

INTERNAL SERVICE FUNDS

Internal Service Funds account for the operations of State agencies which render goods or services to other agencies of governmental units on a cost- reimbursement basis.

Institutional Industries - This fund accounts for revenues and expenses incurred from the operation of inmate employment programs. Goods produced or manufactured as a result of such programs are sold to state agencies and political subdivisions of the State as well as to the general public.

Administrative Services Revolving – This fund is used to account for the following four rotary funds.

Communications Rotary Fund accounts for the expenses related to telecommunications services to State agencies. Revenues consist of charges to user agencies.

Motor Pool Rotary Fund accounts for the operation and maintenance of State garages including the servicing and repair of all automotive equipment owned or controlled by the State. Revenues consist of charges to user agencies.

Printing Rotary Fund accounts for the operation of the State Print Shop which provides printing services to other State agencies. Revenues consist of charges to user agencies.

Data Processing Rotary Fund accounts for the data processing service operated by Information Service Division. Revenues consist of charges to user agencies.

State Office Building Commission - This Commission, created as a public body both corporate and politic, is authorized by statute to issue debt obligations for financing of the Indiana Government Center and certain correctional facilities. The facilities are rented to the State of Indiana on a cost-reimbursement basis.

Recreational Development Commission - This Commission, created as a public body both corporate and politic, is authorized by statute to issue debt obligations for financing of the construction and renovation of state park inns. Lease agreements with the inns produce revenues sufficient to make the bond payments.

Self-Insurance Funds - The self-insurance funds consist of the **State Employees' Death Benefits Fund, State Police Health Insurance Funds, State Police Benefits Fund, State Employee Disability Fund, and the State Employee Health Insurance Fund**. These funds administer health insurance, disability and death benefit plans for state employees and state police personnel.

**State of Indiana
Combining Balance Sheet
Internal Service Funds
June 30, 2001**
(amounts expressed in thousands)

	Institutional Industries	Administrative Services Revolving	State Office Building Commission	Recreational Development Commission
Assets:				
Cash, cash equivalents and investments - restricted	\$ 2,305	\$ -	\$ 19,466	\$ 3,749
Cash, cash equivalents and investments - unrestricted	-	49,590	117,366	1,010
Securities lending collateral	-	-	-	-
Receivables:				
Accounts	1,350	217	3,627	-
Interest	-	-	432	13
Due from other funds	2,215	4,906	-	-
Advances to other funds	-	-	-	300
Inventory	8,970	282	-	-
Prepaid expenses	-	-	1,137	65
Total current assets	14,840	54,995	142,028	5,137
Other restricted assets:				
Construction in progress	186	-	201,000	85
Bond issue costs - net of amortization	-	-	9,969	233
Property, plant and equipment net of accumulated depreciation	4,639	10,228	533,876	19,246
Total assets	\$ 19,665	\$ 65,223	\$ 886,873	\$ 24,701
Liabilities and equity:				
Liabilities:				
Accounts payable	\$ 1,915	\$ 1,515	\$ 4,392	\$ 12
Interest payable	-	-	41,746	714
Salaries and benefits payable	734	494	-	-
Capital lease payable - current	9	57	-	-
Deferred revenue	14	4,642	-	-
Health / disability/death benefits payable	-	-	-	-
Accrued liability for compensated absences -- current	26	59	-	-
Due to other funds	5	-	-	-
Due to component unit	-	-	-	-
Securities lending collateral	-	-	-	-
Other liabilities	-	-	227	-
Total current liabilities	2,703	6,767	46,365	726
Construction retention	-	-	6,198	-
Accrued liability for compensated absences - long term	667	1,028	-	-
Capital lease payable - long term	4	70	-	-
Advance from other funds	-	-	-	500
Revenue bonds/notes payable - long term	-	-	818,708	23,808
Total liabilities	3,374	7,865	871,271	25,034
Equity:				
Contributed capital	8,878	1,490	9,981	-
Retained earnings:				
Reserved for advances	-	-	-	300
Reserved for future losses	-	-	-	-
Unreserved	7,413	55,868	5,621	(633)
Total retained earnings	7,413	55,868	5,621	(333)
Total equity	16,291	57,358	15,602	(333)
Total liabilities and equity	\$ 19,665	\$ 65,223	\$ 886,873	\$ 24,701

State Employee Death Benefits Fund	State Police Health Insurance Fund	State Police Benefit Fund	State Employee Disability Fund	State Employee Health Insurance Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,520
5,016	5,435	9	7,376	23,394	209,196
934	-	-	-	-	934
-	934	58	1,078	301	7,565
54	-	-	-	-	499
-	-	-	-	-	7,121
-	-	-	-	-	300
-	-	-	-	-	9,252
-	-	-	-	-	1,202
6,004	6,369	67	8,454	23,695	261,589
-	-	-	-	-	201,271
-	-	-	-	-	10,202
-	-	-	-	-	567,989
\$ 6,004	\$ 6,369	\$ 67	\$ 8,454	\$ 23,695	\$ 1,041,051
\$ -	\$ -	\$ -	\$ 26	\$ 35	\$ 7,895
-	-	-	-	-	42,460
-	-	-	-	-	1,228
-	-	-	-	-	66
-	-	-	-	-	4,656
50	1,600	17,637	7,119	9,000	35,406
-	-	-	-	-	85
-	-	-	-	-	5
78	-	-	-	-	78
934	-	-	-	-	934
-	-	29	-	-	256
1,062	1,600	17,666	7,145	9,035	93,069
-	-	-	-	-	6,198
-	-	-	-	-	1,695
-	-	-	-	-	74
-	-	-	-	-	500
-	-	-	-	-	842,516
1,062	1,600	17,666	7,145	9,035	944,052
-	-	-	-	-	20,349
-	-	-	-	-	300
4,942	4,769	-	1,309	14,660	25,680
-	-	(17,599)	-	-	50,670
4,942	4,769	(17,599)	1,309	14,660	76,650
4,942	4,769	(17,599)	1,309	14,660	96,999
\$ 6,004	\$ 6,369	\$ 67	\$ 8,454	\$ 23,695	\$ 1,041,051

State of Indiana
Combining Statement of Revenues, Expenses and
Changes in Retained Earnings
Internal Service Funds
For the Fiscal Year Ended June 30, 2001
(amounts expressed in thousands)

	Institutional Industries	Administrative Services Revolving	State Office Building Commission	Recreational Development Commission
Operating revenues:				
Sales / rent	\$ 28,562	\$ -	\$ 56,000	\$ 2,174
Charges for services	-	65,097	-	-
Insurance premiums	-	-	-	-
Other	340	12	-	-
Total operating revenues	28,902	65,109	56,000	2,174
Cost of sales	16,774	1,951	-	-
Gross margin	12,128	63,158	56,000	2,174
Operating expenses:				
General and administrative expense	15,127	50,448	878	269
Health / disability benefit payments	-	-	-	-
Medical expense reimbursement	-	-	-	-
Death settlements	-	-	-	-
Depreciation and amortization	1,028	2,788	16,216	766
Total operating expenses	16,155	53,236	17,094	1,035
Operating income (loss)	(4,027)	9,922	38,906	1,139
Nonoperating revenues (expenses):				
Interest and other investment income (expense)	(1)	(10)	(32,133)	(1,312)
Gain (Loss) on disposition of assets	(80)	118	-	-
Total nonoperating revenues (expenses)	(81)	108	(32,133)	(1,312)
Income before operating transfers	(4,108)	10,030	6,773	(173)
Operating transfers in	20,674	-	-	-
Operating transfers (out)	(16,690)	-	-	-
Net operating transfers	3,984	-	-	-
Net income (loss)	(124)	10,030	6,773	(173)
Retained earnings, July 1, as restated	7,537	45,838	(1,152)	(160)
Retained earnings, June 30	\$ 7,413	\$ 55,868	\$ 5,621	\$ (333)

State Employee Death Benefits Fund	State Police Health Insurance Fund	State Police Benefit Fund	State Employee Disability Fund	State Employee Health Insurance Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 86,736
-	-	-	799	-	65,896
-	16,909	2,816	21,457	76,825	118,007
14	-	25	-	-	391
14	16,909	2,841	22,256	76,825	271,030
-	-	-	-	-	18,725
14	16,909	2,841	22,256	76,825	252,305
1,178	636	857	1,328	3,826	74,547
-	12,947	708	21,062	56,596	91,313
-	-	692	-	-	692
100	-	709	-	-	809
-	-	-	-	-	20,798
1,278	13,583	2,966	22,390	60,422	188,159
(1,264)	3,326	(125)	(134)	16,403	64,146
552	-	1	-	-	(32,903)
-	-	-	-	-	38
552	-	1	-	-	(32,865)
(712)	3,326	(124)	(134)	16,403	31,281
-	-	-	-	-	20,674
-	-	-	-	-	(16,690)
-	-	-	-	-	3,984
(712)	3,326	(124)	(134)	16,403	35,265
5,654	1,443	(17,475)	1,443	(1,743)	41,385
\$ 4,942	\$ 4,769	\$ (17,599)	\$ 1,309	\$ 14,660	\$ 76,650

State of Indiana
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2001

(amounts expressed in thousands)

	Institutional Industries	Administrative Services Revolving	State Office Building Commission	Recreational Development Commission
Cash flows from operating activities:				
Operating income (loss)	\$ (4,027)	\$ 9,922	\$ 38,906	\$ 1,139
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization expense	1,028	2,788	16,216	766
Other provisions	-	-	(2,994)	-
(Increase) decrease in receivables	445	(137)	1,653	5
(Increase) decrease in due from other funds	(216)	347	-	-
(Increase) decrease in inventory	1,324	272	-	-
(Increase) decrease in prepaid expenses	-	-	360	(12)
Increase (decrease) in benefits payable	-	-	-	-
Increase (decrease) in payables	(792)	890	(111)	(20)
Increase (decrease) in deferred revenue	3	(1,711)	-	-
Increase (decrease) in salaries payable	241	26	-	-
Increase (decrease) in compensated absences	97	53	-	-
Increase (decrease) in due to other funds	(170)	(3)	-	-
Increase (decrease) in other payables	(10)	-	(246)	-
Net cash provided (used) by operating activities	(2,077)	12,447	53,784	1,878
Cash flows from noncapital financing activities:				
Operating transfers in	20,674	-	-	-
Operating transfers out	(16,690)	-	-	-
Net cash provided (used) by noncapital financing activities	3,984	-	-	-
Cash flows from capital and related financing activities:				
Acquisition/construction of fixed assets	(1,998)	(2,976)	(140,778)	(85)
Proceeds from sale of assets	-	390	-	-
Proceeds from issuance of notes payable/bonds payable	-	-	98,662	-
Principal payments -- capital leases	(11)	(90)	-	-
Principal payments -- bonds/notes	-	-	(10,952)	(430)
Interest paid	(1)	(10)	(35,325)	(1,427)
Debt issue expense	-	-	(323)	-
Net cash provided (used) by capital and related financing activities	(2,010)	(2,686)	(88,716)	(1,942)
Cash flows from investing activities:				
Proceeds from sales of investments	-	-	187,053	1,910
Purchase of investments	-	-	(157,801)	(2,104)
Interest received	-	-	5,003	199
Net cash provided (used) by investing activities	-	-	34,255	5
Net increase (decrease) in cash and cash equivalents	(103)	9,761	(677)	(59)
Cash and cash equivalents, July 1	2,408	39,829	4,753	769
Cash and cash equivalents, June 30	<u>\$ 2,305</u>	<u>\$ 49,590</u>	<u>\$ 4,076</u>	<u>\$ 710</u>
Reconciliation of cash , cash equivalents and investments:				
Cash and cash equivalents at end of year	\$ 2,305	\$ 49,590	\$ 4,076	\$ 710
Investments	-	-	132,756	4,049
Cash, cash equivalents and investments per balance sheet	<u>\$ 2,305</u>	<u>\$ 49,590</u>	<u>\$ 136,832</u>	<u>\$ 4,759</u>

State Employee Death Benefits Fund	State Police Health Insurance Fund	State Police Benefit Fund	State Employee Disability Fund	State Employee Health Insurance Fund	Total
\$ (1,264)	\$ 3,326	\$ (125)	\$ (134)	\$ 16,403	\$ 64,146
-	-	-	-	-	20,798
-	-	-	-	-	(2,994)
-	(137)	(25)	(124)	(34)	1,646
-	-	-	-	-	131
-	-	-	-	-	1,596
-	-	-	-	-	348
50	(413)	149	(24)	990	752
-	-	-	(123)	16	(140)
-	-	-	-	-	(1,708)
-	-	-	-	-	267
-	-	-	-	-	150
9	-	-	-	-	(164)
-	-	1	-	-	(255)
(1,205)	2,776	-	(405)	17,375	84,573
-	-	-	-	-	20,674
-	-	-	-	-	(16,690)
-	-	-	-	-	3,984
-	-	-	-	-	(145,837)
-	-	-	-	-	390
-	-	-	-	-	98,662
-	-	-	-	-	(101)
-	-	-	-	-	(11,382)
-	-	-	-	-	(36,763)
-	-	-	-	-	(323)
-	-	-	-	-	(95,354)
675	-	-	-	-	189,638
-	-	-	-	-	(159,905)
562	-	1	-	-	5,765
1,237	-	1	-	-	35,498
32	2,776	1	(405)	17,375	28,701
182	2,659	8	7,781	6,019	64,408
<u>\$ 214</u>	<u>\$ 5,435</u>	<u>\$ 9</u>	<u>\$ 7,376</u>	<u>\$ 23,394</u>	<u>\$ 93,109</u>
\$ 214	\$ 5,435	\$ 9	\$ 7,376	\$ 23,394	\$ 93,109
4,802	-	-	-	-	141,607
<u>\$ 5,016</u>	<u>\$ 5,435</u>	<u>\$ 9</u>	<u>\$ 7,376</u>	<u>\$ 23,394</u>	<u>\$ 234,716</u>

TRUST AND AGENCY FUNDS

Trust and Agency Funds account for assets held by the State of Indiana in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include Expendable Trust Funds, Nonexpendable Trust Funds, Pension Trust Funds and Agency Funds.



**State of Indiana
Combining Balance Sheet
Trust and Agency Funds
June 30, 2001**

(amounts expressed in thousands)

	Expendable trust funds	Nonexpendable trust funds	Pension trust funds	Agency funds	Total
Assets:					
Cash, cash equivalents and investment - unrestricted	\$ 2,014,766	\$ 160,726	\$ 297,996	\$ 742,068	\$ 3,215,556
Securities lending collateral	13,309	85,375	-	360,287	458,971
Receivables:					
Accounts	-	-	-	50	50
Taxes	16,006	-	-	-	16,006
Contributions	-	-	173	-	173
Interest	6	-	1,131	-	1,137
Grants	1,024	-	-	-	1,024
Member loans	-	-	8,803	-	8,803
Intergovernmental loans	-	326,578	-	-	326,578
Total assets	\$ 2,045,111	\$ 572,679	\$ 308,103	\$ 1,102,405	\$ 4,028,298
Liabilities and fund balances:					
Liabilities:					
Accounts/escrows payable	\$ 689	\$ -	\$ 664	\$ 429,757	\$ 431,110
Escheated property liability	8,364	-	-	-	8,364
Intergovernmental payable	-	-	-	312,361	312,361
Other	-	-	544	-	544
Securities lending collateral	13,309	85,375	-	360,287	458,971
Total liabilities	22,362	85,375	1,208	1,102,405	1,211,350
Fund equity:					
Fund balances:					
Reserved:					
Employees' pension benefits	-	-	306,895	-	306,895
Special purposes	1,024	-	-	-	1,024
Intergovernmental loans	-	326,578	-	-	326,578
Unreserved:					
Designated for appropriations	2,445	-	-	-	2,445
Designated for allotments	2,024,412	122,962	-	-	2,147,374
Undesignated	(5,132)	37,764	-	-	32,632
Total fund balances	2,022,749	487,304	306,895	-	2,816,948
Total liabilities and fund balances	\$ 2,045,111	\$ 572,679	\$ 308,103	\$ 1,102,405	\$ 4,028,298



EXPENDABLE TRUST FUNDS

Expendable Trust Funds account for resources the State of Indiana holds as a trustee. The principal and earnings on this fund type may be used for purposes designated by trust agreement. The funds considered to be material to the fund type are described below.

Student Loan Program - This fund is used to administer the Guaranteed Student Loan Program under IC 20-12-21.

Abandoned Property Fund - This fund is used to administer funds transferred from the Property Custody Fund under IC 32-9-1.5. When the balance of the Abandoned Property Fund exceeds \$500,000, the Treasurer of State may, and at least once each fiscal year shall, transfer this excess to the Common School fund.

Employees' Deferred Compensation Plan - This fund is used to account for assets held for employees in accordance with the provisions of the Internal Revenue Code Section 457.

Unemployment Funds (Several) - Employer taxes are deposited into the Unemployment Compensation fund and then transferred to the Federal Unemployment Trust fund. When benefits are paid to eligible individuals, the federal share is added and the transfer is made of both state and federal funds into the Unemployment Benefits funds, from which benefit payments are made.



State of Indiana Combining Balance Sheet Expendable Trust Funds June 30, 2001

(amounts expressed in thousands)

	Student Loan Program	Abandoned Property Fund	Employees' Deferred Compensation Plan
Assets:			
Cash, cash equivalents and investment - unrestricted	\$ 14,705	\$ 123	\$ 490,428
Securities lending collateral	13,309	-	-
Receivables:			
Taxes	-	-	-
Interest	3	3	-
Grants	-	-	-
Total assets	\$ 28,017	\$ 126	\$ 490,428
Liabilities and fund balances:			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Escheated property liability	-	8,364	-
Securities lending collateral	13,309	-	-
Total liabilities	13,309	8,364	-
Fund balances:			
Reserved:			
Special purposes	-	-	-
Unreserved:			
Designated for appropriations	-	-	-
Designated for allotments	14,708	-	490,428
Undesignated	-	(8,238)	-
Total fund balances	14,708	(8,238)	490,428
Total liabilities and fund balances	\$ 28,017	\$ 126	\$ 490,428

Unemployment Compensation Fund	Other	Total
\$ 1,500,771	\$ 8,739	\$ 2,014,766
-	-	13,309
16,006	-	16,006
-	-	6
1,024	-	1,024
<u>\$ 1,517,801</u>	<u>\$ 8,739</u>	<u>\$ 2,045,111</u>
\$ 689	\$ -	\$ 689
-	-	8,364
-	-	13,309
689	-	22,362
1,024	-	1,024
-	2,445	2,445
1,516,088	3,188	2,024,412
-	3,106	(5,132)
1,517,112	8,739	2,022,749
<u>\$ 1,517,801</u>	<u>\$ 8,739</u>	<u>\$ 2,045,111</u>

State of Indiana
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Expendable Trust Funds
For the Year Ended June 30, 2001

(amounts expressed in thousands)

	<u>Student Loan Program</u>	<u>Abandoned Property Fund</u>	<u>Employees' Deferred Compensation Plan</u>
Revenues:			
Unemployment taxes	\$ -	\$ -	\$ -
Investment income	2,177	28	(20,773)
Member contributions	-	-	56,118
Grants	-	-	-
Donations/escheats	-	25,810	-
	<u>2,177</u>	<u>25,838</u>	<u>35,345</u>
Expenditures:			
Current:			
Member withdrawals	-	-	22,035
General government	835	452	-
Welfare	-	-	-
Conservation, culture and development	-	-	-
	<u>835</u>	<u>452</u>	<u>22,035</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,342</u>	<u>25,386</u>	<u>13,310</u>
Other financing sources (uses):			
Operating transfers in	-	10	-
Operating transfers (out)	(8,779)	(30,428)	-
Operating transfers in - component units	2,328	-	-
	<u>(6,451)</u>	<u>(30,418)</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(5,109)	(5,032)	13,310
Fund balances, July 1, as restated	<u>19,817</u>	<u>(3,206)</u>	<u>477,118</u>
Fund balances, June 30	<u><u>\$ 14,708</u></u>	<u><u>\$ (8,238)</u></u>	<u><u>\$ 490,428</u></u>

Unemployment Compensation		
Fund	Other	Total
\$ 238,826	\$ -	\$ 238,826
102,477	49	83,958
-	-	56,118
13,456	-	13,456
-	4,181	29,991
<u>354,759</u>	<u>4,230</u>	<u>422,349</u>
-	-	22,035
-	-	1,287
-	4,625	4,625
<u>458,245</u>	<u>-</u>	<u>458,245</u>
<u>458,245</u>	<u>4,625</u>	<u>486,192</u>
<u>(103,486)</u>	<u>(395)</u>	<u>(63,843)</u>
1,430	-	1,440
-	(433)	(39,640)
-	-	2,328
<u>1,430</u>	<u>(433)</u>	<u>(35,872)</u>
(102,056)	(828)	(99,715)
<u>1,619,168</u>	<u>9,567</u>	<u>2,122,464</u>
<u>\$ 1,517,112</u>	<u>\$ 8,739</u>	<u>\$ 2,022,749</u>



NONEXPENDABLE TRUST FUNDS

Nonexpendable Trust Funds account for resources the State of Indiana holds as a trustee. The principal must be preserved and only the earnings may be used for purposes designated by trust agreement.

Common School Fund - The interest of the Common School Fund is annually appropriated for the purpose of making loans to school corporations for Capital Projects.

Veterans Memorial School Construction Fund - This fund is used for the construction, remodeling, or repair of school buildings and classrooms.

PENSION TRUST FUNDS

See Note IV (J) of the notes to the financial statements for a description of the pension trust funds.



State of Indiana
Combining Balance Sheet
Nonexpendable Trust Funds
June 30, 2001
(amounts expressed in thousands)

	Common School Principal	Veterans' Memorial School Construction	Other non- expendable trust funds	Totals
Assets:				
Cash, cash equivalents and investments - unrestricted	\$ 119,862	\$ 37,764	\$ 3,100	\$ 160,726
Securities lending collateral	85,375	-	-	85,375
Receivables:				
Intergovernmental loans	325,684	894	-	326,578
Total assets	\$ 530,921	\$ 38,658	\$ 3,100	\$ 572,679
Liabilities:				
Securities lending collateral	\$ 85,375	\$ -	\$ -	\$ 85,375
Total liabilities	85,375	-	-	85,375
Fund balances:				
Reserved for intergovernmental loans	325,684	894	-	326,578
Unreserved:				
Designated for allotments	119,862	-	3,100	122,962
Undesignated	-	37,764	-	37,764
Total fund balance	445,546	38,658	3,100	487,304
Total liabilities and fund balances	\$ 530,921	\$ 38,658	\$ 3,100	\$ 572,679

State of Indiana
Combining Statement of Revenues, Expenses
and Changes in Fund Balances
Nonexpendable Trust Funds
For the Year Ended June 30, 2001
(amounts expressed in thousands)

	Common School Principal	Veterans' Memorial School Construction	Other non- expendable trust funds	Totals
Operating revenues:				
Interest on program loans	\$ 6,162	\$ -	\$ 80	\$ 6,242
Total operating revenues	6,162	-	80	6,242
Operating expenses:				
Current:				
General and administrative	30,657	-	68	30,725
Total operating expenses	30,657	-	68	30,725
Operating income (loss)	(24,495)	-	12	(24,483)
Nonoperating revenue (expenses):				
Investment income	4,582	-	-	4,582
Total nonoperating revenues (expenses)	4,582	-	-	4,582
Income before operating transfers	(19,913)	-	12	(19,901)
Operating transfers in	56,246	5	-	56,251
Operating transfers (out)	(137)	-	-	(137)
Net operating transfers	56,109	5	-	56,114
Net Income	36,196	5	12	36,213
Fund balances, July 1, as restated	409,350	38,653	3,088	451,091
Fund balances, June 30	\$ 445,546	\$ 38,658	\$ 3,100	\$ 487,304

State of Indiana
Combining Statement of Cash Flows
Nonexpendable Trust Funds
For the Year Ended June 30, 2001
(amounts expressed in thousands)

	Common School Principal	Veterans' Memorial School Construction	Other non- expendable trust funds	Totals
Cash flows from operating activities:				
Operating income (loss)	\$ (24,495)	\$ -	\$ 12	\$ (24,483)
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:				
(increase) decrease in interest receivable	-	6	3	9
Net cash provided (used) by operating activities	(24,495)	6	15	(24,474)
Cash flows from noncapital financing activities:				
Issuance of intergovernmental loans	(75,313)	-	-	(75,313)
Proceeds from intergovernmental loans	18,332	168	-	18,500
Operating transfers in	56,246	5	-	56,251
Operating transfers (out)	(137)	-	-	(137)
Net cash provided (used) by noncapital financing activities	(872)	173	-	(699)
Cash flows from investing activities:				
Purchases of investments	(297,798)	-	(2,559)	(300,357)
Proceeds from sales of investments	312,625	-	2,559	315,184
Interest received	4,582	-	-	4,582
Net cash provided (used) by investing activities	19,409	-	-	19,409
Net increase (decrease) in cash and cash equivalents	(5,958)	179	15	(5,764)
Cash and cash equivalents, July 1	22,120	37,585	1,960	61,665
Cash and cash equivalents, June 30	<u>\$ 16,162</u>	<u>\$ 37,764</u>	<u>\$ 1,975</u>	<u>\$ 55,901</u>
Reconciliation of cash, cash equivalents and investments:				
Cash and cash equivalents at end of year	\$ 16,162	\$ 37,764	\$ 1,975	\$ 55,901
Investments	103,700	-	1,125	104,825
Cash, cash equivalents and investments per balance sheet	<u>\$ 119,862</u>	<u>\$ 37,764</u>	<u>\$ 3,100</u>	<u>\$ 160,726</u>

State of Indiana
Combining Statement of Plan Net Assets
Pension Trust Funds
June 30, 2001

(amounts expressed in thousands)

	State Police Pension Fund
Assets:	
Cash and cash equivalents	\$ 7,489
Receivables:	
Contributions	173
Interest	1,131
Member loans	8,803
Total receivables	<u>10,107</u>
Investments at fair value:	
US treasury and agency obligations	184,203
Certificates of deposit	15,730
Common stock and equity securities	90,438
Mortgage pool investments	136
Total investments	<u>290,507</u>
Total assets	<u>\$ 308,103</u>
Liabilities and fund balance:	
Liabilities:	
Accounts payable	\$ 664
Other liabilities	<u>544</u>
Total liabilities	<u>1,208</u>
Fund balance:	
Reserved for employees' pension benefits	<u>306,895</u>
Total fund balance	<u>306,895</u>
Total liabilities and fund balance	<u>\$ 308,103</u>

State of Indiana
Combining Statement of Changes in Plan Net Assets
Pension Trust Funds
For the Year Ended June 30, 2001
(amounts expressed in thousands)

	<u>State Police Pension Fund</u>
Additions:	
Member contributions	\$ 2,870
Employer contributions	12,714
Net investment income (loss)	331,358
Less investment expense	(332,943)
Other	190
	<u>14,189</u>
Deductions:	
Pension benefits	16,619
Administrative	284
	<u>16,903</u>
Net increase (decrease) in net assets	(2,714)
Net assets held in trust for pension benefits, July 1, as restated	<u>309,609</u>
Net assets held in trust for pension benefits, June 30	<u><u>\$ 306,895</u></u>



AGENCY FUNDS

Agency funds account for resources that are custodial in nature. They generally are amounts held by the State of Indiana on behalf of third parties.

Professional Sports and Convention Development Fund - This fund is used to distribute covered taxes collected by the State to counties for which a professional sports and convention area has been established under IC 36-7-31-14. The distributions are to be used by the county for capital improvements relating to a professional sporting event.

Capital Improvements – 1st Class - This fund is used for the collection and distribution of Food and Beverage and County Innkeeper's taxes. The distributions to the counties can be used for capital improvements, economic development, or to promote tourism.

Department of Insurance - This fund includes security deposits of insurance companies, health maintenance organizations and third party administrators as required.

Institutional Funds – These funds account for deposits held for residents of state institutions.

Employee Payroll, Withholding and Benefits Funds - These funds are used for the disposition of various payroll-related deductions and contributions such as social security and insurance contributions.

Child Support Fund - This fund is used for the collection and distribution of child support payments.

Local Distributions - This fund is composed of accounts used to distribute revenue collections to local units of government based upon statutory formulas.

Other agency funds are composed of various escrows, revenue collection, and agency accounts for which the State acts in an agent capacity until proper disposition of the assets can be made.



State of Indiana
Combining Statement of Changes In Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2001

(amounts expressed in thousands)

	Balance, July 1, as restated	Additions	Deductions	Balance, June 30
Professional Sports and Convention Development Area Fund				
Assets:				
Cash, cash equivalents, and investments	\$ -	\$ 7,769	\$ 7,769	\$ -
Total assets	<u>\$ -</u>	<u>\$ 7,769</u>	<u>\$ 7,769</u>	<u>\$ -</u>
Liabilities:				
Intergovernmental payable	\$ -	\$ 7,769	\$ 7,769	\$ -
Total liabilities	<u>\$ -</u>	<u>\$ 7,769</u>	<u>\$ 7,769</u>	<u>\$ -</u>
Capital Improvement - 1st Class				
Assets:				
Cash, cash equivalents, and investments	\$ 8,486	\$ 53,755	\$ 54,834	\$ 7,407
Total assets	<u>\$ 8,486</u>	<u>\$ 53,755</u>	<u>\$ 54,834</u>	<u>\$ 7,407</u>
Liabilities:				
Intergovernmental payable	\$ 8,486	\$ 53,755	\$ 54,834	\$ 7,407
Total liabilities	<u>\$ 8,486</u>	<u>\$ 53,755</u>	<u>\$ 54,834</u>	<u>\$ 7,407</u>
Department of Insurance				
Assets:				
Cash, cash equivalents, and investments	\$ 338,851	\$ 28,793	\$ 23,334	\$ 344,310
Total assets	<u>\$ 338,851</u>	<u>\$ 28,793</u>	<u>\$ 23,334</u>	<u>\$ 344,310</u>
Liabilities:				
Accounts / escrows payable	\$ 338,851	\$ 28,793	\$ 23,334	\$ 344,310
Total liabilities	<u>\$ 338,851</u>	<u>\$ 28,793</u>	<u>\$ 23,334</u>	<u>\$ 344,310</u>
Institutional Funds				
Assets:				
Cash, cash equivalents, and investments	\$ 4,455	\$ 26,410	\$ 26,291	\$ 4,574
Total assets	<u>\$ 4,455</u>	<u>\$ 26,410</u>	<u>\$ 26,291</u>	<u>\$ 4,574</u>
Liabilities:				
Accounts / escrows payable	\$ 4,455	\$ 26,410	\$ 26,291	\$ 4,574
Total liabilities	<u>\$ 4,455</u>	<u>\$ 26,410</u>	<u>\$ 26,291</u>	<u>\$ 4,574</u>
Employee Payroll, Withholding and Benefits				
Assets:				
Cash, cash equivalents, and investments	\$ 5,932	\$ 1,796,492	\$ 1,776,821	\$ 25,603
Total assets	<u>\$ 5,932</u>	<u>\$ 1,796,492</u>	<u>\$ 1,776,821</u>	<u>\$ 25,603</u>

	Balance, July 1, as restated	Additions	Deductions	Balance, June 30
Liabilities:				
Accrued liabilities	\$ 5,932	\$ 1,796,492	\$ 1,776,821	\$ 25,603
Total liabilities	<u>\$ 5,932</u>	<u>\$ 1,796,492</u>	<u>\$ 1,776,821</u>	<u>\$ 25,603</u>
Child Support				
Assets:				
Cash, cash equivalents, and investments	\$ 21,730	\$ 85,472	\$ 78,265	\$ 28,937
Total assets	<u>\$ 21,730</u>	<u>\$ 85,472</u>	<u>\$ 78,265</u>	<u>\$ 28,937</u>
Liabilities:				
Accrued liabilities	\$ 21,730	\$ 85,472	\$ 78,265	\$ 28,937
Total liabilities	<u>\$ 21,730</u>	<u>\$ 85,472</u>	<u>\$ 78,265</u>	<u>\$ 28,937</u>
Local Distributions				
Assets:				
Cash, cash equivalents, and investments	\$ 335,627	\$ 6,206,531	\$ 6,237,204	\$ 304,954
Securities lending collateral	258,535	88,783	-	347,318
Total assets	<u>\$ 594,162</u>	<u>\$ 6,295,314</u>	<u>\$ 6,237,204</u>	<u>\$ 652,272</u>
Liabilities:				
Intergovernmental payable	\$ 335,627	\$ 6,206,531	\$ 6,237,204	\$ 304,954
Securities lending collateral	258,535	88,783	-	347,318
Total liabilities	<u>\$ 594,162</u>	<u>\$ 6,295,314</u>	<u>\$ 6,237,204</u>	<u>\$ 652,272</u>
Other Agency Funds				
Assets:				
Cash, cash equivalents, and investments	\$ 17,602	\$ 35,071	\$ 26,390	\$ 26,283
Securities lending collateral	-	12,969	-	12,969
Receivables	42	50	42	50
Total assets	<u>\$ 17,644</u>	<u>\$ 48,090</u>	<u>\$ 26,432</u>	<u>\$ 39,302</u>
Liabilities:				
Accounts / escrows payable	\$ 17,644	\$ 35,121	\$ 26,432	\$ 26,333
Securities lending collateral	-	12,969	-	12,969
Total liabilities	<u>\$ 17,644</u>	<u>\$ 48,090</u>	<u>\$ 26,432</u>	<u>\$ 39,302</u>
Total Agency Funds				
Assets:				
Cash, cash equivalents, and investments	\$ 732,683	\$ 8,240,293	\$ 8,230,908	\$ 742,068
Securities lending collateral	258,535	101,752	-	360,287
Receivables	42	50	42	50
Total assets	<u>\$ 991,260</u>	<u>\$ 8,342,095</u>	<u>\$ 8,230,950</u>	<u>\$ 1,102,405</u>
Liabilities:				
Accounts / escrows payable/ accrued liabilities	\$ 388,612	\$ 1,972,288	\$ 1,931,143	\$ 429,757
Intergovernmental payable	344,113	6,268,055	6,299,807	312,361
Securities lending collateral	258,535	101,752	-	360,287
Total liabilities	<u>\$ 991,260</u>	<u>\$ 8,342,095</u>	<u>\$ 8,230,950</u>	<u>\$ 1,102,405</u>



GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group is maintained to account for fixed assets acquired or constructed for use by the State for general governmental purposes. These include all fixed assets except those accounted for in Proprietary and Pension Trust Funds. Public domain fixed assets (including highways, curbs, lighting systems, highway land and rights-of-way) are not included.





State of Indiana
Schedule of General Fixed Assets
By Source
June 30, 2001
(amounts expressed in thousands)

General fixed assets:	
Land	\$ 132,038
Buildings	958,980
Improvements	172,556
Furniture, machinery, and equipment	<u>409,247</u>
Total general fixed assets	<u>\$ 1,672,821</u>
Investment in general fixed assets:	
General fund	\$ 956,055
Special revenue funds	491,996
Capital projects funds	200,602
Trust and agency funds	<u>24,168</u>
Total investment in general fixed assets	<u>\$ 1,672,821</u>

State of Indiana
Schedule of General Fixed Assets
By Function and Activity
June 30, 2001
(amounts expressed in thousands)

	<u>Land</u>	<u>Buildings and improvements</u>	<u>Furniture, machinery, and equipment</u>	<u>Total</u>
Function:				
General government	\$ 456	\$ 61,084	\$ 9,974	\$ 71,514
Public safety	3,732	478,392	102,988	585,112
Health	2,085	101,371	11,285	114,741
Welfare	4,934	196,126	24,503	225,563
Conservation, culture, and development	109,992	183,979	65,330	359,301
Education	-	-	1,217	1,217
Transportation	10,839	110,584	193,950	315,373
Total general fixed assets	<u>\$ 132,038</u>	<u>\$ 1,131,536</u>	<u>\$ 409,247</u>	<u>\$ 1,672,821</u>

State of Indiana
Schedule of Changes in General Fixed Assets
By Function and Activity
For the year ended June 30, 2001
(amounts expressed in thousands)

	<u>Balance, July 1 As restated</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance, June 30</u>
Function:				
General government	\$ 53,266	\$ 19,477	\$ 1,229	\$ 71,514
Public safety	577,203	29,442	21,533	585,112
Health	111,997	2,892	148	114,741
Welfare	255,934	2,843	33,214	225,563
Conservation, culture, and development	380,991	4,299	25,989	359,301
Education	1,373	-	156	1,217
Transportation	301,075	14,553	255	315,373
Total general fixed assets	<u>\$ 1,681,839</u>	<u>\$ 73,506</u>	<u>\$ 82,524</u>	<u>\$ 1,672,821</u>



DISCRETELY PRESENTED COMPONENT UNITS

Governmental Fund

Indiana Development Finance Authority - The Indiana Development Finance Authority provides job - creating industrial development projects with access to capital markets where adequate financing is otherwise unavailable.

Proprietary Funds

Proprietary component units represent funds that are legally separate from the State of Indiana, but provide valuable and beneficial services to the State and its citizens.

Secondary Market for Education Loans, Inc. - The purpose of this non-profit corporation is to purchase education loans in the secondary market.

Board for Public Depositories - The Board for Public Depositories is responsible for providing insurance on public funds in excess of the \$100,000 FDIC limit.

Indiana Bond Bank - This unit buys and sells securities which enables them to provide funds to Indiana qualified entities. These qualified entities utilize the resources of the Bond Bank in an effort to obtain more favorable financing than might otherwise be available.

Indiana Housing Finance Authority - The Indiana Housing Finance Authority has been provided various powers by the Indiana legislature which further their objective of financing residential housing for low and moderate income families.

Pension Trust Funds

See Note IV (J) of the notes to the financial statements for a description of the pension trust funds.

Colleges and Universities

College and university funds are used to account for the operations of the seven state supported colleges and universities. The discretely presented component unit consists of the following institutions:

- Vincennes University
- Indiana University
- Indiana State University
- Purdue University
- Ball State University
- Indiana Vocational and Technical College
- University of Southern Indiana

State of Indiana
Balance Sheet
Discretely Presented Component Unit - Governmental Fund
June 30, 2001
(amounts expressed in thousands)

	Indiana Development Finance Authority
	Governmental Fund Types
Assets:	
Cash, cash equivalents and investments - unrestricted	\$ 24,666
Cash, cash equivalents and investments - restricted	4,853
Receivables:	
Notes	5,309
Other	281
Total assets	\$ 35,109
Liabilities and fund balance:	
Liabilities:	
Accounts payable	\$ 62
Other liabilities	4,765
Total liabilities	4,827
Fund balance:	
Reserved for encumbrances	5,948
Unreserved, undesignated	24,334
Total fund balance	30,282
Total liabilities and fund balance	\$ 35,109

State of Indiana
Statement of Revenues, Expenditures and Changes in Fund
Balance - Discretely Presented Component Unit -
Governmental Fund
For the Fiscal Year Ended June 30, 2001
(amounts expressed in thousands)

	Indiana Development Finance Authority
	Governmental Fund Types
Revenue:	
Current service charges	\$ 206
Sales/rents	17
Investment income	2,629
Total revenue	2,852
Expenditures:	
Loss on reimbursement agreement	4,031
Conservation, culture and development	22,684
Total expenditures	26,715
Excess (deficiency) of revenues over (under) expenditures	(23,863)
Other financing sources (uses):	
Operating transfers in - from primary government	23,374
Total other financing sources (uses)	23,374
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(489)
Fund balance, July 1, as restated	30,771
Fund balance, June 30	\$ 30,282

State of Indiana
Combining Balance Sheet
Discretely Presented Component Units - Proprietary Funds
June 30, 2001

(amounts expressed in thousands)

	Secondary Market for Education Loans, Inc.	Board for Depositories	Indiana Bond Bank	Housing Finance Authority	Totals
Assets:					
Cash, cash equivalents and investments - restricted	\$ -	\$ -	\$ 79,610	\$ 209,614	\$ 289,224
Cash, cash equivalents and investments - unrestricted	18,892	319,344	-	25,178	363,414
Securities lending collateral	-	321,063	-	-	321,063
Receivables:					
Interest	5,421	4,016	28,430	6,490	44,357
Intergovernmental loans	-	-	659,757	-	659,757
Due from primary government	-	-	638,853	-	638,853
Student loans	188,064	-	-	-	188,064
Mortgage loans	-	-	-	791,725	791,725
Other restricted assets:					
Bond issue costs - net of amortization	-	-	11,813	9,427	21,240
Property, plant and equipment net of accumulated depreciation	-	114	-	419	533
Other assets	741	-	1,087	1,641	3,469
Total assets	\$ 213,118	\$ 644,537	\$ 1,419,550	\$ 1,044,494	\$ 3,321,699
Liabilities and equity:					
Liabilities:					
Accounts payable	\$ 1,038	\$ 990	\$ 582	\$ 613	\$ 3,223
Accrued interest payable	1,050	-	28,169	1,106	30,325
Other liabilities	-	2	219	532	753
Revenue bonds/notes payable	173,000	-	1,378,983	911,856	2,463,839
Securities lending collateral	-	321,063	-	-	321,063
Total liabilities	175,088	322,055	1,407,953	914,107	2,819,203
Equity:					
Retained Earnings:					
Unreserved	38,030	322,482	11,597	130,387	502,496
Total equity	38,030	322,482	11,597	130,387	502,496
Total liabilities and equity	\$ 213,118	\$ 644,537	\$ 1,419,550	\$ 1,044,494	\$ 3,321,699

State of Indiana
Combining Statement of Revenues, Expenses and Changes in Retained Earnings
Discretely Presented Component Units - Proprietary Funds
For the Fiscal Year Ended June 30, 2001

(amounts expressed in thousands)

	Secondary Market for Education Loans, Inc.	Board for Depositories	Indiana Bond Bank	Housing Finance Authority	Totals
Operating revenues:					
Interest on program loans	\$ 15,371	\$ -	\$ -	\$ 50,939	\$ 66,310
Investment income	-	39,692	70,205	29,490	139,387
Other	1,776	-	284	7,587	9,647
Total operating revenues	17,147	39,692	70,489	88,016	215,344
Operating expenses:					
General and administrative expenses	4,645	17,160	1,525	6,792	30,122
Depreciation and amortization	-	34	2,226	1,253	3,513
Other	-	-	-	649	649
Total operating expenses	4,645	17,194	3,751	8,694	34,284
Operating income (loss)	12,502	22,498	66,738	79,322	181,060
Nonoperating revenues (expenses):					
Interest and other income	799	-	-	16,766	17,565
Interest and other (expense)	(8,582)	-	(66,973)	(53,126)	(128,681)
Other	-	-	5	(2,133)	(2,128)
Total nonoperating revenues (expenses)	(7,783)	-	(66,968)	(38,493)	(113,244)
Income before operating transfers	4,719	22,498	(230)	40,829	67,816
Operating transfers (out) - to primary government	(2,328)	-	-	-	(2,328)
Net operating transfers	(2,328)	-	-	-	(2,328)
Net income (loss)	2,391	22,498	(230)	40,829	65,488
Retained earning, July 1, as restated	35,639	299,984	11,827	89,558	437,008
Retained earning, June 30	\$ 38,030	\$ 322,482	\$ 11,597	\$ 130,387	\$ 502,496

State of Indiana
Combining Statement of Cash Flows
Discretely Presented Component Units - Proprietary Funds
For the Fiscal Year Ended June 30, 2001

(amounts expressed in thousands)

	Secondary Market for Education Loans, Inc.	Board for Depositories	Indiana Bond Bank	Housing Finance Authority	Totals
Cash flows from operating activities:					
Operating income (loss)	\$ 12,502	\$ 22,498	\$ 66,738	\$ 79,322	\$ 181,060
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation/amortization expense	-	34	2,226	1,253	3,513
Other provisions	-	(1,330)	-	(3,101)	(4,431)
(Increase) decrease in interest receivable	285	1,506	(801)	(1,274)	(284)
(Increase) decrease in intergovernmental loans	-	-	(52,326)	-	(52,326)
(Increase) decrease in mortgage loans	-	-	-	(121,332)	(121,332)
(Increase) decrease in student loans	6,310	-	-	-	6,310
(Increase) decrease in other assets	596	14	(420)	(482)	(292)
Increase (decrease) in accounts payable	-	(566)	87	254	(225)
Increase (decrease) in accrued interest payable	(9)	-	1,097	97	1,185
Increase (decrease) in deferred revenue	-	-	(5)	-	(5)
Increase (decrease) in other liabilities	332	2	-	(891)	(557)
Net cash provided (used) by operating activities	20,016	22,158	16,596	(46,154)	12,616
Cash flows from noncapital financing activities:					
Proceeds from issuance of debt	-	-	594,726	214,667	809,393
Principal payments - bonds/notes	(5,370)	-	(537,756)	(123,389)	(666,515)
Interest, debt issue costs	(8,582)	-	(69,320)	(55,156)	(133,058)
Operating transfers (out)	(2,328)	-	-	-	(2,328)
Net cash provided (used) by noncapital financing activities	(16,280)	-	(12,350)	36,122	7,492
Cash flows from investing activities:					
Proceeds from sale of investments	-	786,912	43,500	14,297	844,709
Purchase of investments	-	(737,066)	(31,915)	(41,948)	(810,929)
Interest received	799	-	-	15,958	16,757
Net cash provided (used) by investing activities	799	49,846	11,585	(11,693)	50,537
Net increase (decrease) in cash and cash equivalents	4,535	72,004	15,831	(21,725)	70,645
Cash and cash equivalents, July 1	14,357	36,474	33,132	62,195	146,158
Cash and cash equivalents, June 30	\$ 18,892	\$ 108,478	\$ 48,963	\$ 40,470	\$ 216,803
Reconciliation of cash, cash equivalents and investments:					
Cash and cash equivalents at year end	\$ 18,892	\$ 108,478	\$ 48,963	\$ 40,470	\$ 216,803
Investments	-	210,866	30,647	194,322	435,835
Cash, cash equivalents and investments per balance sheet	\$ 18,892	\$ 319,344	\$ 79,610	\$ 234,792	\$ 652,638

State of Indiana
Combining Statement of Plan Net Assets
Discretely Presented Component Units - Pension Trust Funds
June 30, 2001

(amounts expressed in thousands)

	Public Employees' Retirement System	State Teachers' Retirement Fund	Total
Assets:			
Cash and cash equivalents	\$ 462,870	\$ 331,333	\$ 794,203
Securities lending collateral	1,394,895	586,199	1,981,094
Receivables:			
Contributions	90,346	51,930	142,276
Interest	51,999	46,266	98,265
Due from component unit	5,405	5,557	10,962
Due from primary government	1,012	7,500	8,512
From investment sales	131,283	90,164	221,447
Total receivables	<u>280,045</u>	<u>201,417</u>	<u>481,462</u>
Investments at fair value:			
US treasury and agency obligations	1,270,751	-	1,270,751
Domestic corporate bonds and notes	1,457,490	3,204,880	4,662,370
Common stock and equity securities	5,730,981	2,297,346	8,028,327
Foreign bonds	106,017	-	106,017
Mortgage securities	1,098,293	-	1,098,293
Real estate	5,532	260	5,792
Total investments	<u>9,669,065</u>	<u>5,502,486</u>	<u>15,171,551</u>
Property, plant and equipment less accumulated depreciation	<u>46</u>	<u>13</u>	<u>59</u>
Total assets	<u>\$ 11,806,921</u>	<u>\$ 6,621,448</u>	<u>\$ 18,428,369</u>
Liabilities and fund balances:			
Liabilities:			
Accounts payable	\$ 5,213	\$ 3,010	\$ 8,223
Salaries and benefits payable	403	8,207	8,610
Due to component unit	5,557	5,405	10,962
Investment purchases payable	337,084	207,868	544,952
Securities lending collateral	1,394,895	586,199	1,981,094
Total liabilities	<u>1,743,152</u>	<u>810,689</u>	<u>2,553,841</u>
Fund balance:			
Reserved for employees' pension benefits	<u>10,063,769</u>	<u>5,810,759</u>	<u>15,874,528</u>
Total fund balance	<u>10,063,769</u>	<u>5,810,759</u>	<u>15,874,528</u>
Total liabilities and fund balance	<u>\$ 11,806,921</u>	<u>\$ 6,621,448</u>	<u>\$ 18,428,369</u>

State of Indiana
Combining Statement of Changes in Plan Net Assets
Discretely Presented Component Units - Pension Trust Funds
For the Year Ended June 30, 2001

(amounts expressed in thousands)

	Public Employees' Retirement System	State Teachers' Retirement Fund	Total
Additions:			
Member contributions	\$ 153,824	\$ 104,523	\$ 258,347
Employer contributions	284,981	662,892	947,873
Net investment income (loss)	(235,218)	59,863	(175,355)
Less investment expense	(76,703)	(34,130)	(110,833)
Operating transfers in - from primary government	-	30,000	30,000
Other	2,452	7,812	10,264
Total additions	129,336	830,960	960,296
Deductions:			
Pension benefits	354,929	590,981	945,910
Administrative	9,610	6,805	16,415
Total deductions	364,539	597,786	962,325
Net increase (decrease) in net assets	(235,203)	233,174	(2,029)
Net assets held in trust for pension benefits, July 1, as restated	10,298,972	5,577,585	15,876,557
Net assets held in trust for pension benefits, June 30	\$ 10,063,769	\$ 5,810,759	\$ 15,874,528

State of Indiana
Combining Balance Sheet
Discretely Presented Component Units - Colleges and Universities
June 30, 2001

(amounts expressed in thousands)

	<u>Vincennes University</u>	<u>Indiana University</u>	<u>Indiana State University</u>
Assets:			
Cash, cash equivalents and investments	\$ 54,947	\$ 591,518	\$ 87,402
Securities lending collateral	-	28,177	-
Receivables:			
Accounts	3,742	93,992	4,516
Interest	413	-	1,907
Student loans	1,226	71,818	6,936
Other	-	26	-
Inventory	1,521	16,698	422
Prepaid expenses	75	8,598	319
Construction in progress	4,914	-	-
Property, plant and equipment net of accumulated depreciation	86,437	1,494,397	228,274
Other assets	626	6,284	399
Total assets	\$ 153,901	\$ 2,311,508	\$ 330,175
Liabilities, fund balances and other credits:			
Liabilities:			
Accounts payable	\$ 1,911	\$ 62,214	\$ 2,762
Accrued liabilities	-	33,061	-
Salaries and benefits payable	4,124	-	5,364
Capital lease payable	-	-	7
Revenue bonds / notes payable	36,856	561,571	88,773
Deferred revenue	1,914	35,127	1,022
Accrued liability for compensated absences	1,650	27,442	2,782
Obligations under reverse repurchase agreements	-	-	-
Other liabilities	1,030	44,813	1,548
Securities lending collateral	-	28,177	-
Total liabilities	47,485	792,405	102,258
Net investment in plant	48,955	956,410	149,847
Fund balances:			
Net investment in plant	48,955	956,410	149,847
Reserved for endowments and similar funds	24,559	138,229	1,127
Allocated	1,831	103,296	76,531
Unallocated	31,071	321,168	412
Total fund balances and other credits	106,416	1,519,103	227,917
Total liabilities fund balances and other credits	\$ 153,901	\$ 2,311,508	\$ 330,175

<u>Purdue University</u>	<u>Ball State University</u>	<u>Indiana Vocational Technical College</u>	<u>University of Southern Indiana</u>	<u>Totals</u>
\$ 1,406,590	\$ 140,817	\$ 46,195	\$ 31,798	\$ 2,359,267
88,117	-	-	-	116,294
36,704	5,099	19,697	2,707	166,457
9,038	2,027	1	454	13,840
36,487	9,491	16	324	126,298
34,703	8,358	-	-	43,087
6,432	1,056	2,718	1,422	30,269
738	931	11,515	143	22,319
-	-	34,647	7,065	46,626
861,640	333,324	142,797	103,522	3,250,391
4,101	1,854	7,586	989	21,839
\$ 2,484,550	\$ 502,957	\$ 265,172	\$ 148,424	\$ 6,196,687
\$ 47,911	\$ 8,392	\$ 1,584	\$ 602	\$ 125,376
21,928	-	5,365	7	60,361
6,139	7,194	-	4,042	26,863
29,486	-	3,807	-	33,300
334,384	64,706	69,440	79,918	1,235,648
19,602	11,142	12,543	410	81,760
33,954	5,752	-	1,294	72,874
46,344	-	-	-	46,344
33,220	6,636	11,029	1,704	99,980
88,117	-	-	-	116,294
661,085	103,822	103,768	87,977	1,898,800
531,682	268,618	102,152	33,873	2,091,537
531,682	268,618	102,152	33,873	2,091,537
255,543	2,214	1,078	-	422,750
671,372	128,225	8,334	5,697	995,286
364,868	78	49,840	20,877	788,314
1,823,465	399,135	161,404	60,447	4,297,887
\$ 2,484,550	\$ 502,957	\$ 265,172	\$ 148,424	\$ 6,196,687

State of Indiana
Combining Statement of Changes in Fund Balances
Discretely Presented Component Units - Colleges and Universities
For the Fiscal Year Ended June 30, 2001

(amounts expressed in thousands)

	<u>Vincennes University</u>	<u>Indiana University</u>	<u>Indiana State University</u>
Revenue and other additions:			
Current fund revenues	\$ 55,483	\$ 1,174,983	\$ 128,451
Grants, gifts and contracts	22,125	431,166	18,311
Appropriations	1,691	104,653	6,946
Additions to plant and facilities	5,045	(80,494)	29,741
Retirement of indebtedness	3,157	115,078	5,030
Endowment and investment income	1,552	28,227	3,925
Bond proceeds	-	55,745	17,465
Sales and services	-	9,099	-
Auxiliary services	14,605	291,712	35,041
Other additions	864	27,036	6,827
	<u>104,522</u>	<u>2,157,205</u>	<u>251,737</u>
Total revenues and other additions			
Expenditures and other deductions:			
Current fund expenditures	73,906	1,046,091	116,102
Restricted fund expenditures	-	328,315	19,697
Indirect costs recovered	294	41,783	504
Direct student loans issued	-	117,845	-
Loan cancellations and administration	174	2,850	226
Administration	-	14,586	-
Expended for plant facilities and disposals	2,072	(116,692)	27,831
Bond issues and issuance costs, retirements	349	175,748	22,495
Debt service requirements	19	23,875	5,610
Depreciation and amortization	5,280	86,154	9,602
Other deductions	2,767	-	760
Auxiliary services	13,873	298,449	31,403
	<u>98,734</u>	<u>2,019,004</u>	<u>234,230</u>
Total expenditures and deductions			
Excess of revenues and other additions over (under) expenditures and other deductions	<u>5,788</u>	<u>138,201</u>	<u>17,507</u>
Net increase (decrease) for the year	5,788	138,201	17,507
Fund balance, July 1, as restated	<u>100,628</u>	<u>1,380,902</u>	<u>210,410</u>
Fund balance, June 30	<u>\$ 106,416</u>	<u>\$ 1,519,103</u>	<u>\$ 227,917</u>

<u>Purdue University</u>	<u>Ball State University</u>	<u>Indiana Vocational Technical College</u>	<u>University of Southern Indiana</u>	<u>Total</u>
\$ 726,723	\$ 232,044	\$ 59,342	\$ 74,227	\$ 2,451,253
306,395	42,324	78,554	7,966	906,841
61,405	-	107,669	1,222	283,586
108,002	12,850	19,208	14,764	109,116
25,440	5,575	5,265	3,121	162,666
19,252	13,763	4,483	1,303	72,505
61,322	-	-	-	134,532
7,276	-	-	-	16,375
165,561	39,383	14,055	-	560,357
28,484	1,399	82	36	64,728
<u>1,509,860</u>	<u>347,338</u>	<u>288,658</u>	<u>102,639</u>	<u>4,761,959</u>
785,369	252,047	244,728	59,584	2,577,827
262,721	31,639	-	-	642,372
27,689	1,094	1,243	-	72,607
-	-	-	-	117,845
34	221	2	21	3,528
6,584	185	-	9	21,364
124,213	48,333	9,234	13,139	108,130
60,168	20,752	-	4,561	284,073
43,494	2,847	8,327	2,929	87,101
64,746	-	12,775	8,920	187,477
41,594	(368)	788	686	46,227
-	-	-	11,974	355,699
<u>1,416,612</u>	<u>356,750</u>	<u>277,097</u>	<u>101,823</u>	<u>4,504,250</u>
93,248	(9,412)	11,561	816	257,709
93,248	(9,412)	11,561	816	257,709
<u>1,730,217</u>	<u>408,547</u>	<u>149,843</u>	<u>59,631</u>	<u>4,040,178</u>
<u>\$ 1,823,465</u>	<u>\$ 399,135</u>	<u>\$ 161,404</u>	<u>\$ 60,447</u>	<u>\$ 4,297,887</u>

State of Indiana
Combining Statement of Current Fund Revenues, Expenditures
and Other Changes
Discretely Presented Component Units - Colleges and Universities
For the Fiscal Year Ended June 30, 2001

(amounts expressed in thousands)

	<u>Vincennes University</u>	<u>Indiana University</u>	<u>Indiana State University</u>
Revenues:			
Student tuition and fees	\$ 13,046	\$ 445,707	\$ 43,081
Governmental appropriations	35,455	509,889	84,098
Federal, state and local grants and contracts	24,218	281,920	14,697
Auxiliary Services	14,605	291,712	29,193
Sales and services	33	48,088	1,732
Investment and endowment income	3,275	9,231	2,244
Other gifts and grants	-	-	4,087
Other revenue	609	195,953	5,082
	<hr/>	<hr/>	<hr/>
Total revenues	91,241	1,782,500	184,214
Expenditures and mandatory transfers:			
Educational and general:			
Instruction and departmental research activities	34,724	545,744	57,584
Research	-	169,484	9,682
Academic support	14,280	170,420	15,457
Operation and maintenance of plant	4,735	94,276	15,716
Student aid, scholarships and fellowships	8,192	105,439	18,242
Public service	-	125,752	808
Student services	3,518	46,215	7,162
Administrative and institutional support	8,458	117,091	12,173
Other expenditures	-	-	-
	<hr/>	<hr/>	<hr/>
Total educational and general	73,907	1,374,421	136,824
Auxiliary enterprises:			
Expenditures	13,872	298,449	31,403
	<hr/>	<hr/>	<hr/>
Mandatory transfers	-	58,680	6,996
	<hr/>	<hr/>	<hr/>
Total expenditures and mandatory transfers	87,779	1,731,550	175,223
Other transfers and additions (deductions):			
Excess (deficit) of restricted receipts over transfers to revenues	(1,111)	(8,222)	520
Transfers from (to) other funds	(1,067)	(35,776)	(6,925)
	<hr/>	<hr/>	<hr/>
Total other transfers and additions (deductions)	(2,178)	(43,998)	(6,405)
	<hr/>	<hr/>	<hr/>
Increase (decrease) in fund balance	\$ 1,284	\$ 6,952	\$ 2,586

<u>Purdue University</u>	<u>Ball State University</u>	<u>Indiana Vocational Technical College</u>	<u>University of Southern Indiana</u>	<u>Total</u>
\$ 301,745	\$ 85,669	\$ 56,444	\$ 26,301	\$ 971,993
380,285	126,638	104,888	33,160	1,274,413
173,387	41,746	74,948	8,708	619,624
165,561	-	14,055	-	515,126
41,773	42,499	267	12,864	147,256
40,548	5,065	1,529	674	62,566
83,281	-	-	-	87,368
-	6,186	2,547	303	210,680
<u>1,186,580</u>	<u>307,803</u>	<u>254,678</u>	<u>82,010</u>	<u>3,889,026</u>
401,262	109,314	84,205	24,561	1,257,394
144,169	6,060	-	152	329,547
39,946	32,241	14,014	6,068	292,426
81,162	27,484	16,705	5,967	246,045
57,885	24,622	38,679	8,972	262,031
84,585	8,211	22,456	1,088	242,900
28,984	13,301	12,828	5,144	117,152
51,672	23,126	41,352	7,616	261,488
22,050	-	-	16	22,066
<u>911,715</u>	<u>244,359</u>	<u>230,239</u>	<u>59,584</u>	<u>3,031,049</u>
136,374	39,325	12,555	11,974	543,952
50,440	7,950	-	5,163	129,229
<u>1,098,529</u>	<u>291,634</u>	<u>242,794</u>	<u>76,721</u>	<u>3,704,230</u>
2,719	-	485	-	(5,609)
(24,146)	(14,235)	(9,426)	(4,962)	(96,537)
<u>(21,427)</u>	<u>(14,235)</u>	<u>(8,941)</u>	<u>(4,962)</u>	<u>(102,146)</u>
<u>\$ 66,624</u>	<u>\$ 1,934</u>	<u>\$ 2,943</u>	<u>\$ 327</u>	<u>\$ 82,650</u>

