

Basic Financial Statements
Fund Financial Statements

Balance Sheet
GOVERNMENTAL FUNDS

June 30, 2019

(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
ASSETS					
Cash and cash equivalents	\$ 3,356,205	\$ 779,192	\$ 576,077	\$ 3,572,778	\$ 8,284,252
Investments	91,808	2,414,865	4,478,036	282,843	7,267,552
Taxes receivable (net of allowance)	4,845,644	29,342	—	236,485	5,111,471
Receivables (net of allowance)	698,814	498,203	37,761	932,690	2,167,468
Due from other funds	390,910	1,060,697	726	405,248	1,857,581
Due from other governments	1,543,155	226,046	—	2,490,824	4,260,025
Inventories and prepaids	14,375	31,010	—	46,678	92,063
Restricted cash and investments	18,883	132	—	208,054	227,069
Restricted receivables	6,916	19,659	—	6,015	32,590
Total Assets	\$ 10,966,710	\$ 5,059,146	\$ 5,092,600	\$ 8,181,615	\$ 29,300,071
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 1,457,470	\$ 102,478	\$ 41,772	\$ 474,394	\$ 2,076,114
Accrued liabilities	416,396	516,509	63,085	182,637	1,178,627
Due to other funds	284,210	169,335	515,282	630,037	1,598,864
Due to other governments	1,396,893	46,895	—	204,591	1,648,379
Unearned revenue	155,987	241,884	—	115,361	513,232
Claims and judgments payable	51,884	—	—	145,946	197,830
Total Liabilities	3,762,840	1,077,101	620,139	1,752,966	7,213,046
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	2,354,349	11,475	11,465	130,226	2,507,515
Deferred inflows on hedging derivatives	—	—	—	667	667
Deferred inflows on irrevocable split interest agreements	—	—	50,260	—	50,260
Total Deferred Inflows of Resources	2,354,349	11,475	61,725	130,893	2,558,442
FUND BALANCES					
Nonspendable fund balance	49,614	31,010	2,513,961	266,017	2,860,602
Restricted fund balance	1,699,486	43,808	1,896,775	2,872,808	6,512,877
Committed fund balance	684,619	3,788,452	—	3,181,099	7,654,170
Assigned fund balance	1,416,952	107,300	—	—	1,524,252
Unassigned fund balance	998,850	—	—	(22,168)	976,682
Total Fund Balances	4,849,521	3,970,570	4,410,736	6,297,756	19,528,583
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 10,966,710	\$ 5,059,146	\$ 5,092,600	\$ 8,181,615	\$ 29,300,071

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

**Reconciliation of the Balance Sheet to the
Statement of Net Position
GOVERNMENTAL FUNDS**

June 30, 2019

(expressed in thousands)

Total Fund Balances for Governmental Funds	\$	19,528,583
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Non-depreciable assets	\$	29,439,150	
Depreciable assets		22,484,932	
Less: Accumulated depreciation		(10,944,632)	
Total capital assets			40,979,450

Some of the state's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are considered deferred inflows in the funds.	2,507,515
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Certain pension trust funds have been funded in excess of the annual required contributions, creating a year-end asset. This asset is not a financial resource and therefore is not reported in the funds.	2,396,648
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Deferred outflows of resources represent a consumption of fund equity that will be reported as an outflow of resources in a future period and therefore are not reported in the funds.	1,376,672
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Deferred inflows of resources represent an acquisition of fund equity that will be recognized as an inflow of resources in a future period and therefore are not reported in the funds.	(3,121,581)
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Unmatured interest on general obligation bonds is not recognized in the funds until due.	(400,455)
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Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.	(182,659)
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Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Bonds and other financing contracts payable	\$	(23,447,031)	
Accreted interest on bonds		(401,153)	
Compensated absences		(661,378)	
Other postemployment benefits obligations		(4,283,808)	
Net pension liability		(3,113,148)	
Unclaimed property		(243,568)	
Pollution remediation obligations		(132,838)	
Claims and judgments		(36,945)	
Asset retirement obligation		(25,168)	
Other obligations		(326,896)	
Total long-term liabilities			(32,671,933)

Net Position of Governmental Activities	\$	<u>30,412,240</u>
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The notes to the financial statements are an integral part of this statement.

**Statement of Revenues, Expenditures, and Changes in Fund Balances
GOVERNMENTAL FUNDS**

For the Fiscal Year Ended June 30, 2019

(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
REVENUES					
Retail sales and use taxes	\$ 11,952,070	\$ —	\$ —	\$ 154,146	\$ 12,106,216
Business and occupation taxes	4,447,626	—	—	4,359	4,451,985
Property taxes	2,339,469	1,019,116	—	—	3,358,585
Excise taxes	1,146,348	48,599	—	440,595	1,635,542
Motor vehicle and fuel taxes	—	—	—	1,671,195	1,671,195
Other taxes	1,915,048	373,381	—	324,155	2,612,584
Licenses, permits, and fees	130,170	1,096	—	1,894,045	2,025,311
Other contracts and grants	295,579	1,122,786	—	152,946	1,571,311
Timber sales	1,715	—	12,129	142,971	156,815
Federal grants-in-aid	13,295,781	1,463,827	—	1,203,683	15,963,291
Charges for services	50,455	2,778,576	—	727,419	3,556,450
Investment income (loss)	114,079	123,752	281,069	126,965	645,865
Miscellaneous revenue	300,242	159,117	2,047	550,304	1,011,710
Contributions and donations	—	—	151,943	—	151,943
Unclaimed property	74,631	—	—	—	74,631
Total Revenues	36,063,213	7,090,250	447,188	7,392,783	50,993,434
EXPENDITURES					
Current:					
General government	949,237	25	158	606,289	1,555,709
Human services	19,754,162	13,918	—	1,132,975	20,901,055
Natural resources and recreation	481,612	—	—	850,803	1,332,415
Transportation	55,600	—	—	2,288,971	2,344,571
Education	14,762,434	5,899,077	960	649,639	21,312,110
Intergovernmental	132,029	—	—	404,921	536,950
Capital outlays	74,041	231,122	1,301	1,797,940	2,104,404
Debt service:					
Principal	13,155	40,317	—	1,126,984	1,180,456
Interest	3,528	28,809	—	1,038,049	1,070,386
Total Expenditures	36,225,798	6,213,268	2,419	9,896,571	52,338,056
Excess of Revenues Over (Under) Expenditures	(162,585)	876,982	444,769	(2,503,788)	(1,344,622)
OTHER FINANCING SOURCES (USES)					
Bonds issued	177,390	27,728	—	994,170	1,199,288
Issuance premiums	649	6,324	—	164,477	171,450
Other debt issued	2,228	30,449	—	6,338	39,015
Refunding COPs issued	—	10,634	—	3,265	13,899
Transfers in	730,602	956,957	35,802	2,881,991	4,605,352
Transfers out	(1,328,827)	(809,044)	(208,956)	(2,073,534)	(4,420,361)
Total Other Financing Sources (Uses)	(417,958)	223,048	(173,154)	1,976,707	1,608,643
Net Change in Fund Balances	(580,543)	1,100,030	271,615	(527,081)	264,021
Fund Balances - Beginning, as restated	5,430,064	2,870,540	4,139,121	6,824,837	19,264,562
Fund Balances - Ending	\$ 4,849,521	\$ 3,970,570	\$ 4,410,736	\$ 6,297,756	\$ 19,528,583

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

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances to the Statement of Activities
GOVERNMENTAL FUNDS**

For the Fiscal Year Ended June 30, 2019
(expressed in thousands)

Net Change in Fund Balances - Total Governmental Funds \$ 264,021

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlays	\$ 1,472,256	
Less: Depreciation expense	<u>(708,126)</u>	764,130

Some revenues in the Statement of Activities do not provide current financial resources, and therefore are unavailable in governmental funds. Also, revenues related to prior periods that became available during the current period are reported in governmental funds but are eliminated in the Statement of Activities. This amount is the net adjustment.

134,845

Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net position of the internal service funds is reported with governmental activities.

(8,408)

Bond proceeds and other financing contracts provide current financial resources to governmental funds, while the repayment of the related debt principal consumes those financial resources. These transactions, however, have no effect on net position. In the current period, these amounts consist of:

Bonds and other financing contracts issued	\$ (1,415,603)	
Principal payments on bonds and other financing contracts	1,305,167	
Accreted interest on bonds	<u>32,219</u>	(78,217)

Some expenses/revenue reductions reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not recognized in governmental funds. Also payments of certain obligations related to prior periods are recognized in governmental funds but are eliminated in the Statement of Activities. In the current period, the net adjustments consist of:

Compensated absences	\$ (21,336)	
Other postemployment benefits	(178,743)	
Pensions	883,084	
Pollution remediation	18,576	
Claims and judgments	4,250	
Accrued interest	463	
Unclaimed property	(5,794)	
Asset retirement obligations	(1,326)	
Other obligations	<u>52,854</u>	752,028

Change in Net Position of Governmental Activities \$ 1,828,399

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

Statement of Net Position
PROPRIETARY FUNDS
June 30, 2019
(expressed in thousands)

	Business-Type Activities		
	Enterprise Funds		
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 58,432	\$ 4,704,195	\$ 774,502
Investments	2,076,663	—	20,138
Taxes receivable (net of allowance)	—	—	—
Receivables (net of allowance)	867,000	435,275	375,277
Due from other funds	467	3,197	124,303
Due from other governments	1,463	25,879	66,742
Inventories	163	—	41,613
Prepaid expenses	4,370	—	5,285
Restricted cash and investments	405	—	19,907
Restricted receivables	—	—	57,165
Total Current Assets	3,008,963	5,168,546	1,484,932
Noncurrent Assets:			
Investments, noncurrent	16,496,600	—	269,945
Restricted investments, noncurrent	—	—	29,746
Restricted receivables, noncurrent	—	—	178
Restricted net pension asset	—	—	626
Other noncurrent assets	4,482	—	205,012
Capital assets:			
Land and other non-depreciable assets	3,204	—	73,757
Buildings	65,111	—	4,300,987
Other improvements	1,289	—	115,413
Furnishings, equipment, and intangibles	107,913	—	866,649
Infrastructure	—	—	59,411
Accumulated depreciation	(134,200)	—	(2,305,271)
Construction in progress	8,123	—	195,316
Total Noncurrent Assets	16,552,522	—	3,811,769
Total Assets	19,561,485	5,168,546	5,296,701
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows on refundings	—	—	35,803
Deferred outflows on pensions	27,785	—	80,783
Deferred outflows on OPEB	10,177	—	24,512
Total Deferred Outflows of Resources	37,962	—	141,098
Total Assets and Deferred Outflows of Resources	\$ 19,599,447	\$ 5,168,546	\$ 5,437,799

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

Continued

Nonmajor Enterprise Funds		Governmental Activities			
		Total	Internal Service Funds		
\$	140,237	\$	5,677,366	\$	950,853
	82,974		2,179,775		10,169
	405		405		—
	216,447		1,893,999		63,840
	19,879		147,846		112,425
	7,065		101,149		41,938
	9,965		51,741		15,620
	308		9,963		13,029
	—		20,312		190,483
	—		57,165		2,988
	477,280		10,139,721		1,401,345
	1,426,340		18,192,885		41,689
	—		29,746		—
	—		178		—
	—		626		—
	81,747		291,241		—
	1,540		78,501		7,559
	12,828		4,378,926		608,673
	5,778		122,480		15,122
	35,353		1,009,915		1,017,326
	—		59,411		2,170
	(25,594)		(2,465,065)		(850,419)
	27,892		231,331		1,267
	1,565,884		21,930,175		843,387
	2,043,164		32,069,896		2,244,732
	62		35,865		3,081
	12,925		121,493		61,321
	8,227		42,916		17,526
	21,214		200,274		81,928
\$	2,064,378	\$	32,270,170	\$	2,326,660

Statement of Net Position
PROPRIETARY FUNDS
June 30, 2019
(expressed in thousands)

	Business-Type Activities		
	Enterprise Funds		
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION			
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 10,886	\$ —	\$ 205,397
Accrued liabilities	284,944	75,208	303,256
Obligations under security lending agreements	58,469	—	—
Bonds and notes payable	—	—	139,583
Net pension liability	34	—	747
Total OPEB liability	2,132	—	8,454
Due to other funds	9,195	3,267	291,728
Due to other governments	—	23,212	2,433
Unearned revenue	8,380	—	53,982
Claims and judgments payable	2,155,389	—	—
Total Current Liabilities	2,529,429	101,687	1,005,580
Noncurrent Liabilities:			
Claims and judgments payable	27,011,430	—	—
Bonds and notes payable	—	—	2,437,025
Net pension liability	88,617	—	273,296
Total OPEB liability	113,963	—	451,983
Other long-term liabilities	7,238	—	93,284
Total Noncurrent Liabilities	27,221,248	—	3,255,588
Total Liabilities	29,750,677	101,687	4,261,168
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows on refundings	—	—	355
Deferred inflows on pensions	33,024	—	92,897
Deferred inflows on OPEB	48,028	—	181,435
Total Deferred Inflows of Resources	81,052	—	274,687
NET POSITION			
Net investment in capital assets	51,440	—	807,990
Restricted for:			
Unemployment compensation	—	5,066,859	—
Pensions	—	—	541
Unrestricted	(10,283,722)	—	93,413
Total Net Position	(10,232,282)	5,066,859	901,944
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 19,599,447	\$ 5,168,546	\$ 5,437,799

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

Concluded

		<u>Governmental Activities</u>	
<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Internal Service Funds</u>	
\$ 19,742	\$ 236,025	\$ 47,419	
159,635	823,043	105,754	
22,205	80,674	—	
2,770	142,353	131,306	
—	781	1,196	
828	11,414	3,117	
23,527	327,717	191,184	
2,991	28,636	94,354	
2,596	64,958	4,336	
5,088	2,160,477	202,216	
<u>239,382</u>	<u>3,876,078</u>	<u>780,882</u>	
13,174	27,024,604	651,888	
3,225	2,440,250	515,997	
35,188	397,101	219,046	
44,264	610,210	166,608	
<u>1,134,948</u>	<u>1,235,470</u>	<u>25,336</u>	
<u>1,230,799</u>	<u>31,707,635</u>	<u>1,578,875</u>	
<u>1,470,181</u>	<u>35,583,713</u>	<u>2,359,757</u>	
—	355	120	
13,111	139,032	65,435	
<u>17,584</u>	<u>247,047</u>	<u>84,007</u>	
<u>30,695</u>	<u>386,434</u>	<u>149,562</u>	
51,864	911,294	235,688	
—	5,066,859	—	
—	541	—	
<u>511,638</u>	<u>(9,678,671)</u>	<u>(418,347)</u>	
<u>563,502</u>	<u>(3,699,977)</u>	<u>(182,659)</u>	
<u>\$ 2,064,378</u>	<u>\$ 32,270,170</u>	<u>\$ 2,326,660</u>	

Statement of Revenues, Expenses, and Changes in Net Position
PROPRIETARY FUNDS

For the Fiscal Year Ended June 30, 2019

(expressed in thousands)

	Business-Type Activities		
	Enterprise Funds		
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services
OPERATING REVENUES			
Sales	\$ —	\$ —	\$ 77,440
Less: Cost of goods sold	—	—	(43,553)
Gross profit	—	—	33,887
Charges for services	504	—	3,073,831
Premiums and assessments	2,612,753	1,046,389	—
Lottery ticket proceeds	—	—	—
Federal aid for unemployment insurance benefits	—	36,173	—
Miscellaneous revenue	53,141	15,242	203,074
Total Operating Revenues	2,666,398	1,097,804	3,310,792
OPERATING EXPENSES			
Salaries and wages	186,678	—	1,229,173
Employee benefits	59,203	—	328,009
Personal services	13,072	—	105,745
Goods and services	93,809	—	1,277,573
Travel	4,597	—	29,032
Premiums and claims	3,565,722	963,164	190
Guaranteed education tuition program expense	—	—	—
Lottery prize payments	—	—	—
Depreciation and amortization	7,407	—	198,722
Miscellaneous expenses	44,777	—	22,253
Total Operating Expenses	3,975,265	963,164	3,190,697
Operating Income (Loss)	(1,308,867)	134,640	120,095
NONOPERATING REVENUES (EXPENSES)			
Earnings (loss) on investments	1,446,193	108,145	31,861
Interest expense	—	—	(96,005)
Tax and license revenue	111	—	—
Other revenues (expenses)	10,263	—	18,709
Total Nonoperating Revenues (Expenses)	1,456,567	108,145	(45,435)
Income (Loss) Before Contributions and Transfers	147,700	242,785	74,660
Capital contributions	—	—	925
Transfers in	—	—	586,949
Transfers out	—	—	(576,598)
Net Contributions and Transfers	—	—	11,276
Change in Net Position	147,700	242,785	85,936
Net Position - Beginning, as restated	(10,379,982)	4,824,074	816,008
Net Position - Ending	\$ (10,232,282)	\$ 5,066,859	\$ 901,944

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

		<u>Governmental Activities</u>			
<u>Nonmajor Enterprise Funds</u>		<u>Total</u>	<u>Internal Service Funds</u>		
\$	102,456	\$	179,896	\$	45,237
	(67,121)		(110,674)		(37,578)
	35,335		69,222		7,659
	87,639		3,161,974		750,932
	261,373		3,920,515		1,803,400
	803,278		803,278		—
	—		36,173		—
	5,807		277,264		187,602
	1,193,432		8,268,426		2,749,593
	81,739		1,497,590		328,846
	27,093		414,305		110,563
	19,636		138,453		35,059
	107,602		1,478,984		373,033
	2,209		35,838		5,601
	—		4,529,076		1,837,623
	363,840		363,840		—
	490,355		490,355		—
	2,878		209,007		107,099
	909		67,939		122
	1,096,261		9,225,387		2,797,946
	97,171		(956,961)		(48,353)
	94,626		1,680,825		17,915
	(4,514)		(100,519)		(22,633)
	22,156		22,267		12
	413		29,385		1,781
	112,681		1,631,958		(2,925)
	209,852		674,997		(51,278)
	—		925		11,334
	17,897		604,846		80,536
	(244,775)		(821,373)		(49,000)
	(226,878)		(215,602)		42,870
	(17,026)		459,395		(8,408)
	580,528		(4,159,372)		(174,251)
\$	563,502	\$	(3,699,977)	\$	(182,659)

Statement of Cash Flows
PROPRIETARY FUNDS

For the Fiscal Year Ended June 30, 2019
(expressed in thousands)

	Business-Type Activities		
	Enterprise Funds		
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 2,614,278	\$ 1,002,693	\$ 3,042,503
Payments to suppliers	(2,321,245)	(955,263)	(1,489,549)
Payments to employees	(256,309)	—	(1,571,677)
Other receipts	53,142	51,529	203,075
Net Cash Provided (Used) by Operating Activities	<u>89,866</u>	<u>98,959</u>	<u>184,352</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	—	—	586,949
Transfers out	—	—	(576,598)
Operating grants and donations received	10,861	—	16,613
Taxes and license fees collected	111	—	—
Other noncapital financing activity	—	—	—
Net Cash Provided (Used) by Noncapital Financing Activities	<u>10,972</u>	<u>—</u>	<u>26,964</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Interest paid	—	—	(94,646)
Principal payments on long-term capital financing	—	—	(107,345)
Proceeds from long-term capital financing	—	—	158,594
Proceeds from sale of capital assets	12	—	10,267
Acquisitions of capital assets	(787)	—	(258,274)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(775)</u>	<u>—</u>	<u>(291,404)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Receipt of interest	469,731	108,145	5,799
Proceeds from sale of investment securities	7,963,788	—	49,320
Purchases of investment securities	(8,520,606)	—	(38,664)
Net Cash Provided (Used) by Investing Activities	<u>(87,087)</u>	<u>108,145</u>	<u>16,455</u>
Net Increase (Decrease) in Cash and Pooled Investments	12,976	207,104	(63,633)
Cash and cash equivalents, July 1, as restated	45,861	4,497,091	858,042
Cash and cash equivalents, June 30	<u>\$ 58,837</u>	<u>\$ 4,704,195</u>	<u>\$ 794,409</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ (1,308,867)	\$ 134,640	\$ 120,095
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation	7,407	—	198,722
Revenue reduced for uncollectible accounts	36,904	—	1,236
Change in Assets: Decrease (Increase)			
Receivables	285	(43,581)	(107,630)
Inventories	(14)	—	623
Prepaid expenses	(1,785)	—	(265)
Other assets	—	—	(173)
Change in Deferred Outflows of Resources: Increase (Decrease)	(9,389)	—	(17,077)
Change in Liabilities: Increase (Decrease)			
Payables	1,325,413	7,900	(151,274)
Change in Deferred Inflows of Resources: Decrease (Increase)	39,912	—	140,095
Net Cash Provided (Used) by Operating Activities	<u>\$ 89,866</u>	<u>\$ 98,959</u>	<u>\$ 184,352</u>

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

Continued

Nonmajor Enterprise Funds		Governmental Activities	
		Total	Internal Service Funds
\$	1,111,297	\$	7,770,771
	(1,648,014)		\$
	(111,033)		2,622,151
	5,801		(2,099,348)
	(641,949)		(458,258)
			188,059
			252,604
	17,897		604,846
	(244,775)		80,536
	477		(49,000)
	21,791		1,501
	(82,000)		12
	(286,610)		—
			33,049
	(179)		(94,825)
	(435)		(26,545)
	—		(58,904)
	1,123		48,213
	(24,794)		3,233
	(24,285)		(80,255)
			(114,258)
	28,080		611,755
	1,142,002		12,585
	(335,791)		213,240
	834,291		(22,203)
	(118,553)		871,804
	258,790		203,622
			375,017
			766,319
\$	140,237	\$	5,697,678
\$	97,171	\$	(956,961)
			\$
	2,878		(48,353)
	36		107,099
	(145,566)		(96)
	(599)		25,122
	(95)		(115)
	—		1,084
	(6,175)		—
			(26,682)
	(606,424)		575,615
	16,825		128,254
			66,291
\$	(641,949)	\$	(268,772)
\$		\$	252,604

Statement of Cash Flows
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2019
(expressed in thousands)

	Business-Type Activities		
	Enterprise Funds		
	Workers' Compensation	Unemployment Compensation	Higher Education Student Services
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES			
Contributions of capital assets	\$ —	\$ —	\$ 1,268
Acquisition of capital assets through capital leases	—	—	16,057
Amortization of annuity prize liability	—	—	—
Increase (decrease) in fair value of investments	967,724	—	315
Debt refunding deposited with escrow agent	—	—	—
Amortization of debt premium/discount	—	—	3,959
Increase in ownership of joint venture	—	—	24,231

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

Concluded

Nonmajor Enterprise Funds		Governmental Activities	
	Total		Internal Service Funds
\$	—	\$	1,268
	—		16,057
	4,401		4,401
	67,588		1,035,627
	—		—
	67		4,026
	—		24,231
			11,334
			—
			—
			4,550
			227,875
			4,945
			—

Statement of Net Position
FIDUCIARY FUNDS
June 30, 2019
(expressed in thousands)

Continued

	<u>Private-Purpose Trust</u>	<u>Local Government Investment Pool</u>	<u>Pension and Other Employee Benefit Plans</u>	<u>Agency Funds</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets				
Cash and cash equivalents	\$ 3,765	\$ 7,203,623	\$ 53,878	\$ 196,024
Receivables, pension and other employee benefit plans:				
Employers	—	—	228,470	—
Members (net of allowance)	—	—	7,038	—
Interest and dividends	—	—	367,100	—
Investment trades pending	—	—	4,346,622	—
Due from other pension and other employee benefit funds	—	—	108,417	—
Other receivables, all other funds	—	17,508	187	11,359
Due from other governments	—	—	—	21,988
Investments:				
Liquidity	—	5,717,877	1,726,317	—
Fixed income	—	945,444	22,853,671	—
Public equity	—	—	45,092,380	—
Private equity	—	—	24,374,942	—
Real estate	—	—	20,274,918	—
Tangible assets	—	—	5,643,371	—
Security lending collateral	—	—	738,396	—
Other noncurrent assets	—	—	—	55,436
Capital assets:				
Furnishings, equipment, and intangibles	37	—	—	—
Accumulated depreciation	(37)	—	—	—
Total Assets	<u>3,765</u>	<u>13,884,452</u>	<u>125,815,707</u>	<u>284,807</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows on OPEB	—	—	123	—
Total Deferred Outflows of Resources	<u>—</u>	<u>—</u>	<u>123</u>	<u>—</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 3,765</u>	<u>\$ 13,884,452</u>	<u>\$ 125,815,830</u>	<u>\$ 284,807</u>

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

Statement of Net Position
FIDUCIARY FUNDS
June 30, 2019
(expressed in thousands)

Concluded

	Private-Purpose Trust	Local Government Investment Pool	Pension and Other Employee Benefit Plans	Agency Funds
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities				
Accounts payable	\$ 100	\$ —	\$ —	\$ 5,479
Contracts payable	—	—	—	29,750
Accrued liabilities	142	5,060	4,608,904	171,110
Obligations under security lending agreements	—	—	738,395	—
Due to other funds	—	87	—	—
Due to other pension and other employee benefit funds	—	—	108,417	—
Due to other governments	—	27,429	—	23,032
Unearned revenue	—	—	650	—
Other long-term liabilities	—	—	—	55,436
Total Liabilities	242	32,576	5,456,366	284,807
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows on OPEB	—	—	119	—
Total Deferred Inflows of Resources	—	—	119	—
Total Liabilities and Deferred Inflows of Resources	242	32,576	5,456,485	\$ 284,807
NET POSITION				
Net position restricted for:				
Pensions	—	—	115,649,157	
Deferred compensation participants	—	—	4,710,188	
Local government pool participants	—	13,851,876	—	
Individuals, organizations, and other governments	3,523	—	—	
Total Net Position	\$ 3,523	\$ 13,851,876	\$ 120,359,345	

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

Statement of Changes in Net Position
FIDUCIARY FUNDS

For the Fiscal Year Ended June 30, 2019
(expressed in thousands)

	Private-Purpose Trust	Local Government Investment Pool	Pension and Other Employee Benefit Plans
ADDITIONS			
Contributions:			
Employers	\$ —	\$ —	\$ 2,935,590
Members	—	—	1,766,549
State	—	—	89,499
Participants	—	25,558,717	312,768
Total Contributions	—	25,558,717	5,104,406
Investment Income:			
Net appreciation (depreciation) in fair value	—	—	7,724,640
Interest and dividends	—	293,672	2,489,269
Earnings on investments	—	3,825	—
Less: Investment expenses	—	—	(769,377)
Net Investment Income (Loss)	—	297,497	9,444,532
Other Additions:			
Unclaimed property	91,974	—	—
Transfers from other plans	—	—	148,146
Miscellaneous revenue	2	7	21,379
Total Other Additions	91,976	7	169,525
Total Additions	91,976	25,856,221	14,718,463
DEDUCTIONS			
Pension benefits	—	—	4,638,996
Pension refunds	—	—	703,505
Transfers to other plans	—	—	148,146
Administrative expenses	5,187	1,362	3,639
Distributions to participants	—	24,329,698	256,448
Payments to or on behalf of individuals, organizations, and other governments in accordance with state unclaimed property laws	89,732	—	—
Total Deductions	94,919	24,331,060	5,750,734
Net Increase (Decrease)	(2,943)	1,525,161	8,967,729
Net Position - Beginning	6,466	12,326,715	111,391,616
Net Position - Ending	\$ 3,523	\$ 13,851,876	\$ 120,359,345

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

Statement of Net Position

COMPONENT UNITS

June 30, 2019

(expressed in thousands)

Continued

	Public Stadium Authority	Health Benefit Exchange	Valley Medical Center	Nonmajor Component Units	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
ASSETS					
Current Assets:					
Cash and cash equivalents	\$ 8,942	\$ 4,111	\$ 35,373	\$ 30,723	\$ 79,149
Investments	—	—	67,198	49,024	116,222
Receivables (net of allowance)	1,349	9,473	86,923	10,493	108,238
Inventories	—	—	7,215	—	7,215
Prepaid expenses	—	3,427	17,032	470	20,929
Total Current Assets	10,291	17,011	213,741	90,710	331,753
Noncurrent Assets:					
Investments, noncurrent	—	—	96,299	—	96,299
Restricted investments, noncurrent	—	—	53,485	—	53,485
Other noncurrent assets	—	675	—	396,437	397,112
Capital assets:					
Land	34,677	—	13,414	—	48,091
Buildings	460,953	—	495,459	—	956,412
Other improvements	—	810	18,843	176	19,829
Furnishings, equipment, and intangible assets	10,212	60,507	234,803	2,004	307,526
Lease asset	—	2,653	—	—	2,653
Accumulated depreciation	(268,224)	(48,058)	(405,902)	(1,958)	(724,142)
Construction in progress	—	1,379	32,804	—	34,183
Total Noncurrent Assets	237,618	17,966	539,205	396,659	1,191,448
Total Assets	247,909	34,977	752,946	487,369	1,523,201
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows on refundings	—	—	16,119	—	16,119
Deferred outflows on pensions	12	1,736	—	887	2,635
Deferred outflows on OPEB	—	6	—	166	172
Total Deferred Outflows of Resources	12	1,742	16,119	1,053	18,926
Total Assets and Deferred Outflows of Resources	\$ 247,921	\$ 36,719	\$ 769,065	\$ 488,422	\$ 1,542,127

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

Statement of Net Position
COMPONENT UNITS
June 30, 2019
(expressed in thousands)

					Concluded
	Public Stadium Authority	Health Benefit Exchange	Valley Medical Center	Nonmajor Component Units	Total
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION					
LIABILITIES					
Current Liabilities:					
Accounts payable	\$ 90	\$ 16,503	\$ 20,842	\$ 429	\$ 37,864
Accrued liabilities	2,581	1,037	114,168	37,563	155,349
Total OPEB liability	—	—	—	3	3
Unearned revenue	—	—	—	9,077	9,077
Total Current Liabilities	2,671	17,540	135,010	47,072	202,293
Noncurrent Liabilities:					
Net pension liability	152	5,038	—	3,300	8,490
Total OPEB liability	—	1,327	—	3,109	4,436
Other long-term liabilities	—	2,409	338,374	—	340,783
Total Noncurrent Liabilities	152	8,774	338,374	6,409	353,709
Total Liabilities	2,823	26,314	473,384	53,481	556,002
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows on property taxes	—	—	23,849	—	23,849
Deferred inflows on pensions	57	2,262	—	1,143	3,462
Deferred inflows on OPEB	—	134	—	1,237	1,371
Total Deferred Inflows of Resources	57	2,396	23,849	2,380	28,682
NET POSITION					
Net investment in capital assets	237,618	17,291	102,937	223	358,069
Restricted for:					
Deferred sales tax	(929)	—	—	—	(929)
Other purposes	—	—	3,525	1,083	4,608
Unrestricted	8,352	(9,282)	165,370	431,255	595,695
Total Net Position	245,041	8,009	271,832	432,561	957,443
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 247,921	\$ 36,719	\$ 769,065	\$ 488,422	\$ 1,542,127

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

Statement of Revenues, Expenses, and Changes in Net Position
COMPONENT UNITS

For the Fiscal Year Ended June 30, 2019

(expressed in thousands)

	Public Stadium Authority	Health Benefit Exchange	Valley Medical Center	Nonmajor Component Units	Total
EXPENSES	\$ 19,051	\$ 57,213	\$ 697,843	\$ 13,411	\$ 787,518
PROGRAM REVENUES					
Charges for services	4,091	28,588	677,857	91,061	801,597
Operating grants and contributions	—	32,530	—	1,967	34,497
Total Program Revenues	4,091	61,118	677,857	93,028	836,094
Net Program Revenues (Expense)	(14,960)	3,905	(19,986)	79,617	48,576
GENERAL REVENUES					
Earnings (loss) on investments	323	—	7,786	4,036	12,145
Property taxes	—	—	23,258	—	23,258
Other	—	—	979	—	979
Total General Revenues	323	—	32,023	4,036	36,382
Change in Net Position	(14,637)	3,905	12,037	83,653	84,958
Net Position - Beginning, as restated	259,678	4,104	259,795	348,908	872,485
Net Position - Ending	\$ 245,041	\$ 8,009	\$ 271,832	\$ 432,561	\$ 957,443

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