as the Secretary-Investment Manager for the Indiana Board for Depositories (IBD). Treasurer Mourdock staffs, administers, manages, and directs the affairs and activities of the IBD in accordance with the policies set out by the IBD.

The purpose of the IBD is to insure the safekeeping and prompt payment of all public funds deposited in any approved depository through the prudent management of the PDIF. The IBD is separate from the state in its corporate and sovereign capacity.

The PDIF is funded by assessments payable by every depository that has public funds. The IBD may waive this assessment if, in its discretion, it determines the assets of the fund are equal to the reserve for losses. The IBD has waived this assessment since 1985. The IBD has the authority to invest, reinvest, and exchange investments of the PDIF in excess of the cash balance in certain securities set out in the Indiana Code 5-13-12.

As a further safeguard against the loss of public funds due to bank failure, the IBD requires some depositories to provide collateral to secure public funds held at their institution. The required collateral is 0% for those depositories deemed to bring very little risk, to 50% for those depositories deemed to bring a moderate amount of risk, and 100% for those depositories deemed to bring the greatest risk. The health of each depository is evaluated quarterly.

As of June 30, 2011, there are 184 financial institutions which have been designated as approved depositories in Indiana and able to accept public fund deposits. At the end of Fiscal Year 2011, the assets of the PDIF totaled \$305,497,814.95 and an actuarial study done in 2008 found that the current balance at the time was large enough for the PDIF to be deemed actuarially sound.

Indiana Board for Depositories

Governor Mitchell E. Daniels, Jr.
Chairman

Auditor of State Tim Berry
Vice Chairman

Treasurer of State Richard Mourdock
Secretary & Investment Manager

Bruce A. Hartman
State Board of Accounts

Richard J. Rice
Department of Financial Institutions

Gordon Wells
Owen County State Bank

PR Sweeney
Old National Bancorp (ret.)

Michael C. Marhenke
Grabill Bank

Christopher J. Murphy III
First Source Bank

Board for Depositories Staff

Patrick Hastings
Network Director

Tarran Day
Office Manager

Indiana Board for Depositories
One North Capitol Avenue, Suite 444
Indianapolis, Indiana 46204-2026
(317) 232-5257
www.in.gov/deposit

Indiana Bond Bank

In keeping with Treasurer Mourdock's commitment to increasing the usage of the Indiana Bond Bank (IBB), it was a busy and successful year of providing tax savings for Indiana's local governmental units. In Fiscal Year 2011, the IBB issued \$524,264,923 in short-term and long-term debt on behalf of local government entities.

Created by the General Assembly in 1984, the IBB services local units of government with their short-term and long-term financing needs. The primary purpose of the IBB is to assist local government entities in the process of issuing debt by operating as a financing conduit. The IBB purchases bonds and warrants of various communities, and issues its own obligation in the financial markets. The conduit process allows local communities to take advantage of economies of scale by obtaining lower costs of borrowing and therefore saving taxpayer dollars.

The 2011 Advance Funding Program (AFP) purchased the tax-anticipation warrants of 84 taxing districts in the State of Indiana totaling nearly \$162,350,000. The consistently active size of the AFP is due in part to competitive interest rates, standardized documentation, cash-flow projection assistance, and arbitrage rebate assistance. Entities received a competitive all-inclusive rate of 1.31%.

Additionally, the IBB issued 2011 midyear notes in the amount of \$18,565,000. The Mid-Year Program is for entities that need funding for the second half of the year. 18 entities received rates from 2.17% to 4.0%.

The Hoosier Equipment Lease Purchase (HELP) program allows local communities to acquire equipment at cash prices and utilize tax-exempt interest rates. In 2010, 14 communities were assisted through the HELP program totaling approximately \$5.5 million. Items financed included: computers, police vehicles, phone systems, fire trucks, and other essential equipment.

The IBB issued Qualified School Construction Bonds (QSCBs) in the amount of \$57,020,000, to benefit 28 Indiana school corporations. The bonds were sold with an interest rate equal to or less than the qualified tax credit rate. As a result, the IRS will pay the interest on the bonds.

The Common School Fund (CSF) was replenished in fiscal year 2011 with the issuance of \$54,120,000 of bonds, which is administered by the Department of Education and offers low interest construction and technology loans for qualifying school corporations.

Indiana Bond Bank Board of Directors

Treasurer of State Richard Mourdock
Chairman

William S. Konyha
Vice Chairman
Wabash County Economic
Development Corp.

Kendra York
Indiana Finance Authority

Patrick F. Carr
Golden Rule Insurance

Philip C. Belt
VMS Biomarketing

J. Scott Davison
OneAmerica Financial Partners

Marni McKinney
First Indiana Bank

Indiana Bond Bank Staff

Lisa Cottingham
Executive Director

Ron Mangus
Deputy Director

Cindy Burres
Office Manager/Leasing Coordinator

Indiana Bond Bank
10 West Market Street, Suite 2980
Indianapolis, Indiana 46204
Phone: (317) 233-0888
Website: www.in.gov/bond

INDIANA BOND BANK
Advance Funding Program, Series A

Fiscal Year	2006	2007	2008	2009	2010	2011
Number Of Participants	110	114	110	122	120	84
Dollar Amount Issued	\$296,440,000	\$459,335,000	\$518,585,000	\$357,445,000	\$297,420,000	\$162,350,000

Indiana Education Savings Authority

The IESA was created by the Indiana General Assembly to promote programs that encourage saving for educational expenses. In 1997, the IESA created an IRS 529 Qualified Tuition Plan to give families a convenient, tax advantaged way to invest for their student's post high school educational expenses.

In his role as Chairman of the Indiana Education Savings Authority Board (IESA), Treasurer Mourdock has been a leader in enhancing the state's CollegeChoice 529 Savings Plans. In 2009, the CollegeChoice 529 Direct Plan was named one of the "Top 5 Best" plans in the country by Morningstar, a leading investment research firm. Due to his leadership, and the most advantageous tax benefit in the nation, the plans have grown to over 193,000 accounts with assets totaling over \$1.6 billion.

Treasurer Mourdock's main objective for the CollegeChoice 529 Savings Plans is to provide an opportunity for *all* Hoosiers to begin saving for college. To assist in this endeavor, the IESA Board partners with UPromise Investments, LLC as program manager for the CollegeChoice 529 Direct Savings Plan and the CollegeChoice Advisor 529 Savings Plan and has added College Savings Bank as program manager for our new Certificate of Deposit products.

The IESA is proud to announce that in April 2011 CollegeChoice began offering the "College Choice CD" family of products. These are FDIC insured certificates of deposit with varying terms and rates. In addition, we continue to offer a number of investment opportunities that include age-based options and individual portfolios in both the direct and advisor platforms. Along with investment options, the plans have some of the nation's lowest fees to ensure affordability as well as enhanced client services on the website.

Treasurer Mourdock also recognizes the role financial literacy and college preparedness plays in all aspects of saving. In this effort, the CollegeChoice Plans have partnered with Money Smart Week Indiana and Learn More Indiana, along with other organizations to help provide education and information on fiscal responsibility and planning, as well as preparing and paying for college.

Indiana Education Savings Authority

**Treasurer of State
Richard Mourdock**
Chairman

Teresa Lubbers
Vice Chairman
Commissioner for Higher Education

Dr. Tony Bennett
Superintendent of Public Instruction
Secretary

Chris Ruhl
Office of Management & Budget

Martha Lamkin
Lumina Foundation, (ret.)

Cyndi Walsh
National Bank & Trust

Dick Buchanan
STAR Financial Bank

Bernard Franklin
National Collegiate Athletic Association

IESA Staff

Jodi Golden
Executive Director

Indiana Education Savings Authority
One North Capitol Avenue, Suite 444
Indianapolis, Indiana 46204-2026
Phone: 317-232-5259
Website: www.in.gov/iesa

Indiana Wireless Enhanced 9-1-1 Advisory Board

The Indiana Wireless Enhanced 911 Advisory Board (Wireless Board) was established by the Indiana General Assembly in 1998 in response to a Federal Communications Commission (FCC) order mandating the availability of wireless enhanced emergency 9-1-1(E9-1-1) service.

Treasurer Mourdock serves as Chairman of the Wireless Board, which is comprised of three representatives from the wireless telephone industry and three representatives from local government public safety answering points (PSAPs). The Wireless Board is responsible for the oversight of wireless E9-1-1 and routing wireless 9-1-1 calls to the proper PSAP. All 92 counties in Indiana are Phase II compliant and receive wireless E9-1-1 calls.

In compliance with the FCC order and Indiana statute, the Wireless Board also ensures that local governments recover costs associated with the provision of wireless E9-1-1 service. Wireless subscribers pay fifty cents per month on their bill for a 9-1-1 fee while prepaid customers pay twenty-five cents at the point of sale. Revenue collected by the board is distributed monthly to each county for Wireless E9-1-1. In FY 2011, the Wireless Board distributed over \$23 million dollars to local units of government.

Indiana leads the nation with the largest Internet Protocol network for public safety. The board's network operator INdigital Telecom is recognized as a leading authority in Next Generation 9-1-1 technology. The scalable, reliable, redundant network has delivered over 11 million wireless calls to PSAPs across Indiana. The network has been extended into some counties in bordering states to enable the transfer of full call voice and data across state lines.

The Wireless Board continues to work with both state and local officials to identify a stable and reliable funding solution to help support local PSAPs as well as the statewide network. The Wireless Board recognizes that the wireless telecommunications industry is a fast paced, ever changing technology that demands the utmost performance from the network.

The Wireless Board completed a comprehensive network upgrade with funding made available through the National 9-1-1 office. The new technology contained in the upgrade enable the network to receive and transmit communication technologies in NG9-1-1. The Wireless Board facilitated the migration of many counties for landline 9-1-1 calls to the board's network. This migration expands the redundancy and capabilities of those PSAPs across a wider region of the state.

Indiana Wireless Enhanced 911 Advisory Board

**Treasurer of State
Richard Mourdock**
Chairman

Brad Meixell
Clark County 911

Terri Conwell
White County 911

Greg Hohlier
AT&T

Keith Galey
Cincinnati Bell Wireless

Cory Kihlstrom
Verizon Wireless

Ed Reuter
Bartholomew County 911

Indiana Wireless Enhanced 911 Advisory Board Staff

Barry Ritter
Executive Director

**Indiana Enhanced Wireless
911 Board**
10 West Market Street, Suite 2980
Indianapolis, Indiana 46204-2982
Phone: 317-234-2507

TREASURER OF STATE

Fiscal Year 2011

Investment Summary

Schedule A - Cash Basis

<u>Fund Name</u>	<u>Average Daily Balance</u>	<u>Interest Collected</u>	<u>Yield</u>
<i>General Fund Designated:</i>			
Warrant Clearing/Savings Accounts	\$551,309,735	\$2,492,671	0.45%
Certificates of Deposit	\$156,431,248	\$ 858,485	0.55%
Money Market Mutual Funds/LGIP	\$475,363,836	\$ 638,413	0.13%
Government Securities	<u>\$1,512,114,331</u>	<u>\$4,002,011</u>	<u>0.26%</u>
<i>Total General Fund Designated</i>	<u>\$2,695,219,149</u>	<u>\$7,991,579</u>	<u>0.30%</u>
<i>Other General Accounts:</i>			
County Option Income Tax	\$ 69,856,426	\$810,730	1.16%
Economic Stabilization Fund	<u>\$ -</u>	<u>\$ 520</u>	<u>0.00%</u>
<i>Total Other General Accounts</i>	<u>\$ 69,856,426</u>	<u>\$811,250</u>	<u>1.16%</u>
<i>Trust Funds/Dedicated Funds:</i>			
I.U. Permanent Endowment	\$ 785,300	\$ 3,941	0.50%
Purdue Trust Fund	\$ 340,000	\$ 1,719	0.51%
Public Deposit Insurance Fund	\$ 246,202,050	\$ 2,140,670	0.87%
Common School Fund	\$ 156,009,122	\$ 980,572	0.63%
Agency for the Blind:			
- Restricted Donations	\$ 13,354	\$ 73	0.55%
*Indiana State Police Pension Trust	\$ 374,552,797	\$ 72,974,943	19.48%
Rural Rehabilitation Planning Fund	\$ 107,308	\$ 592	0.55%
Federal Revenue Sharing Fund	\$ 2,798,654	\$ 6,214	0.22%
Patient Compensation Fund	\$ 185,242,210	\$ 701,396	0.38%
Property Custody Fund	\$ 326,923	\$ 2,844	0.87%
Law Enforcement Training Board	\$ 20,000	\$ 91	0.46%
Indiana Historic Bureau -			
Governor's Portrait	\$ 59,346	\$ 253	0.43%
Tri-Centennial Fund	\$ 10,073	\$ 43	0.43%
Retirement Home Guaranty Fund	\$ 3,866,989	\$ 13,381	0.35%
Natural Resources - Reclamation			
Set Aside	\$ 5,682,284	\$ 14,622	0.26%
Hazardous Substance Emergency	\$ 3,996,900	\$ 7,959	0.20%
Natural Resources - Lifetime License	\$ 13,277,898	\$ 39,170	0.29%
Natural Resources Donations	\$ 1,046,154	\$ 4,436	0.42%
Residual Asbestos Injury Fund	\$ 750,000	\$ 3,211	0.43%

Bail Bond Enforcement	\$ 1,000,000	\$ 3,806	0.38%
Exxon Oil Overcharge Fund	\$ 1,943,225	\$ 7,504	0.39%
Political Subdivision Risk Mgmt	\$ 9,030,825	\$ 25,153	0.28%
Stripper Well Fuel Overcharge	\$ 7,992,195	\$ 17,067	0.21%
Mine Subsidence Fund	\$ 13,298,306	\$ 37,267	0.28%
Industrial Development Grant	\$ 1,152,825	\$ 7,015	0.61%
Post 1977 Abandoned Mine Reclamation	\$ 4,616,231	\$ 9,315	0.20%
Commerce Energy/Stripper Well	\$ 672,308	\$ 4,876	0.73%
Commerce Agricultural Loan Fund	\$ 150,000	\$ 618	0.41%
Recovery Real Estate	\$ 409,615	\$ 3,474	0.85%
Recovery Plumbers	\$ 300,000	\$ 1,285	0.43%
Recovery Auctioneers	\$ 200,000	\$ 856	0.43%
E/M - Petroleum Trust	\$ 2,499,218	\$ 3,562	0.14%
E/M - Excess Liability	\$ 38,489,535	\$ 64,358	0.17%
Robert Kraft Estate Gift Fund	\$ 1,596,538	\$ 7,192	0.45%
Industrial Training Fund	\$ 33,256,357	\$ 132,465	0.40%
State Library Historical Dept. Fund	\$ 100,000	\$ 462	0.46%
State Library Publications Fund	\$ 455,769	\$ 1,596	0.35%
Commerce STP Loans	\$ 500,000	\$ 2,781	0.56%
Indiana Strategic Development	\$ 76,923	\$ 738	0.96%
License Plate Escrow	\$ 750,000	\$ 3,211	0.43%
IPALCO Settlement	\$ 92,308	\$ 688	0.74%
Jeopardy Assessment Receipts	\$ 484,615	\$ 3,906	0.81%
Standard Library Card Program	\$ 152,308	\$ 656	0.43%
Historical Bureau Publication	\$ 80,769	\$ 349	0.43%
Heritage Trust Fund	\$ 3,995,506	\$ 8,892	0.22%
Darrach Genealogy	\$ 730,000	\$ 4,211	0.58%
HCFA Civil Penalties	\$ 5,323,880	\$ 25,880	0.49%
Producer-Premium Fund	\$ 13,908,889	\$ 76,655	0.55%
Retailer Bonding Fund	\$ 385,000	\$ 1,942	0.50%
Electronic/Enhanced Access Fund	\$ 165,385	\$ 1,153	0.70%
State Infrastructure Bank	\$ 6,406,830	\$ 13,492	0.21%
Veteran's Memorial Cemetery Trust	\$ 1,665,385	\$ 10,415	0.63%
Tobacco Master Settlement	\$ 35,285,126	\$ 48,939	0.14%
Arts Commission Trust Fund	\$ 1,954,500	\$ 9,672	0.49%
Tobacco Use Prevention	\$ 6,707,346	\$ 26,409	0.39%
Continental Steel Escrow	\$ 601,409	\$ 2,862	0.48%
Children's Trust	\$ 2,792,713	\$ 7,692	0.28%
Police/Fire Pension Distribution	\$ 2,156,264	\$ 9,662	0.45%
Title V	\$ 4,613,387	\$ 12,817	0.28%
Career College Student Assurance	\$ 526,923	\$ 3,949	0.75%
*Major Moves Construction Fund	\$ 2,103,255,926	\$ 113,253,548	5.38%
*Next Generation Trust Fund	\$ 590,477,148	\$ 32,197,172	5.45%
West Baden Springs Hotel Preservation	\$ 14,993,305	\$ 59,157	0.39%
Oil & Gas Environmental Fund	\$ 373,077	\$ 1,681	0.45%
Correction Drug Abuse	\$ 204,615	\$ 1,041	0.51%

Military Family Relief	\$ 1,153,846	\$ 10,324	0.89%
State Retiree Health Plan	\$ 81,543,844	\$ 333,440	0.41%
Title Insurance Enforcement Fund	\$ 350,000	\$ 1,595	0.46%
E85 Fueling Station Grant Fund	\$ 123,538	\$ 817	0.66%
Acid Mine Drainage Fund	\$ 4,398,171	\$ 13,675	0.31%
Project Guaranty Program	\$ 2,269,633	\$ 24,213	1.07%
Dana Corp Settlement	\$ 3,957,404	\$ 9,527	0.24%
Congressional Township School Principal	\$ 712,054	\$ 3,939	0.55%
Congressional Township School Interest	\$ 3,577	\$ 8	0.22%
Horse Racing Commission	\$ 500,000	\$ 2,781	0.56%
IN State Police Disability 20% Fund	\$ 646,154	\$ 5,238	0.81%
State Fair Commission	\$ 7,706,002	\$ 32,220	0.42%
Social Status Black Males Special Fund	\$ 52,692	\$ 237	0.45%
Chemtura/New Haven	\$ 115,385	-	0.00%
State Police 401H	\$ 1,717,840	\$ 3,476	0.20%
Veterans Affairs Trust Fund	\$ 922,078	-	0.00%
Ruth Lilly Endowment Fund	\$ 250,000	\$ 246	0.10%
<i>Total Trust Funds/Dedicated Funds</i>	<u>\$ 4,017,332,064</u>	<u>\$ 223,455,302</u>	<u>5.56%</u>
GRAND TOTAL	<u>\$ 6,782,407,640</u>	<u>\$ 232,258,131</u>	<u>3.42%</u>

TREASURER OF STATE
Fiscal Year 2011
Investment Summary
Schedule B - Accrual Basis

<u>Fund Name</u>	<u>Average Daily Balance</u>	<u>Interest Earned</u>	<u>Yield</u>
<i>General Fund Designated:</i>			
Warrant Clearing/Savings Accounts	\$ 551,309,735	\$ 2,488,515	0.45%
Certificates of Deposit	\$ 156,431,248	\$ 838,745	0.54%
Money Market Mutual Funds	\$ 475,363,836	\$ 667,601	0.14%
Government Securities	\$ 1,512,114,331	\$ 3,906,060	0.26%
<i>Total General Fund Designated</i>	<u>\$ 2,695,219,149</u>	<u>\$ 7,900,921</u>	<u>0.29%</u>
<i>Other General Accounts:</i>			
County Option Income Tax	\$ 69,856,426	\$ 753,714	1.08%
Economic Stabilization Fund	\$ -	\$ -	0.00%
<i>Total Other General Accounts</i>	<u>\$ 69,856,426</u>	<u>\$ 753,714</u>	<u>1.08%</u>
<i>Trust Funds/Dedicated Funds:</i>			
I.U. Permanent Endowment	\$ 785,300	\$ 2,965	0.38%
Purdue Trust Fund	\$ 340,000	\$ 1,359	0.40%
Public Deposit Insurance Fund	\$ 246,202,050	\$ 2,130,194	0.87%
Common School Fund	\$ 156,009,122	\$ 889,213	0.57%
Agency for the Blind:			
- Restricted Donations	\$ 13,354	\$ 69	0.52%
*Indiana State Police Pension Trust	\$ 374,552,797	\$ 72,922,962	19.47%
Rural Rehabilitation Planning Fund	\$ 107,308	\$ 431	0.40%
Federal Revenue Sharing Fund	\$ 2,798,654	\$ 6,171	0.22%
Patient Compensation Fund	\$ 185,242,210	\$ 575,919	0.31%
Property Custody Fund	\$ 326,923	\$ 1,455	0.45%
Law Enforce Training Board	\$ 20,000	\$ 114	0.57%
Indiana Historic Bureau -			
Governor's Portrait	\$ 59,346	\$ 241	0.41%
Tri-Centennial Fund	\$ 10,073	\$ 41	0.41%
Retirement Home Guaranty Fund	\$ 3,866,989	\$ 11,505	0.30%

Natural Resources - Reclamation

Set Aside	\$	5,682,284	\$	15,013	0.26%
Hazardous Substance Emergency	\$	3,996,900	\$	7,329	0.18%
Natural Resources - Lifetime License	\$	13,277,898	\$	23,727	0.18%
Natural Resources Donations	\$	1,046,154	\$	4,340	0.41%
Residual Asbestos Injury Fund	\$	750,000	\$	3,053	0.41%
Bail Bond Enforcement	\$	1,000,000	\$	2,396	0.24%
Exxon Oil Overcharge Fund	\$	1,943,225	\$	6,188	0.32%
Political Subdivision Risk Mgmt	\$	9,030,825	\$	20,404	0.23%
Stripper Well Fuel Overcharge	\$	7,992,195	\$	16,609	0.21%
Mine Subsidence Fund	\$	13,298,306	\$	28,199	0.21%
Industrial Development Grant	\$	1,152,825	\$	1,892	0.16%
Post 1977 Abandoned Mine					
Reclamation	\$	4,616,231	\$	7,784	0.17%
Commerce Energy/Stripper Well	\$	672,308	\$	4,571	0.68%
Commerce Agricultural Loan Fund	\$	150,000	\$	696	0.46%
Recovery Real Estate	\$	409,615	\$	3,100	0.76%
Recovery Plumbers	\$	300,000	\$	1,221	0.41%
Recovery Auctioneers	\$	200,000	\$	814	0.41%
E/M - Petroleum Trust	\$	2,499,218	\$	3,558	0.14%
E/M - Excess Liability	\$	38,489,535	\$	63,311	0.16%
Robert Kraft Estate Gift Fund	\$	1,596,538	\$	5,629	0.35%
Industrial Training Fund	\$	33,256,357	\$	84,618	0.25%
State Library Historical Dept. Fund	\$	100,000	\$	439	0.44%
State Library Publications Fund	\$	455,769	\$	1,170	0.26%
Commerce STP Loans	\$	500,000	\$	2,592	0.52%
Indiana Strategic Development	\$	76,923	\$	568	0.74%
License Plate Escrow	\$	750,000	\$	3,053	0.41%
IPALCO Settlement	\$	92,308	\$	661	0.72%
Jeopardy Assessment Receipts	\$	484,615	\$	3,523	0.73%
Standard Library Card Program	\$	152,308	\$	544	0.36%
Historical Bureau Publication	\$	80,769	\$	206	0.26%
Heritage Trust Fund	\$	3,995,506	\$	9,035	0.23%
Darrach Genealogy	\$	730,000	\$	3,982	0.55%
HCFA Civil Penalties	\$	5,323,880	\$	20,779	0.39%
Producer-Premium Fund	\$	13,908,889	\$	61,646	0.44%
Retailer Bonding Fund	\$	385,000	\$	1,744	0.45%
Electronic/Enhanced Access Fund	\$	165,385	\$	945	0.57%
State Infrastructure Bank	\$	6,406,830	\$	13,292	0.21%
Veteran's Memorial Cemetery Trust	\$	1,665,385	\$	8,622	0.52%
Tobacco Settlement	\$	35,285,126	\$	427,850	1.21%
Arts Commission Trust Fund	\$	1,954,500	\$	8,203	0.42%
Tobacco Use Prevention	\$	6,707,346	\$	16,785	0.25%
Continental Steel Escrow	\$	601,409	\$	1,966	0.33%

Children's Trust	\$ 2,792,713	\$ 6,426	0.23%
Police/Fire Pension Distribution	\$ 2,156,264	\$ 4,931	0.23%
Title V	\$ 4,613,387	\$ 8,700	0.19%
Career College Student Assurance	\$ 526,923	\$ 3,299	0.63%
*Major Moves Construction Fund	\$ 2,103,255,926	\$ 113,318,080	5.39%
*Next Generation Trust Fund	\$ 590,477,148	\$ 32,196,597	5.45%
West Baden Springs Hotel Preservation	\$ 14,993,305	\$ 44,763	0.30%
Oil & Gas Environmental Fund	\$ 373,077	\$ 1,606	0.43%
Correction Drug Abuse	\$ 204,615	\$ 1,023	0.50%
Military Family Relief	\$ 1,153,846	\$ 6,845	0.59%
State Retiree Health Plan	\$ 81,543,844	\$ 387,733	0.48%
Title Insurance Enforcement Fund	\$ 350,000	\$ 1,909	0.55%
E85 Fueling Station Grant Fund	\$ 123,538	\$ 567	0.46%
Acid Mine Drainage Fund	\$ 4,398,171	\$ 13,610	0.31%
Project Guaranty Program	\$ 2,269,633	\$ 15,335	0.68%
Dana Corp Settlement	\$ 3,957,404	\$ 8,386	0.21%
Congressional Township School Principal	\$ 712,054	\$ 3,891	0.55%
Congressional Township School Interest	\$ 3,577	\$ 8	0.22%
Horse Racing Commission	\$ 500,000	\$ 2,592	0.52%
IN State Police Disability 20% Fund	\$ 646,154	\$ 5,036	0.78%
State Fair Commission	\$ 7,706,002	\$ 31,142	0.40%
Social Status Black Males Special Fund	\$ 52,692	\$ 234	0.44%
Chemtura/New Haven	\$ 115,385	\$ 475	0.41%
State Police 401H	\$ 1,717,840	\$ 3,957	0.23%
Veterans Affairs Trust Fund	\$ 922,078	\$ 1,694	0.18%
Ruth Lilly Endowment Fund	\$ 250,000	\$ 382	0.15%
<i>Total Trust Funds/Dedicated Funds</i>	<u>\$ 4,017,332,064</u>	<u>\$ 223,503,913</u>	<u>5.56%</u>
GRAND TOTAL	<u>\$ 6,782,407,640</u>	<u>\$ 232,158,548</u>	<u>3.42%</u>

* Values calculated using Market Value

**INDIANA BOARD FOR DEPOSITORIES
BALANCE SHEET
June 30, 2011**

ASSETS:

Cash	\$ 968,688.78
Accounts Receivable	69.50
Interest Receivable	593,567.46
Investment-Housing Finance Authority Loan	4,970,000.00
Investments	248,944,962.51
Loan Receivable-State of Indiana	50,000,000.00
Prepaid Expense	4,380.22
Office Equipment, Net	1,529.47
Office Furniture, Net	673.20
Computer Equipment, Net	9,114.13
Computer Software, Net	4,829.68
Total Capital Assets, Net	<u>16,146.48</u>
Total Assets	<u>\$ 305,497,814.95</u>

LIABILITIES AND FUND BALANCE:

Accounts Payable	\$ 27,675.02
Accrued Expenses	3,492.14
Securities Purchased Payable	<u>5,000,520.83</u>
Total Liabilities	<u>5,031,687.99</u>
Fund Balance	<u>300,466,126.96</u>
Total Liabilities and Fund Balance	<u>\$ 305,497,814.95</u>

Indiana Bond Bank

Changes in Outstanding Debt Year end Summary for July 1, 2010 through June 30, 2011

<u>Program Name</u>	<u>New Debt Issued FYE 6/30/11</u>	<u>Debt Retired FYE 6/30/11</u>	<u>QEs Assisted New Debt FYE 6/30/11</u>
Advance Funding Program*	\$ 272,340,000	\$ 372,875,000	101
Common School Fund **	54,120,000	34,125,000	n/a
HELP Program	5,479,923	8,329,521	14
Not-For-Profit Water	0	1,750,000	0
School Severance Bonds	0	67,890,000	0
Special Program Bonds	0	56,010,000	0
Other Programs***	192,325,000	128,693,681	55
Total	\$ 524,264,923	\$ 669,673,202	170

* Does not include Interim Financing

** Qualified Entities are not administered by the IBB for this program

*** Includes YE Assistance Program & Sp Notes Payment (QEs listed under Adv. Funding)

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