## INDEX

	Page
Note 1 - Summary of Significant Accounting Policies	78
A. Financial Reporting Entity	78
B. Basis of Presentation	84
C. Measurement Focus and Basis of Accounting	86
D. Cash and Cash Equivalents	87
E. Investments	87
F. Securities Lending	87
G. Receivables and Payables	87
H. Inventories and Prepaid Items	87
I. Securities Held in Trust	87
J. Restricted/Designated Assets	88
K. Capital Assets	88
L. Tax Refund Liabilities	89
M. Compensated Absences	89
N. Long-Term Liabilities	89
O. Deferred Outflows/Inflows of Resources	89
P. Net Position/Fund Balance	90
Q. Revenues and Expenses	91
R. Food and Nutrition Services	91
Note 2 - Changes in Financial Accounting and Reporting	92

## DETAIL NOTES ON ALL FUNDS AND ACTIVITIES

Note 3 - Deposits and Investments	93
A. Deposits and Investments with State Treasurer	93
B. Deposits Outside the State Treasurer	96
C. Investments Outside the State Treasurer	97
Note 4 - Receivables	107
Note 5 - Capital Assets	108
Note 6 - Short-Term Debt	113
Note 7 - Derivative Instruments	114
A. Summary Information	114
B. Hedging Derivative Instruments	114
C. Investment Derivative Instruments	115
D. Synthetic Guaranteed Investment Contracts	115
Note 8 - Long-Term Liabilities	117
A. Changes in Long-Term Liabilities	117
B. Bonds, Special Indebtedness, Direct Placements, and Notes from Direct Borrowings	121
C. Debt Authorized but Unissued	121
D. Demand Bonds	122
E. Debt Service Requirements	126
F. Bond Defeasances	127
G. Pollution Remediation Payable	128
H. Asset Retirement Obligation	129
Note 9 - Lease Obligations	130
A. Summary Information	130
B. Principle and Interest Requirements for Leases Liability	131
Note 10 - Interfund Balances and Transfers	132
A. Interfund Balances	132
B. Interfund Transfers	133
Note 11 - Fund Balance	134

	Page
Note 12 - Retirement Plans	135
A. Summary of Significant Accounting Policies and Plan Asset Matters	135
B. Plan Descriptions	135
Cost-Sharing, Multiple Employer, Defined Benefit Plans	135
Single-Employer Defined Benefit Plans	139
Defined Contribution Plans	141
C. Plan Membership	142
D. Investments	143
E. Net Pension Liability of Participating Employers	143
F. GASB Statements 68 and 73 Employer Reporting	146
Note 13 - Deferred Compensation Plans	154
Note 14 - Other Postemployment Benefits	155
A. Summary of Significant Accounting Policies and Plan Asset Matters	155
B. Plan Descriptions	155
Cost-Sharing, Multiple-Employer, Defined Benefit Plans	155
C. Plan Membership	158
D. Investments	158
E. Net OPEB Liability of Participating Employers	159
F. GASB Statement 75 Employer Reporting	163
Note 15 - Risk Management and Insurance	171
A. Public Entity Risk Pool	171
B. Employee Benefit Plans	172
C. Other Risk Management and Insurance Activities	173
Note 16 - Individual Plan Financial Statements - Pension and Other Employee Benefit Trust Funds	178
Note 17 - Pledged Revenues	182
Note 18 - Component Units - Financial Information	184
Note 19 - Related Organizations	187
Note 20 - Related Party Transactions	188
Note 21 - Commitments and Contingencies	189
A. No Commitment Debt	189
B. Litigation	189
C. Federal Grants	193
D. Highway Construction	194
E. Construction and Other Commitments	194
F. Tobacco Settlement	195
G. Other Contingencies	195
Note 22 - Tax Abatements	196
Note 23 - Fund Equity Reclassifications and Restatements	197
Note 24 - Stewardship, Compliance, and Accountability	199
Note 25 - Subsequent Events	200