

**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, 2009 to June 30, 2010



**FILED**  
04/11/2011



TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Agency Official .....	2
Independent Accountant's Report.....	3
Required Schedules in Accordance with Indiana Code 20-49-3-14:	
Schedule of Receipts, Disbursements, and Principal Due .....	4
Notes to Schedule .....	5
Schedule of Investments .....	6
Exit Conference.....	7

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 OFFICIALS OF THE TREASURER OF STATE

We have reviewed the receipts, disbursements, and assets of the Treasurer of State for the period of July 1, 2009 to June 30, 2010. 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.

Based on our review, nothing came to our attention that caused us to believe that 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.

STATE BOARD OF ACCOUNTS

March 16, 2011

TREASURER OF STATE  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND PRINCIPAL DUE  
As of June 30, 2010

	Common School Fund	IU Permanent Endowment Fund	Purdue Trust Fund
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Receipts:			
Fines/Penalties	\$ 8,665,901.38	\$ -	\$ -
Interest	-	4,686.06	2,347.61
Repayment of Loans	80,040,216.88	-	-
Sale of Investments	<u>131,388,682.28</u>	<u>-</u>	<u>-</u>
 Total Receipts	 <u>220,094,800.54</u>	 <u>4,686.06</u>	 <u>2,347.61</u>
Disbursements:			
Investment Purchases	207,608,365.61	-	-
Nontaxable Reimbursement	-	-	9,462.48
Loan Advances	44,504,904.77	-	-
Distributions	<u>-</u>	<u>20,760.89</u>	<u>-</u>
 Total Disbursements	 <u>252,113,270.38</u>	 <u>20,760.89</u>	 <u>9,462.48</u>
Total Receipts over (under) Disbursements	(32,018,469.84)	(16,074.83)	(7,114.87)
Transfers	-	-	-
Cash Balance, July 1, 2009	<u>31,637,680.48</u>	<u>20,760.89</u>	<u>9,462.48</u>
 Cash Balance, June 30, 2010 (Note 2)	 <u>\$ (380,789.36)</u>	 <u>\$ 4,686.06</u>	 <u>\$ 2,347.61</u>
Investments, July 1, 2009	\$ 57,043,001.00	\$ 785,300.00	\$ 340,000.00
Purchase of Investments	207,608,365.61	-	-
Sale of Investments	<u>(131,388,682.28)</u>	<u>-</u>	<u>-</u>
 Investments, June 30, 2010	 <u>\$ 133,262,684.33</u>	 <u>\$ 785,300.00</u>	 <u>\$ 340,000.00</u>
 Interest Received from Investments (Note 1)	 <u>\$ 516,932.15</u>	 <u>\$ 4,686.06</u>	 <u>\$ 2,347.61</u>
Loans Outstanding July 1, 2009	\$ 448,293,408.04		
Loan Advances	44,504,904.77		
Repayment of Loans	<u>(80,040,216.88)</u>		
 Loans Outstanding June 30, 2010	 <u>\$ 412,758,095.93</u>		
 Interest Received on Loans (Note 1)	 <u>\$ 12,162,108.73</u>		

The accompanying notes are an integral part of this schedule.

TREASURER OF STATE  
NOTES TO SCHEDULE  
As of June 30, 2010

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

Interest earned on investments made from the Common School Fund was \$516,932.15. Interest earned on loans made to schools from the Common School Fund was \$12,162,108.73. 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, 2010

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:		
Fifth Third Bank, Indiana	07-14-10	\$ 1,000,000.00
Lake City Bank	07-14-10	1,000,000.00
1st Source Bank	07-14-10	1,000,000.00
Community First Bank	07-15-10	100,000.00
State Bank of Medora	07-15-10	100,000.00
Mainsource Bank	07-15-10	100,000.00
Bank of New York	09-23-10	49,986,438.50
Bank of New York	09-05-10	14,998,745.83
Bank of New York	05-26-15	14,977,500.00
Bank of New York	06-07-12	25,000,000.00
Bank of New York	06-16-11	<u>25,000,000.00</u>
Total Certificates of Deposit		<u>\$ 133,262,684.33</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 3, 2011, with Mike Frick, Deputy Treasurer. Our report disclosed no material items that warrant comment at this time.