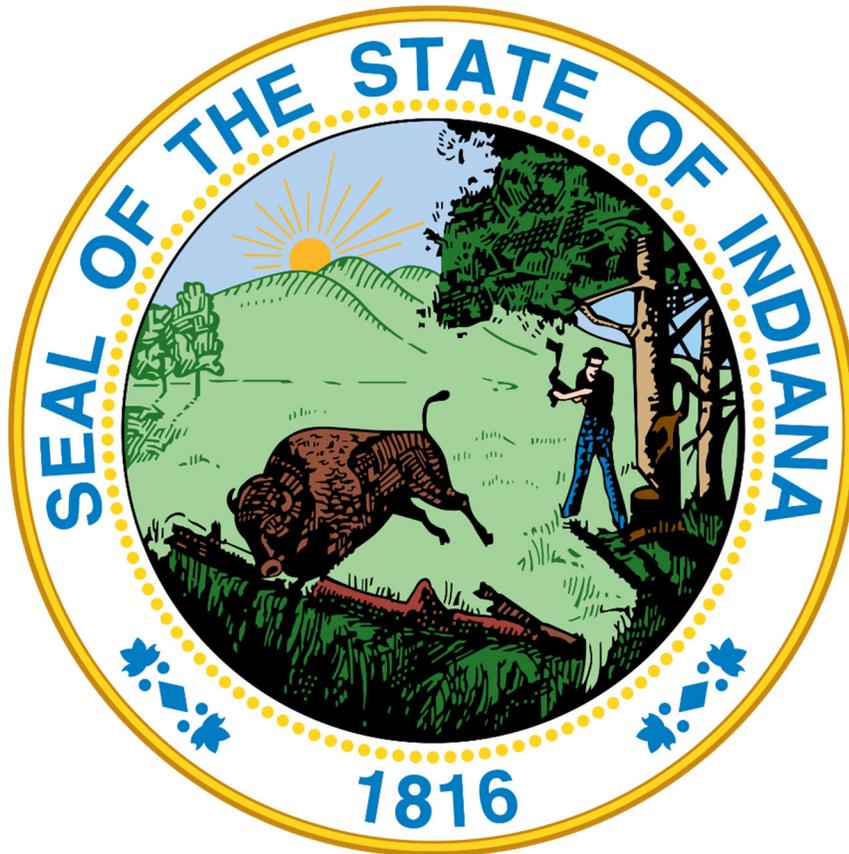


# BASIC FINANCIAL STATEMENTS



# **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

## 24 - State of Indiana - Comprehensive Annual Financial Report

**State of Indiana**  
**Statement of Net Position**  
**June 30, 2018**  
(amounts expressed in thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
Cash, cash equivalents and investments - unrestricted	\$ 6,666,727	\$ 77,401	\$ 6,744,128	\$ 5,545,162
Cash, cash equivalents and investments - restricted	506,450	600,840	1,107,290	8,176,903
Securities lending collateral	2,383,978	-	2,383,978	90,182
Receivables (net)	2,690,172	185,558	2,875,730	2,132,998
Due from primary government	-	-	-	28,666
Due from component unit	12,990	-	12,990	-
Inventory	3,279	694	3,973	14,352
Prepaid expenses	75,064	78	75,142	11,841
Loans	409,771	-	409,771	2,415,533
Investment in direct financing lease	-	-	-	2,077,008
OPEB assets	-	-	-	35,655
Other assets	4,312	28	4,340	284,608
Capital assets:				
Capital assets not being depreciated/amortized	15,630,562	34	15,630,596	2,605,535
Capital assets being depreciated/amortized	3,149,831	714	3,150,545	14,676,981
less accumulated depreciation/amortization	(1,989,250)	(554)	(1,989,804)	(6,728,717)
Total capital assets, net of depreciation/amortization	16,791,143	194	16,791,337	10,553,799
<b>Total assets</b>	<b>29,543,886</b>	<b>864,793</b>	<b>30,408,679</b>	<b>31,366,707</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Accumulated decrease in fair value of hedging derivatives	-	-	-	84,805
Debt refunding loss	-	-	-	92,244
Outflows of resources related to pensions	1,532,052	-	1,532,052	113,183
Swap termination	108	-	108	65,704
Outflows of resources related to OPEB	42,564	-	42,564	85,987
<b>Total deferred outflows of resources</b>	<b>1,574,724</b>	<b>-</b>	<b>1,574,724</b>	<b>441,923</b>
<b>LIABILITIES</b>				
Accounts payable	1,441,960	54,423	1,496,383	491,259
Interest payable	-	-	-	104,977
Tax refunds payable	74,930	-	74,930	-
Payables to other governments	202,751	-	202,751	-
Due to component unit	28,666	-	28,666	-
Due to primary government	-	-	-	12,990
Unearned revenue	333	4,607	4,940	487,250
Advances from federal government	-	-	-	23,163
Securities lending collateral	2,383,978	-	2,383,978	90,182
Derivative instrument liability	-	-	-	85,172
Other liabilities	4,316	274	4,590	214,408
Long-term liabilities:				
Due within 1 year	161,924	1,876	163,800	1,030,881
Due in more than 1 year	14,908,356	23,432	14,931,788	9,813,689
<b>Total liabilities</b>	<b>19,207,214</b>	<b>84,612</b>	<b>19,291,826</b>	<b>12,353,971</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Advanced payment for service concession agreement	-	-	-	3,115,573
Service concession arrangement receipts	-	-	-	279,870
Related to pensions	25,089	-	25,089	36,510
Related to OPEB	53,762	-	53,762	39,454
Related to Irrevocable Split Interest Agreements	211	-	211	19,307
<b>Total deferred inflows of resources</b>	<b>79,062</b>	<b>-</b>	<b>79,062</b>	<b>3,490,714</b>
<b>NET POSITION</b>				
Net investment in capital assets	15,809,335	194	15,809,529	6,218,583
Restricted - nonexpendable:				
Grants/constitutional restrictions	100	-	100	-
Permanent funds	501,125	-	501,125	106,320
Instruction and research	-	-	-	1,098,813
Student aid	-	-	-	1,110,008
Other purposes	75,064	-	75,064	429,143
Restricted - expendable:				
Grants/constitutional restrictions	508,774	-	508,774	1,763,594
Future debt service	-	-	-	279,764
Instruction and research	-	-	-	838,957
Student aid	-	-	-	763,417
Endowments	-	-	-	554,265
Capital projects	-	-	-	458,991
Unemployment compensation	-	732,369	732,369	-
Other purposes	-	-	-	524,084
Unrestricted	(5,062,064)	47,618	(5,014,446)	1,818,006
<b>Total net position</b>	<b>\$ 11,832,334</b>	<b>\$ 780,181</b>	<b>\$ 12,612,515</b>	<b>\$ 15,963,945</b>

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, 2018**  
 (amounts expressed in thousands)

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							
	Program Revenues		Primary Government		Component Units			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	
<b>Primary government:</b>								
Governmental activities:								
General government	\$ 1,375,785	\$ 598,903	\$ 77,495	\$ 3,005	\$ (696,382)	\$ -	\$ (696,382)	\$ -
Public safety	1,623,302	574,531	157,819	2,617	(888,335)	-	(888,335)	-
Health	388,511	300,035	270,359	-	181,883	-	181,883	-
Welfare	14,898,813	988,731	10,547,716	-	(3,362,366)	-	(3,362,366)	-
Conservation, culture and development	581,895	166,471	220,211	-	(195,213)	-	(195,213)	-
Education	11,306,329	2,310	1,145,004	-	(10,159,015)	-	(10,159,015)	-
Transportation	2,823,556	153,759	15,095	1,062,665	(1,592,037)	-	(1,592,037)	-
Interest expense	45,524	-	-	-	(45,524)	-	(45,524)	-
Total governmental activities	33,043,715	2,784,740	12,433,699	1,068,287	(16,756,989)	-	(16,756,989)	-
<b>Business-type activities:</b>								
Unemployment Compensation Fund	257,338	501,716	-	-	-	244,378	244,378	-
Malpractice Insurance Authority	1,790	698	-	-	-	(1,092)	(1,092)	-
Inns and Concessions	23,302	26,862	-	-	-	3,560	3,560	-
Total business-type activities	282,430	529,276	-	-	-	246,846	246,846	-
<b>Total primary government</b>	<b>\$ 33,326,145</b>	<b>\$ 3,314,016</b>	<b>\$ 12,433,699</b>	<b>\$ 1,068,287</b>	<b>(16,756,989)</b>	<b>246,846</b>	<b>(16,510,143)</b>	<b>-</b>
<b>Component units:</b>								
Governmental	91,492	266	11,192	-	-	-	-	(80,034)
Proprietary	2,047,840	1,711,055	419,033	50,288	-	-	-	132,536
Colleges and universities	7,295,347	3,516,627	1,928,178	152,650	-	-	-	(1,697,892)
Total component units	<b>\$ 9,434,679</b>	<b>\$ 5,227,948</b>	<b>\$ 2,358,403</b>	<b>\$ 202,938</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,645,390)</b>
<b>General Revenues:</b>								
Income tax					6,362,876	-	6,362,876	-
Sales tax					7,804,942	-	7,804,942	-
Fuels tax					1,472,521	-	1,472,521	-
Gaming tax					630,249	-	630,249	2,362
Alcohol & Tobacco tax					418,609	-	418,609	-
Insurance tax					230,997	-	230,997	-
Financial Institutions tax					105,001	-	105,001	-
Other tax					355,862	-	355,862	-
Total taxes					17,381,057	-	17,381,057	2,362
Revenue not restricted to specific programs:								
Investment earnings					89,242	10,380	99,622	492,507
Payments from State of Indiana					-	-	-	1,666,056
Other					41,159	-	41,159	367,468
Special item:								
Transfers within primary government					2,089	(2,089)	-	-
Total general revenues and transfers					17,513,547	8,291	17,521,838	2,528,393
Changes in net position					756,558	255,137	1,011,695	883,003
Net position - beginning, as restated					11,075,776	525,044	11,600,820	15,080,942
<b>Net position - ending</b>					<b>\$ 11,832,334</b>	<b>\$ 780,181</b>	<b>\$ 12,612,515</b>	<b>\$ 15,963,945</b>

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, 2018**  
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Public Welfare- Medicaid Assistance Fund</u>	<u>US Department of Health and Human Services</u>	<u>Non-Major Governmental Funds</u>	<u>Total</u>
<b>ASSETS</b>					
Cash, cash equivalents and investments-unrestricted	\$ 1,949,396	\$ 574,068	\$ -	\$ 3,962,840	\$ 6,486,304
Cash, cash equivalents and investments-restricted	506,350	-	-	100	506,450
Securities lending collateral	2,383,978	-	-	-	2,383,978
Receivables:					
Taxes (net of allowance for uncollectible Accounts)	1,447,912	-	-	165,675	1,613,587
Grants	9,248	246,945	871	62,098	319,162
Interest	11	178,238	167,346	171,597	517,192
Interfund loans	12,219	-	-	643	12,862
Due from component unit	449,382	-	-	10,085	459,467
Prepaid expenditures	-	-	-	12,990	12,990
Loans	75,021	-	-	43	75,064
Other	600	-	-	409,171	409,771
	3,903	-	-	409	4,312
Total assets	<u>6,838,020</u>	<u>999,251</u>	<u>168,217</u>	<u>4,795,651</u>	<u>12,801,139</u>
<b>Total assets and deferred outflow of resources</b>	<b><u>\$ 6,838,020</u></b>	<b><u>\$ 999,251</u></b>	<b><u>\$ 168,217</u></b>	<b><u>\$ 4,795,651</u></b>	<b><u>\$ 12,801,139</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ 124,146	\$ 294,860	\$ 100,356	\$ 327,152	\$ 846,514
Salaries and benefits payable	46,749	-	7,009	24,727	78,485
Interfund loans	-	-	441,006	18,461	459,467
Interfunds services used	5,725	10	1,670	2,268	9,673
Intergovernmental payable	39,009	-	-	163,742	202,751
Due to component unit	3,666	-	-	-	3,666
Tax refunds payable	68,822	-	-	6,108	74,930
Unearned revenue	-	-	-	331	331
Accrued liability for compensated absences-current	2,949	-	574	1,808	5,331
Other payables	3,903	-	-	409	4,312
Securities lending collateral	2,383,978	-	-	-	2,383,978
Total liabilities	<u>2,678,947</u>	<u>294,870</u>	<u>550,615</u>	<u>545,006</u>	<u>4,069,438</u>
<b>DEFERRED INFLOW OF RESOURCES</b>					
Unavailable revenue	221,364	-	77,567	71,486	370,417
Total deferred inflow of resources	<u>221,364</u>	<u>-</u>	<u>77,567</u>	<u>71,486</u>	<u>370,417</u>
<b>FUND BALANCE</b>					
Nonspendable	75,021	-	-	501,168	576,189
Restricted	507,392	-	-	100	507,492
Committed	51,120	-	-	875,802	926,922
Assigned	3,028,641	704,381	-	2,862,909	6,595,931
Unassigned	275,535	-	(459,965)	(60,820)	(245,250)
Total fund balance	<u>3,937,709</u>	<u>704,381</u>	<u>(459,965)</u>	<u>4,179,159</u>	<u>8,361,284</u>
<b>Total liabilities, deferred inflow of resources, and fund balance</b>	<b><u>\$ 6,838,020</u></b>	<b><u>\$ 999,251</u></b>	<b><u>\$ 168,217</u></b>	<b><u>\$ 4,795,651</u></b>	<b><u>\$ 12,801,139</u></b>

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

**State of Indiana**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
**June 30, 2018**  
(amounts expressed in thousands)

**Total fund balances-governmental funds** **\$ 8,361,284**

Amounts reported for governmental activities in the statement of net position 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	\$	2,366,346	
Infrastructure assets		12,605,028	
Construction in progress		693,909	
Property, plant, and equipment		2,761,225	
Computer software		257,901	
Accumulated depreciation		<u>(1,940,340)</u>	
Total capital assets, net of depreciation			16,744,069

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		233,578	
Accounts receivable		<u>320,733</u>	
Total receivables			554,311

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

Accounts payable		(411,998)	
Litigation liabilities		(56,580)	
Pollution remediation		<u>(18,807)</u>	
Total liabilities			(487,385)

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 position. 191,108

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		(159,156)	
Other postemployment benefits		(514,257)	
Loan from the Indiana Board for Depositories		(25,000)	
Capital lease payable		(974,346)	
Net pension liability and related deferrals		<u>(11,858,294)</u>	
Total long-term liabilities			<u>(13,531,053)</u>

**Net position of governmental activities** **\$ 11,832,334**

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, 2018**  
(amounts expressed in thousands)

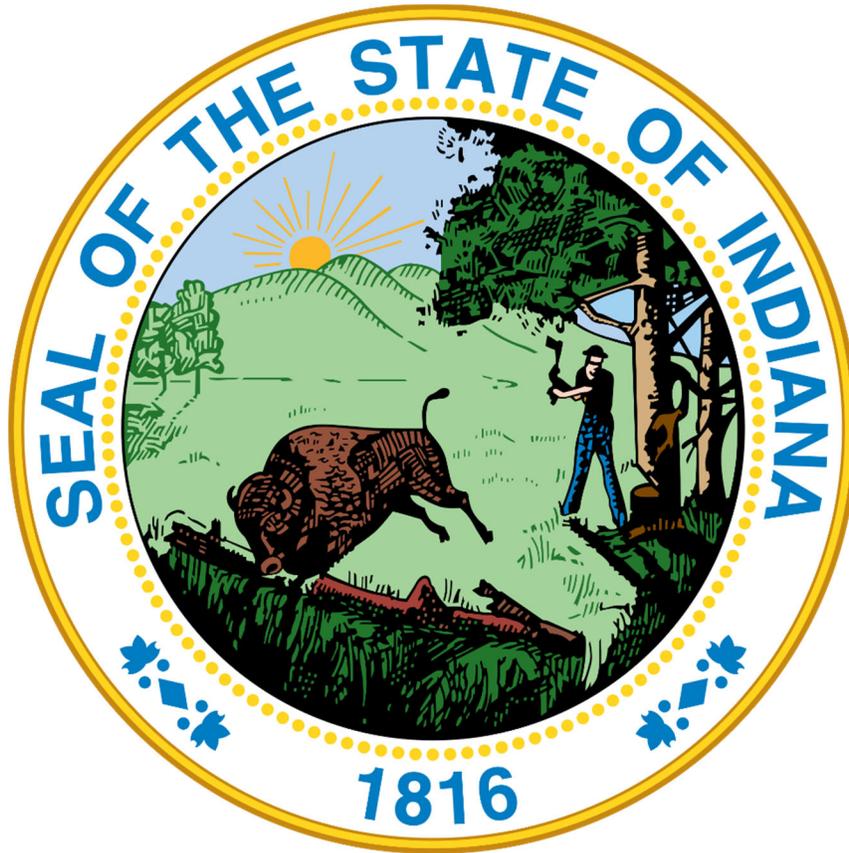
	General Fund	Public Welfare- Medicaid Assistance Fund	US Department of Health and Human Services Fund	Non-Major Governmental Funds	Total
<b>Revenues:</b>					
Taxes:					
Income	\$ 6,400,467	\$ -	\$ -	\$ 201	\$ 6,400,668
Sales	7,756,396	-	-	73,746	7,830,142
Fuels	1,999	-	-	1,471,237	1,473,236
Gaming	47,984	-	-	582,278	630,262
Alcohol and tobacco	260,058	-	-	167,510	427,568
Insurance	226,356	-	-	4,642	230,998
Financial Institutions	-	-	-	105,963	105,963
Other	339,869	-	-	16,007	355,876
Total taxes	15,033,129	-	-	2,421,584	17,454,713
Current service charges	219,008	948,898	1,234	1,616,888	2,786,028
Investment income	89,240	-	-	18,328	107,568
Sales/rents	124	-	-	15,809	15,933
Grants	5,568	8,408,223	1,338,352	3,629,476	13,381,619
Other	41,035	4	100	90,175	131,314
<b>Total revenues</b>	<b>15,388,104</b>	<b>9,357,125</b>	<b>1,339,686</b>	<b>7,792,260</b>	<b>33,877,175</b>
<b>Expenditures:</b>					
Current:					
General government	961,207	-	20,932	361,874	1,344,013
Public safety	1,146,856	-	10,041	484,261	1,641,158
Health	45,960	-	138,096	201,605	385,661
Welfare	1,178,934	11,384,871	1,408,999	1,179,110	15,151,914
Conservation, culture and development	90,521	-	7,396	462,311	560,228
Education	10,210,951	-	85,080	1,106,958	11,402,989
Transportation	167,727	-	-	2,911,420	3,079,147
Debt service:					
Capital lease principal	3,031	-	61	55,770	58,862
Capital lease interest	526	-	2	44,996	45,524
Capital outlay	-	-	-	16,570	16,570
<b>Total expenditures</b>	<b>13,805,713</b>	<b>11,384,871</b>	<b>1,670,607</b>	<b>6,824,875</b>	<b>33,686,066</b>
Excess (deficiency) of revenues over (under) expenditures	1,582,391	(2,027,746)	(330,921)	967,385	191,109
<b>Other financing sources (uses):</b>					
Transfers in	1,216,601	2,476,644	327,581	2,021,103	6,041,929
Transfers (out)	(2,762,999)	(250,388)	(64,853)	(2,961,269)	(6,039,509)
Issuance of capital lease	645	-	-	214,066	214,711
<b>Total other financing sources (uses)</b>	<b>(1,545,753)</b>	<b>2,226,256</b>	<b>262,728</b>	<b>(726,100)</b>	<b>217,131</b>
<b>Net change in fund balances</b>	<b>36,638</b>	<b>198,510</b>	<b>(68,193)</b>	<b>241,285</b>	<b>408,240</b>
<b>Fund Balance July 1, as restated</b>	<b>3,901,071</b>	<b>505,871</b>	<b>(391,772)</b>	<b>3,937,874</b>	<b>7,953,044</b>
<b>Fund Balance June 30</b>	<b>\$ 3,937,709</b>	<b>\$ 704,381</b>	<b>\$ (459,965)</b>	<b>\$ 4,179,159</b>	<b>\$ 8,361,284</b>

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

**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, 2018**  
(amounts expressed in thousands)

Net change in fund balances-total governmental funds	\$ 408,240
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.	337,823
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 (\$15,256) exceeds depreciation (\$151,637) in the current period.	(166,893)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Tax revenue	(75,195)
Non-tax revenue	134,568
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	14,077
The change in net pension liability does not provide or require the use of current financial resources:	
Increase in net pension liabilities	(14,949)
The change in other postemployment benefits do not provide or require the use of current financial resources.	69,858
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.	49,029
Change in net position of governmental activities.	<u>\$ 756,558</u>

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



**State of Indiana**  
**Statement of Fund Net Position**  
**Proprietary Funds**  
**June 30, 2018**  
(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
<b>Assets</b>				
Current assets:				
Cash, cash equivalents and investments - unrestricted	\$ -	\$ 77,401	\$ 77,401	\$ 180,425
Cash, cash equivalents and investments - restricted	600,840	-	600,840	-
Receivables:				
Accounts	40,695	448	41,143	25,498
Interest	2,900	258	3,158	-
Interfund services provided	-	-	-	9,673
Inventory	-	694	694	3,279
Prepaid expenses	-	78	78	-
Other assets	-	28	28	-
Total current assets	<u>644,435</u>	<u>78,907</u>	<u>723,342</u>	<u>218,875</u>
Noncurrent assets:				
Accounts receivable	141,257	-	141,257	-
Capital assets:				
Capital assets not being depreciated/amortized	-	34	34	-
Capital assets being depreciated/amortized	-	714	714	95,774
less accumulated depreciation/amortization	-	(554)	(554)	(48,911)
Total capital assets, net of depreciation/amortization	<u>-</u>	<u>194</u>	<u>194</u>	<u>46,863</u>
Total noncurrent assets	<u>141,257</u>	<u>194</u>	<u>141,451</u>	<u>46,863</u>
<b>Total assets</b>	<b><u>785,692</u></b>	<b><u>79,101</u></b>	<b><u>864,793</u></b>	<b><u>265,738</u></b>
<b>Deferred Outflows of Resources</b>				
Related to pensions	-	-	-	8,607
Related to OPEB	-	-	-	108
<b>Total deferred outflows of resources</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>8,715</u></b>
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	53,323	639	53,962	46,364
Claims payable	-	1,678	1,678	-
Salaries and benefits payable	-	461	461	2,021
Accrued liability for compensated absences	-	198	198	2,863
Unearned revenue	-	4,607	4,607	2
Other liabilities	-	274	274	4
Total current liabilities	<u>53,323</u>	<u>7,857</u>	<u>61,180</u>	<u>51,254</u>
Noncurrent liabilities:				
Accrued liability for compensated absences	-	564	564	2,706
Claims payable	-	22,868	22,868	-
Net pension liability	-	-	-	28,937
Net OPEB Liability	-	-	-	203
Total noncurrent liabilities	<u>-</u>	<u>23,432</u>	<u>23,432</u>	<u>31,846</u>
<b>Total liabilities</b>	<b><u>53,323</u></b>	<b><u>31,289</u></b>	<b><u>84,612</u></b>	<b><u>83,100</u></b>
<b>Deferred Inflows of Resources</b>				
Related to pensions	-	-	-	217
Related to OPEB	-	-	-	28
<b>Total deferred inflows of resources</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>245</u></b>
<b>Net position</b>				
Net investment in capital assets	-	194	194	39,612
Restricted-expendable:				
Unemployment compensation	732,369	-	732,369	-
Unrestricted (deficit)	<u>-</u>	<u>47,618</u>	<u>47,618</u>	<u>151,496</u>
<b>Total net position</b>	<b><u>\$ 732,369</u></b>	<b><u>\$ 47,812</u></b>	<b><u>\$ 780,181</u></b>	<b><u>\$ 191,108</u></b>

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 Position**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2018**  
(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
<b>Operating revenues:</b>				
Sales/rents/premiums	\$ -	\$ 27,435	\$ 27,435	\$ 601,981
Employer contributions	501,716	-	501,716	-
Charges for services	-	-	-	10,277
Other	-	125	125	1,549
Total operating revenues	501,716	27,560	529,276	613,807
Cost of sales	-	5,407	5,407	20,077
Gross margin	501,716	22,153	523,869	593,730
<b>Operating expenses:</b>				
General and administrative expense	-	18,428	18,428	166,166
Claims expense	-	506	506	-
Health / disability benefit payments	-	-	-	364,559
Unemployment compensation benefits	257,338	-	257,338	-
Depreciation and amortization	-	43	43	11,518
Other	-	18	18	-
Total operating expenses	257,338	18,995	276,333	542,243
Operating income (loss)	244,378	3,158	247,536	51,487
<b>Nonoperating revenues (expenses):</b>				
Interest and other investment income	10,332	48	10,380	2
Interest and other investment expense	-	(690)	(690)	-
Gain (Loss) on disposition of assets	-	-	-	(1,897)
Contributions to other postemployment benefits	-	-	-	(16,645)
Total nonoperating revenues (expenses)	10,332	(642)	9,690	(18,540)
Income before contributions and transfers	254,710	2,516	257,226	32,947
Capital contributions	-	-	-	16,413
Transfers in	-	-	-	1,176
Transfers (out)	-	(2,089)	(2,089)	(1,507)
<b>Change in net position</b>	254,710	427	255,137	49,029
<b>Net position, July 1, as restated</b>	477,659	47,385	525,044	142,079
<b>Net position, June 30</b>	<b>\$ 732,369</b>	<b>\$ 47,812</b>	<b>\$ 780,181</b>	<b>\$ 191,108</b>

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, 2018**

(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
<b>Cash flows from operating activities:</b>				
Cash received from customers	\$ 524,243	\$ 27,615	\$ 551,858	\$ 616,727
Cash paid for general and administrative	-	(18,231)	(18,231)	(169,894)
Cash paid for salary/health/disability benefit payments	(251,347)	-	(251,347)	(50,302)
Cash paid to suppliers	-	(5,372)	(5,372)	(19,951)
Cash paid for claims expense	-	(960)	(960)	(317,081)
Other operating income	-	-	-	78
Net cash provided (used) by operating activities	272,896	3,052	275,948	59,577
<b>Cash flows from noncapital financing activities:</b>				
Transfers in	-	-	-	1,176
Transfers out	-	(2,089)	(2,089)	(1,507)
Increase (decrease) in contributed capital	-	-	-	16,413
Contributions to other postemployment benefits	-	-	-	(16,645)
Net cash provided (used) by noncapital financing activities	-	(2,089)	(2,089)	(563)
<b>Cash flows from capital and related financing activities:</b>				
Acquisition/construction of capital assets	-	(34)	(34)	(21,431)
Proceeds from sale of assets	-	-	-	1,247
Net cash provided (used) by capital and related financing activities	-	(34)	(34)	(20,184)
<b>Cash flows from investing activities:</b>				
Proceeds from sales of investments	-	5,000	5,000	-
Purchase of investments	-	(4,997)	(4,997)	-
Interest income (expense) on investments	7,432	1,197	8,629	2
Net cash provided (used) by investing activities	7,432	1,200	8,632	2
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>280,328</b>	<b>2,129</b>	<b>282,457</b>	<b>38,832</b>
<b>Cash and cash equivalents, July 1</b>	<b>320,512</b>	<b>14,963</b>	<b>335,475</b>	<b>141,593</b>
<b>Cash and cash equivalents, June 30</b>	<b>\$ 600,840</b>	<b>\$ 17,092</b>	<b>\$ 617,932</b>	<b>\$ 180,425</b>
<b>Reconciliation of cash , cash equivalents and investments:</b>				
Cash and cash equivalents unrestricted at end of year	\$ -	\$ 17,092	\$ 17,092	\$ 180,425
Cash and cash equivalents restricted at end of year	600,840	-	600,840	-
Investments unrestricted	-	60,309	60,309	-
<b>Cash, cash equivalents and investments per balance sheet</b>	<b>\$ 600,840</b>	<b>\$ 77,401</b>	<b>\$ 678,241</b>	<b>\$ 180,425</b>
<b>Noncash investing, capital and financing activities:</b>				
Increase (Decrease) in fair value of investments	\$ -	\$ 3	\$ 3	\$ -

**State of Indiana**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2018**

(amounts expressed in thousands)

	<b>Unemployment Compensation Fund</b>	<b>Non-Major Enterprise Funds</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ 244,378	\$ 3,158	\$ 247,536	\$ 51,487
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization expense	-	43	43	11,518
(Increase) decrease in receivables	22,527	(45)	22,482	2,842
(Increase) decrease in interfund services provided	-	-	-	163
(Increase) decrease in inventory	-	34	34	350
(Increase) decrease in prepaid expenses	-	39	39	-
(Increase) decrease in deferred outflows	-	-	-	2,057
Increase (decrease) in claims payable	-	(454)	(454)	(2,880)
Increase (decrease) in accounts payable	5,991	24	6,015	(5,405)
Increase (decrease) in unearned revenue	-	142	142	(4)
Increase (decrease) in salaries payable	-	69	69	85
Increase (decrease) in compensated absences	-	50	50	166
Increase (decrease) in net pension liabilities	-	-	-	302
Increase (decrease) in net OPEB liabilities	-	-	-	(934)
Increase (decrease) in deferred inflows	-	-	-	(169)
Increase (decrease) in other payables	-	(8)	(8)	(1)
<b>Net cash provided (used) by operating activities</b>	<b>\$ 272,896</b>	<b>\$ 3,052</b>	<b>\$ 275,948</b>	<b>\$ 59,577</b>

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

**State of Indiana**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2018**  
(amounts expressed in thousands)

	<b>Pension and Other Employee Benefit Trust Funds</b>	<b>Private-Purpose Trust Funds</b>	<b>Investment Trust Fund</b>	<b>Agency Funds</b>
<b>Assets</b>				
Cash, cash equivalents and non-pension investments	\$ 45,691	\$ 71,190	\$ 1,063,892	\$ 861,974
Securities lending collateral	307,922	-	-	-
Receivables:				
Taxes	-	-	-	19,259
Contributions	36,246	-	-	-
Interest	90,702	47	117	-
Securities lending	63	4	-	-
Member loans	77	-	-	-
Accounts	-	144	-	82
From investment sales	8,496,263	-	-	-
Other	28	-	-	-
Total receivables	8,623,379	195	117	19,341
Pension and other employee benefit investments at fair value:				
Short term investments	1,400,676	-	-	-
Equity Securities	9,081,946	-	-	-
Debt Securities	13,361,204	-	-	-
Other	11,721,862	-	-	-
Total investments at fair value	35,565,688	-	-	-
Other assets	159	-	-	-
Property, plant and equipment net of accumulated depreciation	5,165	-	-	-
<b>Total assets</b>	<b>44,548,004</b>	<b>71,385</b>	<b>1,064,009</b>	<b>\$ 881,315</b>
<b>Liabilities</b>				
Accounts/escrows payable	8,933	253	88	\$ 881,315
Salaries and benefits payable	-	92	-	-
Securities lending payable	63	4	-	-
Benefits payable	6,584	-	-	-
Investment purchases payable	8,747,161	-	-	-
Securities purchased payable	298,692	-	-	-
Securities lending collateral	307,922	-	-	-
Other	1,707	-	47	-
<b>Total liabilities</b>	<b>9,371,062</b>	<b>349</b>	<b>135</b>	<b>\$ 881,315</b>
<b>Net Position</b>				
Restricted for:				
Employees' pension benefits	34,643,873	-	-	-
OPEB benefits	518,290	-	-	-
Future death benefits	14,779	-	-	-
Trust beneficiaries	-	71,036	-	-
Investment pool participants	-	-	1,063,874	-
<b>Total net position</b>	<b>\$ 35,176,942</b>	<b>\$ 71,036</b>	<b>\$ 1,063,874</b>	

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

**State of Indiana**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2018**

(amounts expressed in thousands)

	Pension and Other Employee Benefit Trust Funds	Private-Purpose Trust Funds	Investment Trust Fund
<b>Additions:</b>			
Member contributions	\$ 366,586	\$ 77	\$ 1,437,317
Employer contributions	1,074,558	-	-
Contributions from the State of Indiana	1,124,814	-	-
Net investment income (loss)	3,061,249	659	13,168
Less investment expense	(206,744)	-	-
Current service charges	-	9,671	-
Federal reimbursements	585	-	-
Donations/escheats	-	111,149	-
Reinvestment of distributions	-	-	11,924
Other	995	-	-
<b>Total additions</b>	<b>5,422,043</b>	<b>121,556</b>	<b>1,462,409</b>
<b>Deductions:</b>			
Pension and disability benefits	2,553,292	-	-
Retiree health benefits	42,329	-	-
Death benefits	1,634	-	-
Payments to participants/beneficiaries	-	119,030	12,006
Refunds of contributions and interest	179,625	-	1,139,730
Administrative	42,759	-	871
Pension relief distributions	212,634	-	-
Other	1,151	-	207
<b>Total deductions</b>	<b>3,033,424</b>	<b>119,030</b>	<b>1,152,814</b>
<b>Net increase (decrease) in net position</b>	<b>2,388,619</b>	<b>2,526</b>	<b>309,595</b>
<b>Net position restricted, July 1, as restated</b>	<b>32,788,323</b>	<b>68,510</b>	<b>754,279</b>
<b>Net position restricted, June 30</b>	<b>\$ 35,176,942</b>	<b>\$ 71,036</b>	<b>\$ 1,063,874</b>

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

**State of Indiana**  
**Combining Statement of Net Position**  
**Discretely Presented Component Units**  
**June 30, 2018**  
**(amounts expressed in thousands)**

	Governmental	Proprietary	Colleges and Universities	Total
<b>Assets</b>				
Current assets:				
Cash, cash equivalents and investments - unrestricted	\$ 8,619	\$ 577,237	\$ 753,670	\$ 1,339,526
Cash, cash equivalents and investments - restricted	125,308	1,202,052	735,993	2,063,353
Securities lending collateral	-	-	90,182	90,182
Receivables (net)	3,173	365,666	516,449	885,288
Due from primary government	-	5,000	3,666	8,666
Inventory	-	147	14,205	14,352
Prepaid expenses	-	5,650	6,191	11,841
Loans	-	143,622	-	143,622
Investment in direct financing lease	-	100,618	278	100,896
Other assets	-	553	121,827	122,380
<b>Total current assets</b>	<b>137,100</b>	<b>2,400,545</b>	<b>2,242,461</b>	<b>4,780,106</b>
Noncurrent assets:				
Cash, cash equivalents and investments - unrestricted	-	377,035	3,828,601	4,205,636
Cash, cash equivalents and investments - restricted	-	702,674	5,410,876	6,113,550
Receivables (net)	-	640,693	607,017	1,247,710
Due from primary government	-	20,000	-	20,000
Loans	70,194	2,201,717	-	2,271,911
Investment in direct financing lease	-	1,970,928	5,184	1,976,112
OPEB assets	-	-	35,655	35,655
Other assets	-	115,709	46,519	162,228
Capital assets:				
Capital assets not being depreciated/amortized	-	1,834,794	770,741	2,605,535
Capital assets being depreciated/amortized	424	974,500	13,702,057	14,676,981
less accumulated depreciation/amortization	(188)	(456,081)	(6,272,448)	(6,728,717)
Total capital assets, net of depreciation/amortization	236	2,353,213	8,200,350	10,553,799
<b>Total noncurrent assets</b>	<b>70,430</b>	<b>8,381,969</b>	<b>18,134,202</b>	<b>26,586,601</b>
<b>Total assets</b>	<b>207,530</b>	<b>10,782,514</b>	<b>20,376,663</b>	<b>31,366,707</b>
<b>Deferred Outflows of Resources</b>				
Accumulated decrease in fair value of hedging derivatives	-	84,098	707	84,805
Debt refunding loss	-	51,798	40,446	92,244
Related to pensions	1,860	6,135	105,188	113,183
Swap termination	-	65,704	-	65,704
Related to OPEB	-	-	85,987	85,987
<b>Total deferred outflows of resources</b>	<b>1,860</b>	<b>207,735</b>	<b>232,328</b>	<b>441,923</b>
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	5,899	50,434	434,926	491,259
Interest payable	-	68,979	35,998	104,977
Due to primary government	-	12,990	-	12,990
Unearned revenue	5,789	146,925	266,651	419,365
Securities lending collateral	-	-	90,182	90,182
Accrued liability for compensated absences	-	195	91,335	91,530
Other liabilities	336	35,219	33,607	69,162
Current portion of long-term liabilities	468	619,602	319,281	939,351
<b>Total current liabilities</b>	<b>12,492</b>	<b>934,344</b>	<b>1,271,980</b>	<b>2,218,816</b>

**State of Indiana**  
**Combining Statement of Net Position**  
**Discretely Presented Component Units**  
**June 30, 2018**  
**(amounts expressed in thousands)**

	Governmental	Proprietary	Colleges and Universities	Total
<b>Noncurrent liabilities:</b>				
Accrued liability for compensated absences	-	72	83,167	83,239
Accrued prize liabilities	-	91,272	-	91,272
Net pension and OPEB liabilities	4,797	21,260	667,865	693,922
Unearned revenue	-	12,635	55,250	67,885
Funds held in trust for others	-	-	273,774	273,774
Advances from federal government	-	-	23,163	23,163
Revenue bonds/notes payable	-	5,709,535	2,961,947	8,671,482
Derivative instrument liability	-	84,465	707	85,172
Other noncurrent liabilities	-	54,388	90,858	145,246
<b>Total noncurrent liabilities</b>	<b>4,797</b>	<b>5,973,627</b>	<b>4,156,731</b>	<b>10,135,155</b>
<b>Total liabilities</b>	<b>17,289</b>	<b>6,907,971</b>	<b>5,428,711</b>	<b>12,353,971</b>
<b>Deferred Inflows of Resources</b>				
Advanced payment for service concession agreement	-	3,115,573	-	3,115,573
Service concession arrangement receipts	-	277,988	1,882	279,870
Related to pensions	72	294	36,144	36,510
Related to OPEB	-	-	39,454	39,454
Related to irrevocable split interest agreements	-	101	19,206	19,307
<b>Total deferred inflows of resources</b>	<b>72</b>	<b>3,393,956</b>	<b>96,686</b>	<b>3,490,714</b>
<b>Net Position</b>				
Net investment in capital assets	236	1,055,438	5,162,909	6,218,583
Restricted - nonexpendable:				
Permanent funds	-	782	105,538	106,320
Instruction and research	-	-	1,098,813	1,098,813
Student aid	-	-	1,110,008	1,110,008
Other purposes	-	-	429,143	429,143
Restricted - expendable:				
Grants/constitutional restrictions	186,639	1,551,985	24,970	1,763,594
Future debt service	-	262,785	16,979	279,764
Instruction and research	-	-	838,957	838,957
Student aid	-	3	763,414	763,417
Endowments	-	973	553,292	554,265
Capital projects	-	5,906	453,085	458,991
Other purposes	-	167	523,917	524,084
Unrestricted	5,154	(2,189,717)	4,002,569	1,818,006
<b>Total net position</b>	<b>\$ 192,029</b>	<b>\$ 688,322</b>	<b>\$ 15,083,594</b>	<b>\$ 15,963,945</b>

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, 2018  
(amounts expressed in thousands)**

	Program Revenues			Net (Expense) Revenue and Changes in Net Position				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental	Proprietary	Colleges and Universities	Net (Expense) Revenue
Governmental	\$ 91,492	\$ 266	\$ 11,192	\$ -	\$ (80,034)	\$ -	\$ -	\$ (80,034)
Proprietary	2,047,840	1,711,055	419,033	50,288	-	-	-	132,536
Colleges and universities	7,295,347	3,516,627	1,928,178	152,650	-	-	(1,697,892)	(1,697,892)
<b>Total component units</b>	<b>\$ 9,434,679</b>	<b>\$ 5,227,948</b>	<b>\$ 2,358,403</b>	<b>\$ 202,938</b>	<b>(80,034)</b>	<b>132,536</b>	<b>(1,697,892)</b>	<b>(1,645,390)</b>
<b>General Revenues:</b>								
		Gaming tax			2,362			2,362
		Total taxes			2,362			2,362
Revenue not restricted to specific programs:								
		Investment earnings			1,184	28,909	462,414	492,507
		Payments from State of Indiana			60,579	22,534	1,582,943	1,666,056
		Other			-	2,653	364,815	367,468
		Total general revenues			64,125	54,096	2,410,172	2,528,393
		Change in net position			(15,909)	186,632	712,280	883,003
		Net position - beginning, as restated			207,938	501,690	14,371,314	15,080,942
		<b>Net position - ending</b>			<b>\$ 192,029</b>	<b>\$ 688,322</b>	<b>\$ 15,083,594</b>	<b>\$ 15,963,945</b>

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



**State of Indiana**  
**Combining Statement of Net Position**  
**Discretely Presented Component Units -**  
**Proprietary Funds**  
**June 30, 2018**  
(amounts expressed in thousands)

	Indiana Finance Authority	State Lottery Commission	Non-Major	IFA & ISCBA/IMC Elimination	Total Component Units
<b>Assets</b>					
Current assets:					
Cash, cash equivalents and investments - unrestricted	\$ 103,030	\$ 42,682	\$ 431,525	\$ -	\$ 577,237
Cash, cash equivalents and investments - restricted	843,496	-	358,556	-	1,202,052
Receivables (net)	66,322	115,396	199,883	(15,935)	365,666
Due from primary government	-	-	5,000	-	5,000
Inventory	-	-	147	-	147
Prepaid expenses	2,406	1,553	1,691	-	5,650
Loans	140,444	-	13,233	(10,055)	143,622
Investment in direct financing lease	90,563	-	13,610	(3,555)	100,618
Other assets	-	-	553	-	553
<b>Total current assets</b>	<b>1,246,261</b>	<b>159,631</b>	<b>1,024,198</b>	<b>(29,545)</b>	<b>2,400,545</b>
Noncurrent assets:					
Cash, cash equivalents and investments - unrestricted	-	96,892	280,143	-	377,035
Cash, cash equivalents and investments - restricted	226,161	8,510	468,003	-	702,674
Receivables (net)	-	-	640,693	-	640,693
Due from primary government	-	-	20,000	-	20,000
Loans	2,990,069	-	174,733	(963,085)	2,201,717
Investment in direct financing lease	1,032,994	-	1,020,069	(82,135)	1,970,928
Other assets	102,973	12,635	101	-	115,709
Capital assets:					
Capital assets not being depreciated/amortized	1,701,698	-	133,096	-	1,834,794
Capital assets being depreciated/amortized	614,789	3,118	356,593	-	974,500
less accumulated depreciation/amortization	(262,948)	(2,377)	(190,756)	-	(456,081)
Total capital assets, net of depreciation/amortization	2,053,539	741	298,933	-	2,353,213
<b>Total noncurrent assets</b>	<b>6,405,736</b>	<b>118,778</b>	<b>2,902,675</b>	<b>(1,045,220)</b>	<b>8,381,969</b>
<b>Total assets</b>	<b>7,651,997</b>	<b>278,409</b>	<b>3,926,873</b>	<b>(1,074,765)</b>	<b>10,782,514</b>
<b>Deferred Outflows of Resources</b>					
Accumulated decrease in fair value of hedging derivatives	78,790	-	84,098	(78,790)	84,098
Debt refunding loss	39,961	-	12,599	(762)	51,798
Related to pensions	722	871	4,542	-	6,135
Swap termination	65,704	-	65,704	(65,704)	65,704
<b>Total deferred outflows of resources</b>	<b>185,177</b>	<b>871</b>	<b>166,943</b>	<b>(145,256)</b>	<b>207,735</b>
<b>Liabilities</b>					
Current liabilities:					
Accounts payable	16,894	22,328	11,212	-	50,434
Interest payable	54,974	-	29,940	(15,935)	68,979
Due to primary government	-	12,990	-	-	12,990
Unearned revenue	77,511	4,472	64,942	-	146,925
Accrued liability for compensated absences	-	-	195	-	195
Other liabilities	1,942	436	32,841	-	35,219
Current portion of long-term liabilities	280,477	122,567	230,168	(13,610)	619,602
<b>Total current liabilities</b>	<b>431,798</b>	<b>162,793</b>	<b>369,298</b>	<b>(29,545)</b>	<b>934,344</b>

**State of Indiana**  
**Combining Statement of Net Position**  
**Discretely Presented Component Units -**  
**Proprietary Funds**

**June 30, 2018**

(amounts expressed in thousands)

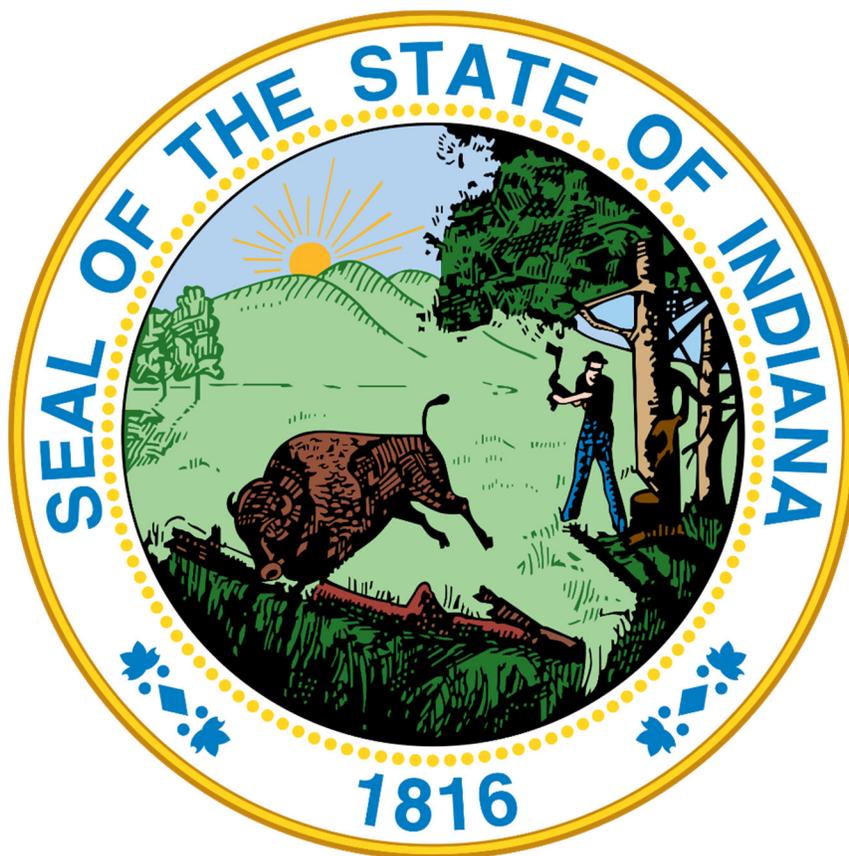
	Indiana Finance Authority	State Lottery Commission	Non-Major	IFA & ISCBA/IMC Elimination	Total Component Units
<b>Noncurrent liabilities:</b>					
Accrued liability for compensated absences	-	-	72	-	72
Accrued prize liabilities	-	91,272	-	-	91,272
Net pension and OPEB liabilities	2,195	2,763	16,302	-	21,260
Unearned revenue	-	12,635	-	-	12,635
Revenue bonds/notes payable	4,496,604	-	2,324,617	(1,111,686)	5,709,535
Derivative instrument liability	78,790	-	84,465	(78,790)	84,465
Other noncurrent liabilities	-	-	54,388	-	54,388
<b>Total noncurrent liabilities</b>	<b>4,577,589</b>	<b>106,670</b>	<b>2,479,844</b>	<b>(1,190,476)</b>	<b>5,973,627</b>
<b>Total liabilities</b>	<b>5,009,387</b>	<b>269,463</b>	<b>2,849,142</b>	<b>(1,220,021)</b>	<b>6,907,971</b>
<b>Deferred Inflows of Resources</b>					
Advanced payment for service concession agreement	3,111,919	-	3,654	-	3,115,573
Service concession arrangement receipts	277,988	-	-	-	277,988
Related to pensions	16	35	243	-	294
Related to irrevocable split interest agreements	-	-	101	-	101
<b>Total deferred inflows of resources</b>	<b>3,389,923</b>	<b>35</b>	<b>3,998</b>	<b>-</b>	<b>3,393,956</b>
<b>NET POSITION</b>					
Net investment in capital assets	812,004	741	242,693	-	1,055,438
Restricted - nonexpendable:					
Permanent funds	-	-	782	-	782
Restricted - expendable:					
Grants/constitutional restrictions	1,379,628	-	172,357	-	1,551,985
Future debt service	181,743	-	81,042	-	262,785
Student aid	-	-	3	-	3
Endowments	-	-	973	-	973
Capital projects	-	-	5,906	-	5,906
Other purposes	-	-	167	-	167
Unrestricted	(2,935,511)	9,041	736,753	-	(2,189,717)
<b>Total net position</b>	<b>\$ (562,136)</b>	<b>\$ 9,782</b>	<b>\$ 1,240,676</b>	<b>\$ -</b>	<b>\$ 688,322</b>

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, 2018**  
(amounts expressed in thousands)

	Program Revenues				Net (Expense) Revenue and Changes in Net Position				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Indiana Finance Authority	State Lottery Commission	Non-Major	IFA & ISCBA Interfund Eliminations	Net (Expense) Revenue
Indiana Finance Authority (IFA)	\$ 263,812	\$ 374,146	\$ -	\$ 48,518	\$ 158,852	\$ -	\$ -	\$ -	\$ 158,852
State Lottery Commission	1,278,076	1,270,066	-	-	-	(8,010)	-	-	(8,010)
Non-Major Proprietary	561,055	117,817	423,162	1,770	-	-	(18,306)	-	(18,306)
IFA & ISCBA/IMC Interfund Eliminations	(55,103)	(50,974)	(4,129)	-	-	-	-	-	-
Total component units	\$ 2,047,840	\$ 1,711,055	\$ 419,033	\$ 50,288	\$ 158,852	\$ (8,010)	\$ (18,306)	\$ -	\$ 132,536
General revenues:									
Investment earnings					11,808	428	16,673	-	28,909
Payments from State of Indiana					-	-	22,534	-	22,534
Other					-	2,653	-	-	2,653
Total general revenues					11,808	3,081	39,207	-	54,096
Change in net position					170,660	(4,929)	20,901	-	186,632
Net position - beginning, as restated					(732,796)	14,711	1,219,775	-	501,690
<b>Net position - ending</b>					<b>\$ (562,136)</b>	<b>\$ 9,782</b>	<b>\$ 1,240,676</b>	<b>\$ -</b>	<b>\$ 688,322</b>

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



**State of Indiana**  
**Combining Statement of Net Position**  
**Discretely Presented Component Units -**  
**Colleges and Universities**  
**June 30, 2018**  
(amounts expressed in thousands)

	Indiana University	Purdue University	Non-Major Colleges and Universities	Totals
<b>Assets</b>				
Current assets:				
Cash, cash equivalents and investments - unrestricted	\$ 55,440	\$ 234,038	\$ 464,192	\$ 753,670
Cash, cash equivalents and investments - restricted	272,374	291,083	172,536	735,993
Securities lending collateral	90,182	-	-	90,182
Receivables (net)	211,744	178,533	126,172	516,449
Due from primary government	-	-	3,666	3,666
Inventory	10,172	-	4,033	14,205
Prepaid expenses	-	3	6,188	6,191
Investment in direct financing lease	-	-	278	278
Other assets	48,649	43,714	29,464	121,827
<b>Total current assets</b>	<b>688,561</b>	<b>747,371</b>	<b>806,529</b>	<b>2,242,461</b>
Noncurrent assets:				
Cash, cash equivalents and investments - unrestricted	1,624,305	1,467,222	737,074	3,828,601
Cash, cash equivalents and investments - restricted	2,421,680	2,407,945	581,251	5,410,876
Receivables (net)	273,186	302,046	31,785	607,017
Investment in direct financing lease	-	-	5,184	5,184
OPEB assets	-	-	35,655	35,655
Other assets	-	36,276	10,243	46,519
Capital assets:				
Capital assets not being depreciated/amortized	379,266	138,236	253,239	770,741
Capital assets being depreciated/amortized	5,438,225	4,738,017	3,525,815	13,702,057
less accumulated depreciation/amortization	(2,476,636)	(2,327,283)	(1,468,529)	(6,272,448)
<b>Total capital assets, net of depreciation/amortization</b>	<b>3,340,855</b>	<b>2,548,970</b>	<b>2,310,525</b>	<b>8,200,350</b>
<b>Total noncurrent assets</b>	<b>7,660,026</b>	<b>6,762,459</b>	<b>3,711,717</b>	<b>18,134,202</b>
<b>Total assets</b>	<b>8,348,587</b>	<b>7,509,830</b>	<b>4,518,246</b>	<b>20,376,663</b>
<b>Deferred Outflows of Resources</b>				
Accumulated decrease in fair value of hedging derivatives	-	-	707	707
Debt refunding loss	19,171	20,485	790	40,446
Related to pensions	43,371	32,402	29,415	105,188
Related to OPEB	55,275	-	30,712	85,987
<b>Total deferred outflows of resources</b>	<b>117,817</b>	<b>52,887</b>	<b>61,624</b>	<b>232,328</b>
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	213,707	138,215	83,004	434,926
Interest payable	7,778	19,511	8,709	35,998
Unearned revenue	110,592	130,642	25,417	266,651
Securities lending collateral	90,182	-	-	90,182
Accrued liability for compensated absences	43,480	28,455	19,400	91,335
Other liabilities	-	3,372	30,235	33,607
Current portion of long-term liabilities	77,585	147,711	93,985	319,281
<b>Total current liabilities</b>	<b>543,324</b>	<b>467,906</b>	<b>260,750</b>	<b>1,271,980</b>
Noncurrent liabilities:				
Accrued liability for compensated absences	32,802	38,346	12,019	83,167
Net pension and OPEB liabilities	360,609	125,208	182,048	667,865
Unearned revenue	37,388	17,862	-	55,250
Funds held in trust for others	116,300	97,609	59,865	273,774
Advances from federal government	-	14,935	8,228	23,163
Revenue bonds/notes payable	946,125	1,012,628	1,003,194	2,961,947
Derivative instrument liability	-	-	707	707
Other noncurrent liabilities	43,283	8,097	39,478	90,858
<b>Total noncurrent liabilities</b>	<b>1,536,507</b>	<b>1,314,685</b>	<b>1,305,539</b>	<b>4,156,731</b>
<b>Total liabilities</b>	<b>2,079,831</b>	<b>1,782,591</b>	<b>1,566,289</b>	<b>5,428,711</b>

**State of Indiana**  
**Combining Statement of Net Position**  
**Discretely Presented Component Units -**  
**Colleges and Universities**  
**June 30, 2018**

(amounts expressed in thousands)

	Indiana University	Purdue University	Non-Major Colleges and Universities	Totals
<b>Deferred Inflows of Resources</b>				
Service concession arrangement receipts	-	-	1,882	1,882
Related to pensions	18,801	11,197	6,146	36,144
Related to OPEB	4,733	1,695	33,026	39,454
Related to Irrevocable Split-Interest Agreements	-	19,206	-	19,206
<b>Total deferred inflows of resources</b>	<b>23,534</b>	<b>32,098</b>	<b>41,054</b>	<b>96,686</b>
<b>Net Position</b>				
Net investment in capital assets	2,320,100	1,552,896	1,289,913	5,162,909
Restricted - nonexpendable:				
Permanent funds	60,213	-	45,325	105,538
Instruction and research	638,257	424,366	36,190	1,098,813
Student aid	591,907	395,667	122,434	1,110,008
Other purposes	355,828	44,081	29,234	429,143
Restricted - expendable:				
Grants/constitutional restrictions	-	-	24,970	24,970
Future debt service	16,871	-	108	16,979
Instruction and research	314,895	428,177	95,885	838,957
Student aid	194,087	455,368	113,959	763,414
Endowments	-	536,535	16,757	553,292
Capital projects	193,533	62,719	196,833	453,085
Other purposes	416,932	74,029	32,956	523,917
Unrestricted	1,260,416	1,774,190	967,963	4,002,569
<b>Total net position</b>	<b>\$ 6,363,039</b>	<b>\$ 5,748,028</b>	<b>\$ 2,972,527</b>	<b>\$ 15,083,594</b>

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, 2018**  
(amounts expressed in thousands)

	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	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	\$ 3,344,811	\$ 1,611,673	\$ 885,372	\$ 68,056	\$ (779,710)	\$ -	\$ -	\$ (779,710)
Purdue University	2,361,890	1,293,383	612,575	24,936	-	(430,996)	-	(430,996)
Non-Major Colleges and Universities	1,588,646	611,571	430,231	59,658	-	-	(487,186)	(487,186)
Total component units	<u>\$ 7,295,347</u>	<u>\$ 3,516,627</u>	<u>\$ 1,928,178</u>	<u>\$ 152,650</u>	<u>(779,710)</u>	<u>(430,996)</u>	<u>(487,186)</u>	<u>(1,697,892)</u>
General revenues:								
Investment earnings					218,535	198,553	45,326	462,414
Payments from State of Indiana					576,597	398,143	608,203	1,582,943
Other					315,187	31,010	18,618	364,815
Total general revenues					<u>1,110,319</u>	<u>627,706</u>	<u>672,147</u>	<u>2,410,172</u>
Change in net position					330,609	196,710	184,961	712,280
Net position - beginning					6,032,430	5,551,318	2,787,566	14,371,314
<b>Net position - ending</b>					<u><b>\$ 6,363,039</b></u>	<u><b>\$ 5,748,028</b></u>	<u><b>\$ 2,972,527</b></u>	<u><b>\$ 15,083,594</b></u>

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