

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

REVIEW REPORT
OF
TREASURER OF STATE
STATE OF INDIANA
July 1, 2010 to June 30, 2011



FILED
05/04/2012

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AGENCY OFFICIALS

Office

Official

Term

Treasurer of State

Richard Mourdock

02-10-07 to 12-31-14



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF TREASURER OF STATE

We have reviewed the activities related to the receipts, disbursements, and assets of the Treasurer of State for the period of July 1, 2010 to June 30, 2011. The Treasurer of State's management is responsible for the receipts, disbursements, and assets.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on the receipts, disbursements, and assets. Accordingly, we do not express such an opinion.

Financial transactions of this office are included in the scope of our audits of the State of Indiana as reflected in the Indiana Comprehensive Annual Financial Reports. Federal programs are included in the scope of our statewide single audits as reflected in the Statewide Single Audit Reports.

Based on our review, nothing came to our attention that caused us to believe that the activities related to the receipts, disbursements, and assets of the Treasurer of State are not in all material respects in conformity with the criteria set forth in the Accounting and Uniform Compliance Guidelines Manual for State Agencies, and applicable laws and regulations.

This report is intended solely for the information and use of the Treasurer of State's management, and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office reviewed.

STATE BOARD OF ACCOUNTS

March 12, 2012

TREASURER OF STATE
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND PRINCIPAL DUE
As of June 30, 2011

	Common School Fund	IU Permanent Endowment Fund	Purdue Trust Fund
Receipts:			
Fines/Penalties	\$ 6,373,113.70	\$ -	\$ -
Interest	-	3,941.33	1,718.88
Repayment of Loans	88,632,452.41	-	-
Sale of Investments	<u>578,175,833</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>673,181,399.40</u>	<u>3,941.33</u>	<u>1,718.88</u>
Disbursements:			
Investment Purchases	597,051,808.40	-	-
Loan Advances	68,507,598.14	-	-
Distributions	<u>-</u>	<u>4,686.06</u>	<u>2,347.61</u>
Total Disbursements	<u>665,559,406.54</u>	<u>4,686.06</u>	<u>2,347.61</u>
Total Receipts Over (Under) Disbursements	7,621,992.86	(744.73)	(628.73)
Transfers	-	-	-
Cash Balance, July 1, 2010	<u>(380,789.36)</u>	<u>4,686.06</u>	<u>2,347.61</u>
Cash Balance, June 30, 2011 (Note 2)	<u>\$ 7,241,203.50</u>	<u>\$ 3,941.33</u>	<u>\$ 1,718.88</u>
Investments, July 1, 2010	\$ 133,262,684.33	\$ 785,300.00	\$ 340,000.00
Purchase of Investments	597,051,808.40	-	-
Sale of Investments	<u>(578,175,833.29)</u>	<u>-</u>	<u>-</u>
Investments, June 30, 2011	<u>\$ 152,138,659.44</u>	<u>\$ 785,300.00</u>	<u>\$ 340,000.00</u>
Interest Received from Investments (Note 1)	<u>\$ 980,571.92</u>	<u>\$ 3,941.33</u>	<u>\$ 1,718.88</u>
Loans Outstanding July 1, 2010	\$ 412,758,095.93		
Loan Advances	68,507,598.14		
Repayment of Loans	<u>(88,632,452.41)</u>		
Loans Outstanding June 30, 2011	<u>\$ 392,633,241.66</u>		
Interest Received on Loans (Note 1)	<u>\$ 10,371,618.84</u>		

The accompanying notes are an integral part of this schedule.

TREASURER OF STATE
NOTES TO SCHEDULE
As of June 30, 2011

Note 1. Interest Earned on Common School Fund Loans and Investments

Interest earned on investments made from the Common School Fund was \$980,571.92. Interest earned on loans made to schools from the Common School Fund was \$10,371,618.84. A portion of this was collected as accrued interest from the Bond Bank. The Common School Fund Interest is deposited in the State's General Fund and annually appropriated for the support of common schools in accordance with Indiana Code 20-49-3-7.

Note 2. Cash

Cash represents the 'cash' account balances on the Auditor of State's accounting system which consists of funds pooled for the purchase of investments.

TREASURER OF STATE
SCHEDULE OF INVESTMENTS
As of June 30, 2011

Total investments for the Common School Fund, the Indiana University Permanent Endowment Fund, and the Purdue University Trust Fund.

<u>Description</u>	<u>Maturity Date</u>	<u>Original Cost</u>
Common School Fund		
Certificate of Deposit:		
Lake City Bank	07-13-11	\$ 1,000,000.00
1st Source Bank	07-13-11	1,000,000.00
Community First Bank	07-14-11	100,000.00
State Bank of Medora	07-14-11	100,000.00
Mainsource Bank	07-14-11	100,000.00
Bank of New York	07-29-11	19,998,033.33
Bank of New York	08-18-11	14,998,279.17
Bank of New York	10-12-11	29,986,583.33
Bank of New York	12-22-11	19,986,133.33
Bank of New York	02-04-13	10,000,000.00
Bank of New York	03-14-13	10,000,000.00
Bank of New York	07-19-13	5,024,793.61
Bank of New York	11-26-13	15,035,183.33
Bank of New York	06-30-14	5,028,000.00
Bank of New York	08-28-14	5,060,100.00
Bank of New York	06-29-15	5,035,965.28
Bank of New York	10-28-15	<u>9,685,588.06</u>
 Total Certificates of Deposit		 <u><u>\$ 152,138,659.44</u></u>
 Indiana University Permanent Endowment Fund		
Certificates of Deposit		<u><u>\$ 785,300.00</u></u>
 Purdue University Trust Fund		
Certificates of Deposit		<u><u>\$ 340,000.00</u></u>

TREASURER OF STATE
EXIT CONFERENCE

The contents of this report were discussed on May 1, 2012, with Mike Frick, Chief Deputy Director. Our report disclosed no material items that warrant comment at this time.