

BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS

State of Indiana
Statement of Net Assets
June 30, 2009
(amounts expressed in thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets:				
Current assets:				
Cash, cash equivalents and investments	\$ 6,919,643	\$ 90,269	\$ 7,009,912	\$ 3,607,173
Securities lending collateral	1,143,229	-	1,143,229	430,292
Receivables (net)	2,482,891	82,342	2,565,233	708,822
Inventory	6,409	607	7,016	17,392
Prepaid expenses	4,857	49	4,906	25,577
Loans	67,428	-	67,428	-
Intergovernmental loans	-	-	-	815,679
Due from component unit	32,258	-	32,258	-
Investment in direct financing lease	-	-	-	56,643
Funds held in trust by others	-	-	-	78,029
Other postemployment benefits	-	-	-	7,442
Other current assets	-	-	-	91,305
Total current assets	10,656,715	173,267	10,829,982	5,838,354
Noncurrent assets:				
Cash, cash equivalents and investments - restricted	-	-	-	2,166,971
Taxes, interest, and penalties receivable	253,578	-	253,578	5,117
Pollution remediation recovery	5,217	-	5,217	-
Other receivables	2,051	-	2,051	4,859,877
Investments - unrestricted	-	-	-	3,537,257
Loans	424,794	-	424,794	-
Bond issuance costs net of amortization	-	-	-	48,999
Intergovernmental loans	-	-	-	1,813,270
Due from primary government	-	-	-	50,000
Investment in direct financing lease	-	-	-	2,054,022
Net pension assets	83,773	-	83,773	89
Other postemployment benefits	-	-	-	1,413
Other noncurrent assets	-	-	-	57,295
Capital assets:				
Land	1,396,659	-	1,396,659	421,567
Infrastructure	7,902,729	-	7,902,729	616,000
Construction in progress	1,281,535	-	1,281,535	934,675
Property, plant, and equipment	1,873,680	26,812	1,900,492	9,416,131
Less accumulated depreciation	(1,019,761)	(12,287)	(1,032,048)	(4,186,806)
Total capital assets, net of depreciation	11,434,842	14,525	11,449,367	7,201,567
Total noncurrent assets	12,204,255	14,525	12,218,780	21,795,877
Total assets	22,860,970	187,792	23,048,762	27,634,231
Liabilities:				
Current liabilities:				
Accounts payable	1,088,355	542	1,088,897	381,350
Claim payable	-	3,221	3,221	13,664
Interest payable	-	-	-	139,339
Current portion of long-term debt	-	-	-	1,503,022
Line of credit	-	-	-	350,000
Intergovernmental payable	125,035	-	125,035	-
Due to primary government	-	-	-	32,258
Leases payable	43,209	-	43,209	1,261
Accrued prize liability	-	-	-	52,175
Salaries, health, disability, and benefits payable	134,409	508	134,917	27,265
Tax refunds payable	83,039	-	83,039	-
Unearned revenue	5,302	5,741	11,043	284,557
Accrued liability for compensated absences	80,186	198	80,384	67,837
Due to federal government (net)	-	904,944	904,944	-
Pollution remediation payable	14,609	-	14,609	-
Securities lending payable	6,076	-	6,076	-
Securities lending collateral	1,143,229	-	1,143,229	430,292
Deposits held in custody for others	-	-	-	67,454
Other current liabilities	37	525	562	66,872
Total current liabilities	2,723,486	915,679	3,639,165	3,417,346

State of Indiana
Statement of Net Assets
June 30, 2009
(amounts expressed in thousands)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Long-term liabilities:				
Accrued liability for compensated absences	\$ 67,086	\$ 310	\$ 67,396	\$ 66,422
Claims payable	-	42,483	42,483	-
Intergovernmental payable	50,000	-	50,000	-
Accrued prize liability	-	-	-	100,850
Net pension obligations	957,499	-	957,499	-
Other postemployment benefits	71,831	-	71,831	27,557
Pollution remediation payable	52,068	-	52,068	4,289
Due to component unit	50,000	-	50,000	-
Unearned revenue	-	-	-	3,593,646
Leases payable	1,242,898	-	1,242,898	2,730
Funds held in trust for others	-	-	-	146,719
Advances from federal government	-	-	-	34,968
Revenue bonds/notes payable	-	-	-	11,767,201
Other noncurrent liabilities	-	-	-	98,317
Total long-term liabilities	2,491,382	42,793	2,534,175	15,842,699
Total liabilities	5,214,868	958,472	6,173,340	19,260,045
Net Assets:				
Invested in capital assets net of related debt	10,148,735	14,525	10,163,260	3,501,924
Restricted-nonexpendable:				
Grants/constitutional restrictions	-	-	-	9,031
Permanent funds	1,094,864	-	1,094,864	19,088
Future debt service	-	-	-	163,704
Instruction and research	-	-	-	213,252
Student aid	-	-	-	197,481
Other purposes	-	-	-	28,486
Total restricted-nonexpendable	1,094,864	-	1,094,864	631,042
Restricted-expendable:				
Instruction and research	-	-	-	444,089
Grants/constitutional restrictions	228,723	-	228,723	18,879
Endowments	-	-	-	296,880
Future debt service	-	-	-	205,236
Pension fund distribution	-	-	-	8,239
Public safety programs	-	-	-	8,027
Student aid	-	-	-	601,673
Auxiliary enterprises	-	-	-	7,126
Capital projects	-	-	-	259,752
Water pollution and drinking water projects	-	-	-	1,003,399
Other purposes	-	-	-	91,815
Total restricted-expendable	228,723	-	228,723	2,945,115
Unrestricted	6,173,780	(785,205)	5,388,575	1,296,105
Total net assets	\$ 17,646,102	\$ (770,680)	\$ 16,875,422	\$ 8,374,186

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, 2009
 (amounts expressed in thousands)

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets					
	Program Revenues		Primary Government		Component Units	
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Business-type Activities	Governmental Activities	Total
Primary government:						
Governmental activities:						
General government	\$ 4,321,592	\$ 684,486	\$ 1,870	\$ -	\$ (3,258,019)	\$ -
Public safety	1,527,879	4,133,815	294,859	19,527	(799,678)	(799,678)
Health	371,212	7,362	230,652	-	(133,198)	(133,198)
Welfare	9,150,207	45,226	6,584,331	-	(2,520,650)	(2,520,650)
Conservation, culture and development	722,506	172,351	286,594	-	(263,561)	(263,561)
Education	8,929,055	4,518	1,522,295	-	(7,402,242)	(7,402,242)
Transportation	1,324,487	36,088	1,197,755	-	(90,644)	(90,644)
Unallocated interest expense	732	-	-	-	(732)	(732)
Total governmental activities	26,347,670	1,363,846	10,493,703	21,397	(14,468,724)	(14,468,724)
Business-type activities						
Unemployment Compensation Fund	2,341,269	1,223,731	10,523	-	-	(1,107,015)
Malpractice Insurance Authority	1,070	5,418	-	4,348	-	4,348
Inns and Concessions	24,449	22,767	-	(1,682)	-	(1,682)
Total business-type activities	2,366,788	1,251,916	10,523	(1,104,349)	-	(1,104,349)
Total primary government	\$ 28,714,458	\$ 2,615,762	\$ 10,504,226	\$ 21,397	\$ (14,468,724)	\$ (15,573,073)
Component units:						
Proprietary	1,854,609	1,327,939	543,171	4,501	-	21,002
Colleges and universities	5,600,454	2,802,035	1,005,605	60,161	-	(1,732,655)
Total component units	\$ 7,455,063	\$ 4,129,974	\$ 1,548,776	\$ 64,662	\$ -	\$ (1,711,651)
General Revenues:						
Income tax					5,135,398	
Sales tax					6,146,378	
Fuels tax					763,994	
Gaming tax					880,491	
Inheritance tax					183,214	
Alcohol & Tobacco tax					540,201	
Insurance tax					187,329	
Financial Institutions tax					26,264	
Other tax					506,699	
Total taxes					14,369,968	
Revenue not restricted to specific programs					-	
Investment earnings				6,260	97,591	(477,485)
Payments from State of Indiana				-	-	1,488,043
Other				-	41,116	403,047
Transfers within primary government				2,113	-	-
Total general revenues and transfers				8,373	14,508,675	1,413,605
Changes in net assets				(1,095,976)	(1,064,398)	(298,046)
Net assets - beginning, as restated				325,296	17,939,820	8,672,232
Net assets - ending				\$ (770,680)	\$ 16,875,422	\$ 8,374,186

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, 2009
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Motor Vehicle Highway Fund</u>	<u>Medicaid Assistance Fund</u>	<u>Major Moves Construction Fund</u>
Assets:				
Cash, cash equivalents and investments-unrestricted	\$ 737,747	\$ 4,152	\$ 80,763	\$ 2,262,605
Securities lending collateral	580,571	-	-	258,217
Receivables:				
Taxes (net of allowance for uncollectible accounts)	1,647,688	17,893	-	-
Securities lending	3,174	-	-	1,436
Accounts	20,550	-	173	-
Grants	4,679	42	239,643	-
Interest	3,947	-	-	-
Interfund loans	13,558	39,913	-	-
Due from component unit	201	-	-	-
Prepaid expenditures	11	1	-	-
Loans	22,896	-	-	-
	<u>3,035,022</u>	<u>62,001</u>	<u>320,579</u>	<u>2,522,258</u>
Total assets	<u>\$ 3,035,022</u>	<u>\$ 62,001</u>	<u>\$ 320,579</u>	<u>\$ 2,522,258</u>
Liabilities:				
Accounts payable	\$ 116,275	\$ 2,329	\$ 339,942	\$ 21
Salaries and benefits payable	42,865	7,079	-	-
Interfund loans	-	-	-	-
Interfund services used	3,579	322	-	-
Intergovernmental payable	41,243	19,276	-	-
Tax refunds payable	78,885	-	-	-
Deferred revenue	632,336	7,223	-	-
Accrued liability for compensated absences-current	2,795	86	-	-
Pollution remediation payable	-	-	-	-
Securities lending payable	3,174	-	-	1,436
Securities lending collateral	580,571	-	-	258,217
	<u>1,501,723</u>	<u>36,315</u>	<u>339,942</u>	<u>259,674</u>
Total liabilities	<u>1,501,723</u>	<u>36,315</u>	<u>339,942</u>	<u>259,674</u>
Fund balance:				
Reserved:				
Encumbrances	33,049	5,352	-	-
Special purposes	-	-	-	-
Tuition support	-	-	-	-
Interfund loans	13,558	39,913	-	-
Long-term loans and advances	22,396	-	-	-
Restricted purposes	4,679	42	20,043	-
Unreserved:				
Unreserved fund balance reported in:				
General fund	1,459,617	-	-	-
Special revenue funds	-	(19,621)	(39,406)	2,262,584
Capital projects funds	-	-	-	-
Permanent funds	-	-	-	-
	<u>1,533,299</u>	<u>25,686</u>	<u>(19,363)</u>	<u>2,262,584</u>
Total fund balances	<u>1,533,299</u>	<u>25,686</u>	<u>(19,363)</u>	<u>2,262,584</u>
Total liabilities and fund balances	<u>\$ 3,035,022</u>	<u>\$ 62,001</u>	<u>\$ 320,579</u>	<u>\$ 2,522,258</u>

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

<u>State Highway Department Fund</u>	<u>Property Tax Replacement Fund</u>	<u>ARRA of 2009 Fund</u>	<u>Non-major Governmental Funds</u>	<u>Total</u>
\$ 174,686	\$ -	\$ 6,708	\$ 3,534,014	\$ 6,800,675
3,500	-	-	300,941	1,143,229
1	-	-	192,947	1,858,529
11	-	-	1,455	6,076
566	-	-	43,814	65,103
57,487	-	41,200	186,370	529,421
1	-	-	96	4,044
-	-	-	-	53,471
-	-	-	32,057	32,258
-	-	-	8	20
9,609	-	-	459,718	492,223
<u>\$ 245,861</u>	<u>\$ -</u>	<u>\$ 47,908</u>	<u>\$ 4,751,420</u>	<u>\$ 10,985,049</u>
\$ 26,909	\$ -	\$ 35,261	200,707	\$ 721,444
9,499	-	1,083	32,295	92,821
-	-	-	53,471	53,471
423	-	-	6,165	10,489
-	-	-	54,516	115,035
-	-	-	4,154	83,039
565	-	-	57,752	697,876
832	-	-	2,323	6,036
-	-	-	212	212
11	-	-	1,455	6,076
3,500	-	-	300,941	1,143,229
<u>41,739</u>	<u>-</u>	<u>36,344</u>	<u>713,991</u>	<u>2,929,728</u>
1,497,959	-	217,888	199,588	1,953,836
-	-	-	4,768	4,768
-	-	-	941,719	941,719
-	-	-	-	53,471
9,524	-	-	444,238	476,158
57,487	-	1,892	144,580	228,723
-	-	-	-	1,459,617
(1,360,848)	-	(208,216)	1,555,564	2,190,057
-	-	-	85,468	85,468
-	-	-	661,504	661,504
<u>204,122</u>	<u>-</u>	<u>11,564</u>	<u>4,037,429</u>	<u>8,055,321</u>
<u>\$ 245,861</u>	<u>\$ -</u>	<u>\$ 47,908</u>	<u>\$ 4,751,420</u>	<u>\$ 10,985,049</u>

State of Indiana
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2009
(amounts expressed in thousands)

Total fund balances-governmental funds \$ 8,055,321

Amounts reported for governmental activities in the statement of net assets 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	\$ 1,396,659	
Infrastructure assets	7,902,729	
Construction in progress	1,281,458	
Property, plant, and equipment	1,821,270	
Accumulated depreciation	<u>(988,868)</u>	
Total capital assets, net of depreciation		11,413,248

The State's pension funds have net pension assets not reported as assets in the funds. 83,773

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	\$ 692,575	
Accounts receivable	<u>84,256</u>	
		776,831

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

Accounts payable	\$ (236,215)	
Salaries, health, disability and benefits payable	(845)	
Pollution remediation	<u>(61,248)</u>	
		(298,308)

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 assets. 109,092

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	(137,356)	
Other postemployment benefits	(71,831)	
Loan from the Indiana Board for Depositories	(50,000)	
Capital lease payable	(1,277,169)	
Net pension obligations	<u>(957,499)</u>	
Total long-term liabilities		<u>(2,493,855)</u>

Net assets of governmental activities \$ 17,646,102

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, 2009
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Motor Vehicle Highway Fund</u>	<u>Medicaid Assistance Fund</u>	<u>Major Moves Construction Fund</u>
Revenues:				
Taxes:				
Income	\$ 5,035,065	\$ -	\$ -	\$ -
Sales	6,009,729	-	-	-
Fuels	-	445,112	-	-
Gaming	83,723	-	-	-
Inheritance	183,216	-	-	-
Alcohol and tobacco	334,985	-	-	-
Insurance	182,933	-	-	-
Financial Institutions	-	-	-	-
Other	240,430	-	-	-
Total taxes	<u>12,070,081</u>	<u>445,112</u>	<u>-</u>	<u>-</u>
Current service charges	185,912	122,032	110,154	-
Investment income	95,134	-	-	101,880
Sales/rents	1,804	7	-	-
Grants	12,942	17,465	3,602,154	-
Other	39,312	30,070	143,397	-
Total revenues	<u>12,405,185</u>	<u>614,686</u>	<u>3,855,705</u>	<u>101,880</u>
Expenditures:				
Current:				
General government	2,144,038	272,367	-	-
Public safety	714,838	212,394	-	-
Health	67,140	112	-	-
Welfare	307,186	-	5,362,763	-
Conservation, culture and development	88,026	-	-	-
Education	7,227,174	271	-	-
Transportation	2,187	2,301	-	14,705
Total expenditures	<u>10,550,589</u>	<u>487,445</u>	<u>5,362,763</u>	<u>14,705</u>
Excess (deficiency) of revenues over expenditures	<u>1,854,596</u>	<u>127,241</u>	<u>(1,507,058)</u>	<u>87,175</u>
Other financing sources (uses):				
Transfers in	2,550,671	202,329	1,820,551	-
Transfers (out)	(5,672,367)	(327,207)	(329,435)	(399,000)
Proceeds from capital lease	77	-	-	-
Total other financing sources (uses)	<u>(3,121,619)</u>	<u>(124,878)</u>	<u>1,491,116</u>	<u>(399,000)</u>
Net change in fund balances	(1,267,023)	2,363	(15,942)	(311,825)
Fund Balance July 1, as restated	2,800,322	23,323	(3,421)	2,574,409
Fund Balance June 30	<u>\$ 1,533,299</u>	<u>\$ 25,686</u>	<u>\$ (19,363)</u>	<u>\$ 2,262,584</u>

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

<u>State Highway Department Fund</u>	<u>Property Tax Replacement Fund</u>	<u>ARRA OF 2009 Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 139,210	\$ 5,174,275
-	-	-	145,992	6,155,721
4	-	-	327,497	772,613
-	-	-	796,781	880,504
-	-	-	-	183,216
-	-	-	205,115	540,100
-	-	-	4,396	187,329
-	-	-	16,025	16,025
-	-	-	275,281	515,711
4	-	-	1,910,297	14,425,494
1,422	-	-	1,092,089	1,511,609
245	-	-	310	197,569
2,239	-	-	16,319	20,369
970,755	-	996,614	3,859,787	9,459,717
89,212	-	-	446,780	748,771
<u>1,063,877</u>	<u>-</u>	<u>996,614</u>	<u>7,325,582</u>	<u>26,363,529</u>
1,055	1,020,134	-	890,398	4,327,992
-	-	-	581,730	1,508,962
-	-	-	306,257	373,509
-	-	425,584	2,880,958	8,976,491
-	-	3,479	572,968	664,473
-	-	543,958	1,188,079	8,959,482
1,857,907	-	12,023	219,889	2,109,012
<u>1,858,962</u>	<u>1,020,134</u>	<u>985,044</u>	<u>6,640,279</u>	<u>26,919,921</u>
<u>(795,085)</u>	<u>(1,020,134)</u>	<u>11,570</u>	<u>685,303</u>	<u>(556,392)</u>
839,846	2,019,620	-	3,143,376	10,576,393
(19,473)	(999,486)	(6)	(2,822,931)	(10,569,905)
5,454	-	-	127	5,658
<u>825,827</u>	<u>1,020,134</u>	<u>(6)</u>	<u>320,572</u>	<u>12,146</u>
30,742	-	11,564	1,005,875	(544,246)
173,380	-	-	3,031,554	8,599,567
<u>\$ 204,122</u>	<u>\$ -</u>	<u>\$ 11,564</u>	<u>\$ 4,037,429</u>	<u>\$ 8,055,321</u>

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, 2009
(amounts expressed in thousands)

Net change in fund balances-total governmental funds	\$ (544,246)
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.	731,308
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 (\$60,273) exceeds depreciation (\$59,546) in the current period.	727
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Tax revenue	(49,526)
Non-tax revenue	(27,438)
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	(130,156)
Statutory expenses	10,000
Amounts due to component units	33,391
Payment delays to colleges and universities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	31,028
The change in net pension assets and net pension obligations do not provide or require the use of current financial resources:	
Decrease in net pension assets	14,114
Decrease in net pension obligations	6,868
The change in other postemployment benefits do not provide or require the use of current financial resources.	(36,086)
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.	(8,407)
Change in net assets of governmental activities.	<u>\$ 31,578</u>

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



State of Indiana
Statement of Fund Net Assets
Proprietary Funds
June 30, 2009

(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
Assets				
Current assets:				
Cash, cash equivalents and investments - unrestricted	\$ 20,918	\$ 69,351	\$ 90,269	\$ 118,968
Receivables:				
Accounts	76,297	826	77,123	7,047
Interest	-	732	732	-
Grants	4,487	-	4,487	-
Interfund services provided	-	-	-	10,489
Inventory	-	607	607	6,409
Prepaid expenses	-	49	49	4,857
Total current assets	<u>101,702</u>	<u>71,565</u>	<u>173,267</u>	<u>147,770</u>
Noncurrent assets:				
Capital assets:				
Construction in progress	-	-	-	77
Property, plant, and equipment	-	26,812	26,812	52,410
Less accumulated depreciation	-	(12,287)	(12,287)	(30,893)
Total capital assets, net of depreciation	<u>-</u>	<u>14,525</u>	<u>14,525</u>	<u>21,594</u>
Total noncurrent assets	<u>-</u>	<u>14,525</u>	<u>14,525</u>	<u>21,594</u>
Total assets	<u>101,702</u>	<u>86,090</u>	<u>187,792</u>	<u>169,364</u>
Liabilities				
Current liabilities:				
Accounts payable	-	542	542	6,653
Claims payable	-	3,221	3,221	-
Salaries and benefits payable	-	508	508	1,448
Capital lease payable	-	-	-	275
Health/disability benefits payable	-	-	-	39,295
Accrued liability for compensated absences	-	198	198	2,037
Due to federal government (net)	904,944	-	904,944	-
Interfund services used	-	-	-	20
Deferred revenue	-	5,741	5,741	1
Other liabilities	-	525	525	37
Total current liabilities	<u>904,944</u>	<u>10,735</u>	<u>915,679</u>	<u>49,766</u>
Noncurrent liabilities:				
Accrued liability for compensated absences	-	310	310	1,843
Capital lease payable	-	-	-	8,663
Claims payable	-	42,483	42,483	-
Total noncurrent liabilities	<u>-</u>	<u>42,793</u>	<u>42,793</u>	<u>10,506</u>
Total liabilities	<u>904,944</u>	<u>53,528</u>	<u>958,472</u>	<u>60,272</u>
Net assets				
Invested in capital assets net of related debt	-	14,525	14,525	12,657
Unrestricted	(803,242)	18,037	(785,205)	96,435
Total net assets	<u>\$ (803,242)</u>	<u>\$ 32,562</u>	<u>\$ (770,680)</u>	<u>\$ 109,092</u>

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 Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2009

(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
Operating revenues:				
Sales/rents/premiums	\$ -	\$ 27,949	\$ 27,949	\$ 521,129
Employer contributions	1,223,731	-	1,223,731	-
Charges for services	-	-	-	1,193
Other	-	236	236	997
Total operating revenues	1,223,731	28,185	1,251,916	523,319
Cost of sales	-	4,175	4,175	23,554
Gross margin	1,223,731	24,010	1,247,741	499,765
Operating expenses:				
General and administrative expense	6,711	20,368	27,079	138,695
Claims expense	-	243	243	-
Health / disability benefit payments	-	-	-	342,971
Unemployment compensation benefits	2,334,558	-	2,334,558	-
Depreciation and amortization	-	635	635	7,605
Other	-	98	98	-
Total operating expenses	2,341,269	21,344	2,362,613	489,271
Operating income (loss)	(1,117,538)	2,666	(1,114,872)	10,494
Nonoperating revenues (expenses):				
Interest and other investment income	2,719	3,541	6,260	1
Interest and other investment expense	-	-	-	(732)
Gain (Loss) on disposition of assets	-	-	-	(2,296)
Other	10,523	-	10,523	(7,273)
Total nonoperating revenues (expenses)	13,242	3,541	16,783	(10,300)
Income before contributions and transfers	(1,104,296)	6,207	(1,098,089)	194
Transfers in	-	2,113	2,113	14,129
Transfers (out)	-	-	-	(22,730)
Change in net assets	(1,104,296)	8,320	(1,095,976)	(8,407)
Total net assets, July 1, as restated	301,054	24,242	325,296	117,499
Total net assets, June 30	\$ (803,242)	\$ 32,562	\$ (770,680)	\$ 109,092

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, 2009

(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
Cash flows from operating activities:				
Cash received from customers	\$ 849,033	\$ 27,615	\$ 876,648	\$ 524,284
Cash paid for general and administrative	(6,711)	(20,264)	(26,975)	(138,406)
Cash paid for salary/health/disability benefit payments	-	-	-	(340,977)
Cash paid to suppliers	-	(4,174)	(4,174)	(27,724)
Cash paid for claims expense	(1,967,608)	(4,250)	(1,971,858)	-
Net cash provided (used) by operating activities	(1,125,286)	(1,073)	(1,126,359)	17,177
Cash flows from noncapital financing activities:				
Transfers in	-	-	-	14,205
Transfers out	-	-	-	(22,730)
Loan from federal government	1,271,906	-	1,271,906	-
Repayment of loan from federal government	(366,961)	-	(366,961)	-
Other	11,564	-	11,564	(7,637)
Net cash provided (used) by noncapital financing activities	916,509	-	916,509	(16,162)
Cash flows from capital and related financing activities:				
Acquisition/construction of capital assets	-	(1,486)	(1,486)	(9,391)
Proceeds from sale of assets	-	-	-	84
Principal payments -- capital leases	-	-	-	(259)
Capital contributions	-	2,114	2,114	-
Interest paid	-	-	-	(721)
Net cash provided (used) by capital and related financing activities	-	628	628	(10,287)
Cash flows from investing activities:				
Proceeds from sales of investments	-	8,000	8,000	-
Purchase of investments	-	(11,648)	(11,648)	-
Interest income (expense) on investments	2,719	2,761	5,480	1
Net cash provided (used) by investing activities	2,719	(887)	1,832	1
Net increase (decrease) in cash and cash equivalents	(206,058)	(1,332)	(207,390)	(9,271)
Cash and cash equivalents, July 1	226,976	6,459	233,435	128,239
Cash and cash equivalents, June 30	<u>\$ 20,918</u>	<u>\$ 5,127</u>	<u>\$ 26,045</u>	<u>\$ 118,968</u>
Reconciliation of cash , cash equivalents and investments:				
Cash and cash equivalents unrestricted at end of year	\$ 20,918	\$ 5,127	\$ 26,045	\$ 118,968
Investments unrestricted	-	64,224	64,224	-
Cash, cash equivalents and investments per balance sheet	<u>\$ 20,918</u>	<u>\$ 69,351</u>	<u>\$ 90,269</u>	<u>\$ 118,968</u>
Noncash investing, capital and financing activities:				
Increase in fair value of investments	\$ -	\$ 736	\$ 736	\$ -

State of Indiana
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June
30, 2009

(amounts expressed in thousands)

	Unemployment Compensation Fund	Non-Major Enterprise Funds	Total	Internal Service Funds
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (1,117,538)	\$ 2,666	\$ (1,114,872)	\$ 10,494
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization expense	-	635	635	7,605
(Increase) decrease in receivables	(7,737)	119	(7,618)	669
(Increase) decrease in interfund services provided	-	-	-	792
(Increase) decrease in inventory	-	-	-	766
(Increase) decrease in prepaid expenses	-	(4)	(4)	(901)
(Increase) decrease in claims payable	-	(4,007)	(4,007)	-
Increase (decrease) in health and disability benefits payable	-	-	-	1,992
Increase (decrease) in accounts payable	(11)	(36)	(47)	(3,980)
Increase (decrease) in deferred revenue	-	(696)	(696)	(495)
Increase (decrease) in salaries payable	-	57	57	60
Increase (decrease) in compensated absences	-	86	86	178
Increase (decrease) in other payables	-	107	107	(3)
Net cash provided (used) by operating activities	<u>\$ (1,125,286)</u>	<u>\$ (1,073)</u>	<u>\$ (1,126,359)</u>	<u>\$ 17,177</u>

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

State of Indiana
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2009
(amounts expressed in thousands)

	Pension and Other Employee Benefit Trust Funds	Private-Purpose Trust Funds	Investment Trust Fund	Agency Funds
Assets:				
Cash, cash equivalents and non-pension investments	\$ 1,811,649	\$ 32,183	\$ -	\$ 595,776
Securities lending collateral	2,519,391	8,500	2,801	45,500
Receivables:				
Taxes	-	-	-	13,582
Contributions	206,522	-	-	-
Interest	80,681	13	138	-
Securities lending	-	24	-	194
Member loans	1,948	-	-	-
Due from other funds	19,662	-	-	-
Due from component unit	2,251	-	-	-
From investment sales	1,336,661	-	-	-
Other	682	-	-	57
Total receivables	1,648,407	37	138	13,833
Prepaid expenses	29	-	-	-
Pension and other employee benefit investments at fair value:				
Equity Securities	7,100,640	-	-	-
Debt Securities	7,298,857	-	-	-
Mutual Funds and Collective Trust Funds	2,312,106	-	-	-
Other	1,895,127	-	-	-
Total investments	18,606,730	-	-	-
Pool Investments at Amortized Cost:				
Cash and cash equivalents	-	-	177,449	-
Money Market Mutual Funds	-	-	81,403	-
U.S. Government Agencies	-	-	16,023	-
Commercial Paper	-	-	18,669	-
Total investments	-	-	293,544	-
Property, plant and equipment net of accumulated depreciation	7,547	-	-	-
Total assets	24,593,753	40,720	296,483	655,109
Liabilities:				
Accounts/escrows payable	22,396	4,008	-	595,833
Salaries and benefits payable	938	-	-	-
Management fee payable	-	-	18	-
Due to other funds	19,662	-	-	-
Securities lending payable	-	24	-	194
Benefits payable	67,611	-	-	-
Distributions payable	-	-	3	-
Due to component unit	2,251	-	-	-
Deferred revenue	40,052	-	-	-
Compensated absences	373	-	-	-
Investment purchases payable	1,881,483	-	-	-
Securities purchased payable	2,519,391	-	-	-
Securities lending collateral	-	8,500	2,801	45,500
Other	-	-	13	13,582
Total liabilities	4,554,157	12,532	2,835	\$ 655,109
Net assets:				
Held in trust for:				
Employees' pension benefits	19,803,170	-	-	-
OPEB benefits	121,577	-	-	-
Future death benefits	9,408	-	-	-
State and local units	105,441	-	-	-
Trust beneficiaries	-	28,188	-	-
Local government investment pool participants	-	-	293,648	-
Total net assets	\$ 20,039,596	\$ 28,188	\$ 293,648	\$ 655,109

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

State of Indiana
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2009

(amounts expressed in thousands)

	Pension and Other Employee Benefit Trust Funds	Private-Purpose Trust Funds	Investment Trust Fund
Additions:			
Member contributions	\$ 336,996	\$ 82,852	\$ 1,469,663
Employer contributions	1,380,919	-	-
Contributions from the State of Indiana	140,072	-	-
Net investment income (loss)	(4,578,959)	276	4,831
Grants	-	4	-
Less investment expense	(122,414)	-	(31)
Donations/escheats	-	72,618	-
Transfers in	7,662	-	-
Reinvestment of distributions	-	-	4,458
Other	166	-	-
Total additions	(2,835,558)	155,750	1,478,921
Deductions:			
Pension and disability benefits	1,571,787	-	-
Retiree health benefits	3,373	-	-
Death benefits	806	-	-
Payments to participants/beneficiaries	-	165,650	4,449
Refunds of contributions and interest	50,355	-	1,371,619
Administrative	34,492	-	240
Pension relief distributions	167,279	-	-
Capital projects	2,183	-	-
Depreciation	1	-	-
Transfers out	7,662	-	-
Other	4,020	-	119
Total deductions	1,841,958	165,650	1,376,427
Net increase (decrease) in net assets	(4,677,516)	(9,900)	102,494
Net assets held in trust, July 1, as restated	24,717,112	38,088	191,154
Net assets held in trust, June 30	\$ 20,039,596	\$ 28,188	\$ 293,648

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

State of Indiana
Combining Statement of Net Assets
Discretely Presented Component Units
June 30, 2009
(amounts expressed in thousands)

	Proprietary	Colleges and Universities	Total
Assets:			
Current assets:			
Cash, cash equivalents and investments	\$ 2,006,106	\$ 1,601,067	\$ 3,607,173
Securities lending collateral	122,675	307,617	430,292
Receivables (net)	331,249	377,573	708,822
Inventory	413	16,979	17,392
Prepaid expenses	3,947	21,630	25,577
Intergovernmental loans	815,679	-	815,679
Investment in direct financing lease	56,643	-	56,643
Funds held in trust by others	-	78,029	78,029
Other postemployment benefits	-	7,442	7,442
Other current assets	25,072	66,233	91,305
Total current assets	3,361,784	2,476,570	5,838,354
Noncurrent assets:			
Cash, cash equivalents and investments - restricted	481,499	1,685,472	2,166,971
Taxes, interest, and penalties receivable	5,117	-	5,117
Other receivables	4,511,782	348,095	4,859,877
Investments - unrestricted	562,886	2,974,371	3,537,257
Bond issuance costs net of amortization	48,689	310	48,999
Intergovernmental loans	1,813,270	-	1,813,270
Due from primary government	50,000	-	50,000
Investment in direct financing lease	2,054,022	-	2,054,022
Net pension assets	89	-	89
Other postemployment benefits	-	1,413	1,413
Other noncurrent assets	7,577	49,718	57,295
Capital assets:			
Land	231,063	190,504	421,567
Infrastructure	328,822	287,178	616,000
Construction in progress	294,542	640,133	934,675
Property, plant, and equipment	1,377,908	8,038,223	9,416,131
Less accumulated depreciation	(493,193)	(3,693,613)	(4,186,806)
Capital assets, net of accumulated depreciation	1,739,142	5,462,425	7,201,567
Total noncurrent assets	11,274,073	10,521,804	21,795,877
Total assets	14,635,857	12,998,374	27,634,231
Liabilities:			
Current liabilities:			
Accounts payable	49,199	332,151	381,350
Claims payable	13,664	-	13,664
Interest payable	135,996	3,343	139,339
Current portion of long-term debt	1,144,581	358,441	1,503,022
Line of credit	350,000	-	350,000
Due to primary government	32,258	-	32,258
Capital lease payable	-	1,261	1,261
Accrued prize liability	52,175	-	52,175
Salaries, health, disability, and benefits payable	279	26,986	27,265
Deferred revenue	72,442	212,115	284,557
Accrued liability for compensated absences	203	67,634	67,837
Securities lending collateral	122,675	307,617	430,292
Deposits held in custody for others	25,722	41,732	67,454
Other current liabilities	13,317	53,555	66,872
Total current liabilities	2,012,511	1,404,835	3,417,346
Long-term liabilities:			
Accrued liability for compensated absences	243	66,179	66,422
Accrued prize liability	100,850	-	100,850
Other postemployment benefits	-	27,557	27,557
Pollution remediation payable	4,289	-	4,289
Deferred revenue	3,553,111	40,535	3,593,646
Capital lease payable	-	2,730	2,730
Funds held in trust for others	-	146,719	146,719
Advances from federal government	6,179	28,789	34,968
Revenue bonds/notes payable	9,623,887	2,143,314	11,767,201
Other noncurrent liabilities	5,232	93,085	98,317
Total long-term liabilities	13,293,791	2,548,908	15,842,699
Total liabilities	15,306,302	3,953,743	19,260,045
Net Assets:			
Invested in capital assets net of related debt	305,588	3,196,336	3,501,924
Restricted-nonexpendable:			
Grants/constitutional restrictions	9,031	-	9,031
Permanent funds	-	19,088	19,088
Future debt service	163,704	-	163,704
Instruction and research	-	213,252	213,252
Student aid	-	197,481	197,481
Other purposes	-	28,486	28,486
Total restricted-nonexpendable	172,735	458,307	631,042
Restricted-expendable:			
Instruction and research	-	444,089	444,089
Grants/constitutional restrictions	-	18,879	18,879
Endowments	-	296,880	296,880
Future debt service	196,859	8,377	205,236
Pension fund distribution	8,239	-	8,239
Public safety programs	-	8,027	8,027
Student aid	-	601,673	601,673
Auxiliary enterprises	71	7,055	7,126
Capital projects	40,436	219,316	259,752
Water pollution and drinking water projects	1,003,399	-	1,003,399
Other purposes	1,687	90,128	91,815
Total restricted-expendable	1,250,691	1,694,424	2,945,115
Unrestricted	(2,399,459)	3,695,564	1,296,105
Total net assets	\$ (670,445)	\$ 9,044,631	\$ 8,374,186

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, 2009
(amounts expressed in thousands)**

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Proprietary	Colleges and Universities	Net (Expense) Revenue
Proprietary	\$ 1,854,609	\$ 1,327,939	\$ 543,171	\$ 4,501	\$ 21,002	\$ -	\$ 21,002
Colleges and universities	5,600,454	2,802,035	1,005,605	60,161	-	(1,732,653)	(1,732,653)
Total component units	\$ 7,455,063	\$ 4,129,974	\$ 1,548,776	\$ 64,662	21,002	(1,732,653)	(1,711,651)
General Revenues:							
					189,050	(666,535)	(477,485)
					9,926	1,478,117	1,488,043
					1,280	401,767	403,047
					200,256	1,213,349	1,413,605
					221,258	(519,304)	(298,046)
					(891,703)	9,563,935	8,672,232
					\$ (670,445)	\$ 9,044,631	\$ 8,374,186

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

State of Indiana
Combining Statement of Net Assets
Discretely Presented Component Units -
Proprietary Funds
June 30, 2009
(amounts expressed in thousands)

	Indiana Finance Authority	Indiana Bond Bank	Indiana Housing and Community Development Authority	Board for Depositories	Secondary Market for Education Loans
Assets					
Current assets:					
Cash, cash equivalents and investments	\$ 918,078	\$ 77,133	\$ 426,709	\$ 150,014	\$ 71,436
Securities lending collateral	-	-	-	122,675	-
Receivables (net)	159,075	27,119	429	849	117,274
Inventory	-	-	-	-	-
Prepaid expenses	-	-	-	-	-
Intergovernmental loans	-	815,679	-	-	-
Investment in direct financing lease	56,500	-	-	-	-
Other current assets	168	-	22,302	-	2,602
Total current assets	1,133,821	919,931	449,440	273,538	191,312
Noncurrent assets:					
Cash, cash equivalents and investments - restricted	-	36,256	327,462	-	-
Taxes, interest, and penalties receivable	-	-	5,117	-	-
Loans receivable	2,671,664	-	1,158,050	-	1,669,116
Investments - unrestricted	455,483	-	-	107,403	-
Bond issuance costs, net of amortization	15,323	22,896	9,969	-	-
Intergovernmental loans	-	1,813,270	-	-	-
Due from primary government	-	-	-	50,000	-
Investment in direct financing lease	1,386,815	-	-	-	-
Net pension assets	-	-	-	-	-
Other noncurrent assets	144	-	-	11	7,422
Capital assets:					
Land	85,885	-	-	-	-
Infrastructure	276,378	-	-	-	-
Construction in progress	154,578	-	-	-	-
Property, plant, and equipment	1,230,292	-	3,285	202	2,294
Less accumulated depreciation	(377,643)	-	(2,181)	(181)	(1,336)
Total capital assets, net of depreciation	1,369,490	-	1,104	21	958
Total noncurrent assets	5,898,919	1,872,422	1,501,702	157,435	1,677,496
Total assets	7,032,740	2,792,353	1,951,142	430,973	1,868,808
Liabilities					
Current liabilities:					
Accounts payable	4,721	544	1,472	72	8,338
Claims payable	-	-	-	-	-
Interest payable	64,991	41,202	29,020	-	457
Current portion of long-term debt	194,800	844,535	103,736	-	-
Line of credit	-	-	350,000	-	-
Due to primary government	201	-	-	-	-
Accrued prize liability	-	-	-	-	-
Salaries, health, disability, and benefits payable	-	-	-	-	-
Deferred revenue	63,559	-	-	-	-
Accrued liability for compensated absences	-	-	-	-	-
Securities lending collateral	-	-	-	122,675	-
Deposits held in custody for others	-	25,551	171	-	-
Other current liabilities	2,770	-	8,080	3	-
Total current liabilities	331,042	911,832	492,479	122,750	8,795
Long-term liabilities:					
Accrued liability for compensated absences	-	-	-	-	-
Accrued prize liability	-	-	-	-	-
Pollution remediation payable	4,289	-	-	-	-
Deferred revenue	3,545,081	493	-	-	-
Advances from federal government	6,179	-	-	-	-
Revenue bonds/notes payable	4,775,544	1,862,440	1,201,204	-	1,770,350
Other noncurrent liabilities	-	-	1,198	-	4,034
Total long-term liabilities	8,331,093	1,862,933	1,202,402	-	1,774,384
Total liabilities	8,662,135	2,774,765	1,694,881	122,750	1,783,179
Net assets					
Invested in capital assets net of related debt	90,472	-	1,104	21	958
Restricted-nonexpendable					
Grants/constitutional restrictions	-	-	8,480	-	-
Future debt service	-	-	163,704	-	-
Total restricted-nonexpendable	-	-	172,184	-	-
Restricted-expendable					
Future debt service	175,555	2,264	-	-	14,656
Pension fund distribution	-	-	-	8,239	-
Auxiliary enterprises	-	-	-	-	-
Capital projects	-	-	-	-	-
Water pollution and drinking water projects	1,003,399	-	-	-	-
Other purposes	-	-	-	-	-
Total restricted-expendable	1,178,954	2,264	-	8,239	14,656
Unrestricted (deficit)	(2,898,821)	15,324	82,973	299,963	70,015
Total net assets	\$ (1,629,395)	\$ 17,588	\$ 256,261	\$ 308,223	\$ 85,629

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

continued on next page

State Lottery Commission	Indiana Stadium and Convention Building Authority	Non-Major	IFA & ISCBA Elimination	Total Component Units
\$ 71,622	\$ 237,006	\$ 54,108	\$ -	\$ 2,006,106
-	-	-	-	122,675
24,585	8,241	5,442	(11,765)	331,249
402	-	11	-	413
3,532	-	415	-	3,947
-	-	-	-	815,679
-	-	143	-	56,643
-	-	-	-	25,072
100,141	245,247	60,119	(11,765)	3,361,784
110,400	-	7,381	-	481,499
-	-	-	-	5,117
-	-	-	(987,048)	4,511,782
-	-	-	-	562,886
-	-	501	-	48,689
-	-	-	-	1,813,270
-	-	-	-	50,000
-	666,525	682	-	2,054,022
-	-	89	-	89
-	-	-	-	7,577
-	-	145,178	-	231,063
-	-	52,444	-	328,822
-	138,630	1,334	-	294,542
6,531	-	135,304	-	1,377,908
(4,322)	-	(107,530)	-	(493,193)
2,209	138,630	226,730	-	1,739,142
112,609	805,155	235,383	(987,048)	11,274,073
212,750	1,050,402	295,502	(998,813)	14,635,857
20,308	11,787	1,957	-	49,199
-	-	13,664	-	13,664
-	3,200	326	(3,200)	135,996
-	8,565	1,510	(8,565)	1,144,581
-	-	-	-	350,000
32,057	-	-	-	32,258
52,175	-	-	-	52,175
-	-	279	-	279
920	-	7,963	-	72,442
-	-	203	-	203
-	-	-	-	122,675
-	-	-	-	25,722
1,440	-	1,024	-	13,317
106,900	23,552	26,926	(11,765)	2,012,511
-	-	243	-	243
100,850	-	-	-	100,850
-	-	-	-	4,289
-	2,537	5,000	-	3,553,111
-	-	-	-	6,179
-	987,048	14,349	(987,048)	9,623,887
-	-	-	-	5,232
100,850	989,585	19,592	(987,048)	13,293,791
207,750	1,013,137	46,518	(998,813)	15,306,302
2,209	-	210,824	-	305,588
-	-	551	-	9,031
-	-	-	-	163,704
-	-	551	-	172,735
-	-	4,384	-	196,859
-	-	-	-	8,239
-	-	71	-	71
-	37,265	3,171	-	40,436
-	-	-	-	1,003,399
-	-	1,687	-	1,687
-	37,265	9,313	-	1,250,691
2,791	-	28,296	-	(2,399,459)
\$ 5,000	\$ 37,265	\$ 248,984	\$ -	\$ (670,445)

**State of Indiana
Combining Statement of Activities
Discretely Presented Component Units -
Proprietary Funds
For the Fiscal Year Ended June 30, 2009**
(amounts expressed in thousands)

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Indiana Finance Authority	Indiana Bond Bank	Indiana Housing and Community Development Authority
Indiana Finance Authority (IFA)	\$ 322,505	\$ 453,322	\$ 31,617	\$ -	\$ 162,434	\$ -	\$ -
Indiana Bond Bank	124,032	1,033	124,930	-	-	1,931	-
Indiana Housing and Community Development Authority	388,683	73,939	297,380	-	-	-	(17,364)
Board for Depositories	16,414	-	10,036	-	-	-	-
Secondary Market for Educational Loans	48,188	-	65,038	-	-	-	-
State Lottery Commission	733,562	732,904	-	-	-	-	-
Indiana Stadium and Convention Building Authority (ISCBA)	132,883	-	12,043	4,171	-	-	-
Non-Major Proprietary	138,126	119,763	2,127	330	-	-	-
IFA & ISCBA Interfund Eliminations	(49,784)	(53,022)	-	-	-	-	-
Total component units	\$ 1,854,609	\$ 1,327,939	\$ 543,171	\$ 4,501	\$ 162,434	\$ 1,931	\$ (17,364)
General revenues:							
Investment earnings					108,355	472	74,928
Payments from State of Indiana					-	-	-
Other					-	-	-
Total general revenues					<u>108,355</u>	<u>472</u>	<u>74,928</u>
Change in net assets					270,789	2,403	57,564
Net assets - beginning, as restated					(1,900,184)	15,185	198,697
Net assets - ending					<u>\$ (1,629,395)</u>	<u>\$ 17,588</u>	<u>\$ 256,261</u>

continued on next page

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, 2009
(amounts expressed in thousands)

	Net (Expense) Revenue and Changes in Net Assets						
	Board for Depositories	Secondary Market for Education Loans	State Lottery Commission	Indiana Stadium and Convention Building Authority	Non-Major	IFA & ISCBA Interfund Eliminations	Net (Expense) Revenue
Indiana Finance Authority (IFA)	\$ -	-	-	-	-	-	\$ 162,434
Indiana Bond Bank	-	-	-	-	-	-	1,931
Indiana Housing and Community Development Authority	-	-	-	-	-	-	(17,364)
Board for Depositories	(6,378)	-	-	-	-	-	(6,378)
Secondary Market for Educational Loans	-	16,850	-	-	-	-	16,850
State Lottery Commission	-	-	(658)	-	-	-	(658)
Indiana Stadium and Convention Building Authority (ISCBA)	-	-	-	(116,669)	-	-	(116,669)
Non-Major Proprietary	-	-	-	-	(15,906)	-	(15,906)
IFA and ISCBA Interfund Eliminations	-	-	-	-	-	(3,238)	(3,238)
Total component units	(6,378)	16,850	(658)	(116,669)	(15,906)	(3,238)	21,002
General revenues:							
Investment earnings	-	-	658	-	1,399	3,238	189,050
Payments from State of Indiana	-	-	-	-	9,926	-	9,926
Other	-	-	-	-	1,280	-	1,280
Total general revenues	-	-	658	-	12,605	3,238	200,256
Change in net assets	(6,378)	16,850	-	(116,669)	(3,301)	-	221,258
Net assets - beginning, as restated	314,601	68,779	5,000	153,934	252,285	-	(891,709)
Net assets - ending	\$ 308,223	\$ 85,629	\$ 5,000	\$ 37,265	\$ 248,984	\$ -	\$ (670,445)

State of Indiana
Combining Statement of Net Assets
Discretely Presented Component Units -
Colleges and Universities
June 30, 2009
(amounts expressed in thousands)

	Indiana University	Purdue University	Non-Major Colleges and Universities	Totals
Assets				
Current assets:				
Cash, cash equivalents and investments	\$ 746,942	\$ 445,970	\$ 408,155	\$ 1,601,067
Securities lending collateral	169,680	137,937	-	307,617
Receivables (net)	121,242	124,710	131,621	377,573
Inventory	11,724	-	5,255	16,979
Prepaid expenses	-	-	21,630	21,630
Funds held in trust by others	-	-	78,029	78,029
Other postemployment benefits	-	-	7,442	7,442
Other current assets	27,686	36,248	2,299	66,233
Total current assets	1,077,274	744,865	654,431	2,476,570
Noncurrent assets:				
Cash, cash equivalents and investments - restricted	-	1,641,030	44,442	1,685,472
Other receivables	251,664	72,536	23,895	348,095
Investments - unrestricted	1,743,308	611,357	619,706	2,974,371
Bond issuance costs net of amortization	-	-	310	310
Other postemployment benefits	-	-	1,413	1,413
Other noncurrent assets	-	33,328	16,390	49,718
Capital assets:				
Land	53,057	23,256	114,191	190,504
Infrastructure	149,790	62,778	74,610	287,178
Construction in progress	224,840	237,727	177,566	640,133
Property, plant, and equipment	3,389,543	2,685,061	1,963,619	8,038,223
Less accumulated depreciation	(1,576,004)	(1,271,682)	(845,927)	(3,693,613)
Total capital assets, net of depreciation	2,241,226	1,737,140	1,484,059	5,462,425
Total noncurrent assets	4,236,198	4,095,391	2,190,215	10,521,804
Total assets	5,313,472	4,840,256	2,844,646	12,998,374
Liabilities				
Current liabilities:				
Accounts payable	193,321	70,675	68,155	332,151
Interest payable	-	-	3,343	3,343
Current portion of long-term debt	51,172	260,981	46,288	358,441
Capital lease payable	1,242	-	19	1,261
Salaries, health, disability, and benefits payable	-	12,189	14,797	26,986
Deferred revenue	139,630	40,117	32,368	212,115
Accrued liability for compensated absences	34,154	24,658	8,822	67,634
Securities lending collateral	169,680	137,937	-	307,617
Deposits held in custody for others	-	25,000	16,732	41,732
Other current liabilities	-	33,080	20,475	53,555
Total current liabilities	589,199	604,637	210,999	1,404,835
Long-term liabilities:				
Accrued liability for compensated absences	20,127	28,464	17,588	66,179
Other postemployment benefits	8,657	12,138	6,762	27,557
Deferred revenue	40,097	-	438	40,535
Capital lease payable	2,730	-	-	2,730
Funds held in trust for others	80,718	50,702	15,299	146,719
Advances from federal government	-	19,918	8,871	28,789
Revenue bonds/notes payable	771,860	646,110	725,344	2,143,314
Other noncurrent liabilities	64,405	7,174	21,506	93,085
Total long-term liabilities	988,594	764,506	795,808	2,548,908
Total liabilities	1,577,793	1,369,143	1,006,807	3,953,743
Net assets				
Invested in capital assets net of related debt	1,475,395	964,652	756,289	3,196,336
Restricted-nonexpendable				
Permanent funds	19,088	-	-	19,088
Instruction and research	-	211,648	1,604	213,252
Student aid	-	162,723	34,758	197,481
Other purposes	-	23,654	4,832	28,486
Total restricted-nonexpendable	19,088	398,025	41,194	458,307
Restricted-expendable				
Instruction and research	92,627	261,193	90,269	444,089
Grants/constitutional restrictions	-	-	18,879	18,879
Endowments	-	260,448	36,432	296,880
Future debt service	5,162	-	3,215	8,377
Public safety programs	-	-	8,027	8,027
Student aid	24,239	477,810	99,624	601,673
Auxiliary enterprises	-	3,799	3,256	7,055
Capital projects	16,595	68,832	133,889	219,316
Other purposes	-	69,009	21,119	90,128
Total restricted-expendable	138,623	1,141,091	414,710	1,694,424
Unrestricted (deficit)	2,102,573	967,345	625,646	3,695,564
Total net assets	\$ 3,735,679	\$ 3,471,113	\$ 1,837,839	\$ 9,044,631

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 Fiscal Year Ended June 30, 2009**
(amounts expressed in thousands)

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets				
	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	\$ 2,557,094	\$ 1,427,347	\$ 586,422	\$ 30,228	\$ (513,097)	\$ -	\$ -	\$ (513,097)
Purdue University	1,738,718	857,764	314,473	27,943	-	(538,538)	-	(538,538)
Non-Major Colleges and Universities	1,304,642	516,924	104,710	1,990	-	-	(681,018)	(681,018)
Total component units	\$ 5,600,454	\$ 2,802,035	\$ 1,005,605	\$ 60,161	(513,097)	(538,538)	(681,018)	(1,732,653)
General revenues:								
Investment earnings					(313,795)	(316,330)	(36,410)	(666,535)
Payments from State of Indiana					572,578	393,250	512,289	1,478,117
Other					71,325	116,589	213,853	401,767
Total general revenues					330,108	193,509	689,732	1,213,349
Change in net assets					(182,989)	(345,029)	8,714	(519,304)
Net assets - beginning, as restated					3,918,668	3,816,142	1,829,125	9,563,935
Net assets - ending					\$ 3,735,679	\$ 3,471,113	\$ 1,837,839	\$ 9,044,631

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

