

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, 2012 to June 30, 2013



FILED
04/16/2014

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AGENCY OFFICIAL

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 TREASURER OF STATE

We have reviewed the Schedule of Receipts, Disbursements, and Principle Due, Schedule of Investments, and the activities related to the receipts, disbursements, and assets of the Treasurer of State for the period of July 1, 2012 to June 30, 2013. The Treasurer of State's management is responsible for the Schedule of Receipts, Disbursements, and Principle Due, Schedule of Investments, and the activities related to 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 Schedule of Receipts, Disbursements, and Principle Due, Schedule of Investments, and the activities related to the receipts, disbursements, and assets. Accordingly, we do not express such an opinion.

Financial transactions of the Treasurer of State 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 Schedule of Receipts, Disbursements, and Principle Due, Schedule of Investments, and the activities related to the receipts, disbursements, and assets of the Treasurer of State for the period of July 1, 2012 to June 30, 2013, are not presented, in all material respects, in conformity with the criteria set forth in the Accounting and Uniform Compliance Guidelines Manual for State and Quasi Agencies, and applicable laws and regulations.

This report is intended solely for the information and use of the Treasurer of State's management and others within the entity 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

February 4, 2014

TREASURER OF STATE
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND PRINCIPLE DUE
As of June 30, 2013

	Common School Fund	IU Permanent Endowment Fund	Purdue Trust Fund
	<u> </u>	<u> </u>	<u> </u>
Receipts:			
Fines/Penalties	\$ 5,254,705.81	\$ -	\$ -
Interest	-	2,798.94	1,203.22
Repayment of Loans	111,195,431.86	-	-
Sale of Investments	<u>282,133,469.63</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>398,583,607.30</u>	<u>2,798.94</u>	<u>1,203.22</u>
Disbursements:			
Investment Purchases	266,103,292.60	-	-
Loan Advances	51,432,653.26	-	-
Distributions	<u>-</u>	<u>3,275.36</u>	<u>890.99</u>
Total Disbursements	<u>317,535,945.86</u>	<u>3,275.36</u>	<u>890.99</u>
Total Receipts over (under) Disbursements	81,047,661.44	(476.42)	312.23
Transfers	-	-	-
Cash Balance, July 1, 2012	<u>5,144,813.01</u>	<u>3,275.36</u>	<u>890.99</u>
Cash Balance, June 30, 2013 (Note 2)	<u>\$ 86,192,474.45</u>	<u>\$ 2,798.94</u>	<u>\$ 1,203.22</u>
Investments, July 1, 2012:			
Purchase of Investments	\$ 140,934,995.89	\$ 785,300.00	\$ 340,000.00
Purchase of Investments	266,103,292.60	-	-
Sale of Investments	<u>(282,133,469.63)</u>	<u>-</u>	<u>-</u>
Investments, June 30, 2013	<u>\$ 124,904,818.86</u>	<u>\$ 785,300.00</u>	<u>\$ 340,000.00</u>
Interest Received from Investments (Note 1)	<u>\$ 275,402.73</u>	<u>\$ 2,798.94</u>	<u>\$ 1,203.22</u>
Loans Outstanding July 1, 2012:			
Loan Advances	\$ 411,637,206.97		
Loan Advances	51,432,653.26		
Repayment of Loans	<u>(111,195,431.86)</u>		
Loans Outstanding June 30, 2013	<u>\$ 351,874,428.37</u>		
Interest Received on Loans (Note 1)	<u>\$ 21,831,223.45</u>		

The accompanying notes are an integral part of this schedule.

TREASURER OF STATE
NOTES TO SCHEDULE
As of June 30, 2013

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

Interest earned on investments made from the Common School Fund was \$275,402.73. Interest earned on loans made to schools from the Common School Fund was \$21,831,223.45. A portion of this was collected as accrued interest from the Bond Bank. The Common School Fund Interest is deposited in 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 represent 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, 2013

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	10-09-13	\$ 1,000,000.00
1st Source Bank	10-09-13	1,000,000.00
State Bank of Medora	10-10-13	100,000.00
Mainsource Bank	10-10-13	100,000.00
Bank of New York	07-01-13	9,992,766.67
Bank of New York	08-01-13	9,995,277.78
Bank of New York	01-14-14	9,993,833.33
Bank of New York	07-30-13	9,999,361.11
Bank of New York	06-25-14	4,990,368.06
Bank of New York	08-14-17	5,041,186.10
Bank of New York	07-17-17	5,044,898.46
Bank of New York	09-27-16	5,000,000.00
Bank of New York	07-17-17	7,315,121.33
Bank of New York	04-30-14	9,998,753.10
Bank of New York	07-17-17	10,091,105.82
Bank of New York	07-03-17	10,106,183.64
Bank of New York	03-21-16	5,040,416.67
Bank of New York	03-19-14	9,998,757.90
Bank of New York	08-15-16	<u>10,096,788.89</u>
Total Certificates of Deposit		<u>\$ 124,904,818.86</u>
Indiana University Permanent Endowment Fund		
Certificates of Deposit		<u>\$ 785,300.00</u>
Purdue University Trust Fund		
Certificates of Deposit		<u>\$ 340,000.00</u>

TREASURER OF STATE
EXIT CONFERENCE

The contents of this report were discussed on March 18, 2014, with Mike Frick, Chief Deputy Treasurer. Our report disclosed no material items that warrant comment at this time.