

ANNUAL REPORT

OF THE

MICHIGAN STATE TREASURER



FISCAL YEAR
2010-2011



RICK
SNYDER,
GOVERNOR

ANDY
DILLON,
TREASURER

Table of Contents

State Treasurer's Letter of Transmittal	1
---	---

Cash and Investments

Schedule 1	State Treasurer's Common Cash - Assets and Equities	2
Schedule 2	Investment Portfolios of Specific Funds	3
Schedule 3	Investment Revenues	4
	Notes to Financial Schedules	6
	Cash and Investments	8
Table 1	Investment Revenues for Fiscal Years	8
Table 2	Available Month-End Common Cash	9
Table 3	Common Cash History	9
Table 4	State Treasurer's Common Cash Fund, Cash Balances, and Transactions by Fund	10
Table 5	Demand Depositories as of September 30, 2009	13

Bonds, Notes, and Taxes

	Bonds and Notes	14
Table 6	General Obligation Debt, Bond, and Note Payments	15
Table 7	Special Authority Revenue Bond Debt	16
Table 8	General Obligation Bond Payment Schedule	17
Table 9	Bonds and Notes Payable by Fiscal Year	17
Table 10	Special Revenue Debt, Bond, and Note Payments	18
	State Tax Collections	19
Table 11	Treasury Administered Taxes and Fees Collected on a Cash Basis	19
Table 12	Michigan State Taxes	20
	Local Property Taxes	21
Table 13	Local Property Tax Valuation, Levies, and Average Rates	21
Table 14	Distribution of Local Property Taxes	21

Note: Dollar figures in financial tables represent thousands of dollars unless indicated otherwise. Figures may not add to totals because of rounding.



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

ANDY DILLON
STATE TREASURER

The Honorable Rick Snyder
Members of the Michigan Legislature
People of the State of Michigan

Attached for your review is the Annual Report of the Michigan State Treasurer for Fiscal Year (FY) 2010-2011. This report contains financial information regarding the State Treasurer's Common Cash Fund; Investment Portfolios and Revenues; Michigan's General Obligation Debt, Bond, and Note Payments; as well as State Administered Tax Revenues collected during FY 2011.

Sincerely,

A handwritten signature in cursive script that reads "Andy Dillon".

Andy Dillon
State Treasurer

Schedule 1



State Treasurer's Common Cash - Assets and Equities (a) (In Dollars)

	Fiscal Year Ended September 30	
	<u>2011</u>	<u>2010</u>
<u>Assets</u>		
Cash on Hand (Vault)	\$ 504	\$ 383
Demand Deposits (b)	1,626,596,662	1,427,573,204
Time Deposits - Regular	2,500,000	9,500,000
Time Deposits - Marina Loan Program	-0-	-0-
Time Deposits and Notes - Agricultural Loan Program	-0-	-0-
Prime Commercial Paper - At Cost (c)	1,958,169,705	258,031,243
Emergency Municipal Loans (d)	64,728,884	62,728,884
Michigan Sugar Beet Loan Program (e)	<u>-0-</u>	<u>750,000</u>
Total	<u>\$ 3,651,995,755</u>	<u>\$ 1,758,583,714</u>
 <u>Equities</u>		
Available Equity of Other Funds	\$ 3,491,194,610	\$ 1,607,470,506
Outstanding Warrants	<u>160,801,145</u>	<u>151,113,208</u>
Total	<u>\$ 3,651,995,755</u>	<u>\$ 1,758,583,714</u>

(a) This schedule is prepared on the cash basis of accounting which, in this circumstance, is in conformity with generally accepted accounting principles in all material aspects.

(b) Demand Deposits represent the account balance reported on bank statements, which include deposits that are in the process of being collected through the banking system and are adjusted for any bank compensating balance transfer errors.

(c) The market value at September 30, 2010 and 2011 was \$258,035,191.75 and \$1,958,190,900.09 respectively.

(d) The market value at September 30, 2010 and 2011 for Wayne Co was \$54,728,883.89 and \$54,728,883.89; all others \$8,000,000.00 and \$10,000,000.00 respectively.

(e) The market value at September 30, 2010 and 2011 was \$750,000.00 and \$0.00 respectively.

Schedule 2



Investment Portfolios of Specific Funds (In Thousands of Dollars)

Fund	Short-Term Investments	Fixed Income Securities	Equities and Mutual Funds	Real Estate and Mortgages	Alternative Investments	Absolute Return	International Equities	FY Ended Sept. 30	
								2011 Total	2010 Total
Legislative Retirement	\$ 2,733	\$ 27,328	\$ 107,148	\$ -0-	\$ 8,670	\$ -0-	\$ -0-	\$ 145,879	\$ 160,460
State Police Retirement	45,408	151,865	283,296	108,654	229,886	59,766	125,362	1,004,237	1,041,051
State Employees' Retirement	427,686	1,365,712	2,523,700	967,208	2,000,044	549,108	1,135,609	8,969,067	9,249,248
Public School Employees' Retirement	1,722,298	5,623,646	10,572,378	3,862,393	8,447,662	2,333,104	4,594,585	37,156,066	37,568,345
Judges' Retirement	8,355	41,001	66,922	31,854	37,907	15,511	29,585	231,135	240,897
Michigan Veterans' Trust	5,450	35,570	9,936	-0-	-0-	-0-	-0-	50,956	51,525
Game & Fish Lifetime License Trust	15,757	1,481	-0-	-0-	-0-	-0-	-0-	17,238	17,124
Game & Fish Protection Trust	19,304	123,752	49,262	-0-	542	-0-	-0-	192,860	193,229
Michigan Natural Resources Trust	218,358	354,230	127,896	-0-	1,600	-0-	-0-	702,084	692,466
Michigan State Parks Endowment	37,271	100,684	31,672	-0-	439	-0-	-0-	170,066	154,740
Children's Trust	1,697	15,972	5,554	-0-	-0-	-0-	-0-	23,223	23,513
Michigan Nongame Fish and Wildlife Trust	486	5,647	717	-0-	-0-	-0-	-0-	6,850	6,877
State Lottery	15,933	299,527	-0-	-0-	-0-	-0-	-0-	315,460	245,412
Michigan Higher Education Assistance Authority	1,502	-0-	-0-	-0-	-0-	-0-	-0-	1,502	1,501
Michigan Education Trust	99,434	274,735	363,576	-0-	-0-	-0-	-0-	737,745	762,056
Mackinac Bridge Authority	1,505	54,999	-0-	-0-	-0-	-0-	-0-	56,504	48,623
Gift, Bequests and Deposits Investment	15,671	20,263	9	-0-	-0-	-0-	-0-	35,943	35,024
Totals	2,638,848	8,496,412	14,142,066	4,970,109	10,726,750	2,957,489	5,885,141	49,816,815	50,492,091

The accompanying notes are an integral part of the financial schedules.

Schedule 3



Investment Revenues (In Thousands of Dollars)

Fund	Common Cash	Specific Funds	Total Revenues Fiscal Year Ended September 30	
			2011	2010
General	\$ (722)	\$ -0-	\$ (722)	\$ (3,758)
Counter - Cyclical Budget And Economic Stabilization	4	-0-	4	6
Game and Fish Lifetime License Trust	19	31	50	178
State Aeronautics	35	-0-	35	61
Michigan Veterans' Trust	5	1,511	1,516	4,483
State Trunkline	849	-0-	849	1,398
Michigan State Waterways	50	-0-	50	83
Blue Water Bridge	61	-0-	61	53
Michigan Transportation	298	-0-	298	381
Comprehensive Transportation	37	-0-	37	85
School Aid	512	-0-	512	682
Game and Fish Protection Trust	50	5,650	5,700	13,427
State Park Improvement	17	-0-	17	13
Forest Development	19	-0-	19	24
Michigan Natural Resources Trust	378	15,762	16,140	44,135
Michigan State Parks Endowment	46	4,847	4,893	13,974
Safety Education and Training	8	-0-	8	11
Clean Michigan Initiative Bond - Local Projects	4	-0-	4	6
Environmental Protection Bond	16	-0-	16	38
Clean Michigan Initiative Bond - Environment Projects	32	-0-	32	72
Bottle Deposits	92	-0-	92	164
State Construction Code	9	-0-	9	10
Children's Trust	1	521	522	2,220
Homeowner Construction Lien Recovery	-0-	-0-	-0-	1
Michigan Nongame Fish and Wildlife	2	216	218	647
21st Century Jobs Trust	296	-0-	296	521
1992 State Trunkline Bond Proceeds	3	-0-	3	5
Michigan Merit Award Trust	20	-0-	20	188
2001 Build Michigan III Bond Proceeds	138	-0-	138	379
2001 Build Michigan II - GARVEE Bond Proceeds	-0-	-0-	-0-	9
Comprehensive Transportation Bond Proceeds	110	-0-	110	177
Outdoor Recreation Legacy	3	-0-	3	5
Off-Road Vehicle	7	-0-	7	15
Snowmobile	10	-0-	10	16
Liquor Purchasing Revolving	115	-0-	115	192
State Lottery	196	2,753	2,949	17,292

Schedule 3



Continued. . . (In Thousands of Dollars)

Fund	Common Cash	Specific Funds	Total Revenues Fiscal Year Ended September 30	
			2011	2010
Michigan Strategic	\$ (1)	\$ -0-	\$ (1)	\$ (3)
Michigan Economic Development Corp	1	-0-	1	-0-
Land Bank Fast Track	3	-0-	3	7
Jobs For Michigan Investment	52	-0-	52	26
State Sponsored Group Insurance	459	-0-	459	451
State Water Pollution Control Loan	4	-0-	4	1
School Loan Revolving	198	-0-	198	226
Combined State Trunkline Bond and Interest Redemption	3	-0-	3	50
Combined Comprehensive Transportation Bond and Interest Redemption	-0-	-0-	-0-	-0-
Recreation & Environmental Protection Bond	1	-0-	1	2
Clean Michigan Initiative Bond - State Projects	3	-0-	3	5
Legislative Retirement	4	(517)	(513)	17,182
State Police Retirement	1	45,825	45,826	104,319
State Employees' Retirement	6	404,597	404,603	927,685
Public School Employees' Retirement	51	1,594,533	1,594,584	3,846,693
Judges' Retirement	1	10,785	10,786	22,723
Michigan Employment Security Act Contingent	45	-0-	45	38
Vietnam Veterans' Memorial Monument	1	-0-	1	1
Military Family Relief	5	-0-	5	7
Intrastate Switched Toll Restruct. Fund	3	-0-	3	-0-
Gifts, Bequests, and Deposits Investment	40	811	851	1,645
Silicosis, Dust Disease, and Logging Industry Compensation	4	-0-	4	5
Second Injury	19	-0-	19	34
Self-Insurers' Security	38	-0-	38	70
State Employees' Deferred Compensation I (457)	3	-0-	3	3
State Employees' Deferred Compensation II (401 (k))	2	-0-	2	2
State of Michigan MPSERS DC 457	1	-0-	1	-0-
Environmental Quality Deposits	5	-0-	5	6
Utility Consumer Representation	6	-0-	6	9
Transportation Related Trust	(15)	-0-	(15)	(32)
Michigan Higher Education Assistance Authority	-0-	1	1	5
Mackinac Bridge Authority	-0-	1,931	1,931	2,565
Michigan Education Trust	-0-	2,107	2,107	52,784
TOTALS	\$ 3,663	\$ 2,091,364	\$ 2,095,027	\$ 5,073,702

The accompanying notes are an integral part of the financial schedules.

Notes to Financial Schedules



NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

a. Report Presentation

The accompanying financial schedules report the assets and equities of the State Treasurer's common cash (Schedule 1), investment portfolios of specific funds (Schedule 2), and investment revenues of the common cash and specific funds (Schedule 3).

The State Treasurer's common cash and specific funds are accounted for in various funds of the State of Michigan and reported in the *State of Michigan Comprehensive Annual Financial Report*.

The *State of Michigan Comprehensive Annual Financial Report* provides more extensive general disclosures regarding the State Treasurer's common cash and deposits and investments. These disclosures provide information regarding market values and risk levels of the deposits and investments.

Common Cash Pool. The State Treasurer, under the authority provided by State statute, manages the State's common cash pool. The pooling of cash allows the State Treasurer to invest money not needed to pay immediate obligations so that investment earnings on available cash are maximized. Pool investments are not segregated by fund; rather, each contributing fund's balance is treated as equity in the common cash pool.

Investments. The State Treasurer, under authority provided by State statutes, manages most investments for the State of Michigan.

Short-Term Investments: This category includes each of the listed fund's individually held short-term investments by classification, the fund's equity in the State Treasurer's common cash pool, and receivables and payables pertaining to security trades not yet settled at fiscal year-end.

Alternative Investments: These investments consist of limited partnerships.

Derivatives: These are financial instruments whose value is derived from, or based on, an underlying security, asset, reference rate, or index. The State Treasurer only uses derivative securities or related contractual agreements to hedge assets held or to replicate asset returns. Derivatives are not used for speculation or to leverage the investment portfolios.

The State Treasurer invests in derivatives as detailed below:

- *Fixed Income (Derivatives – Future contracts):* These investments manage duration and yield curve exposure and are reported in the pension trust funds Fixed Income investment category. Future contracts represent .2 percent of the pension trust funds Fixed Income investment category.

The pension trust fund portfolios have been invested from time to time in future contracts related to US Passive Equity funds and US Governments Funds. On September 30, 2011, and September 30, 2010, the fixed income futures contracts comprised less than 0.1 percent of the total pension trust funds.

- *Absolute Return Investments (Derivatives – Options):* These investments are on single securities to provide downside protection and enhance current income. Options represented less than 0.1 percent of the pension trust fund's Absolute Return investment category.
- *Absolute Return Investments (Derivatives – Structured note):* These investments enhance management flexibility, manage duration and yield curve exposure and represent 11.4 percent of the pension trust fund's Absolute Return Investment category.

On September 30, 2011 and September 30, 2010, options comprised less than 0.1 percent of the total pension trust funds and structured notes comprised approximately 0.7 and 0.3 percent of the total pension trust funds, respectively.

- *International Equity Swaps (Derivatives):* These investments are swap agreements and represent 33.8 percent of the International Equity investment category. International swap agreements are tied to stock market indices in 22 foreign countries and are the core of the International Equity Market investment strategy.
- *Absolute Return Investments (Derivatives):* These investments are swap currency forward agreements and represent less than 0.1 percent of the Total Absolute Return investment category at September 30, 2011.
- *Domestic Equity Investments (Derivatives):* These investments are swap agreements tied to U. S. stock indices and represent 0.2 percent of the Domestic Equity Investment category at September 30, 2011.



These swap contractual agreements are made with large global banks and brokerage firms, and represent approximately 4.3 percent and 6.2 percent of the total pension trust funds on September 30, 2011, and 2010, respectively.

Separately issued financial reports including financial statements and required supplementary information are issued for the pension trust funds. These reports provide more extensive disclosure for derivatives.

b. Basis of Accounting

Schedule 1, *State Treasurer's Common Cash - Assets and Equities*, is presented on the cash basis of accounting. (*The State of Michigan Comprehensive Annual Financial Report's* disclosure regarding the State Treasurer's common cash includes \$96 thousand in interest receivable, because it is presented on the modified accrual basis of accounting.) Schedule 2, *Investment Portfolios of Specific Funds*, and Schedule 3, *Investment Revenues*, are reported on the accrual basis of accounting.

These financial schedules are not intended to constitute a complete financial presentation of either the Department of Treasury or the State's General Fund in accordance with accounting principles generally accepted in the United States of America.

c. Valuations of Investments

Schedule 1. All investments are reported at cost.

Demand deposits represent the account balance reported on bank statements and include deposits which are in the process of being collected through the banking system.

The market value of prime commercial paper and time deposits - regular at September 30, 2011, and 2010, was \$1,960.8 and \$267.7 million, respectively.

Schedule 2. Methods used to value investments.

All investments are reported at fair value. Securities traded on a national exchange are valued at last reported sales price. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair value.

d. Securities Lending Transactions

Under the authority of Act No. 314 of the Public Acts of 1965, the State lends securities to broker-dealers and other entities for collateral that will be returned for the same securities in the future. The State's third-party agent, Credit Suisse, manages the securities lending program and receives cash collateral. The agent is not liable for any losses on the management of the cash collateral portfolio unless there is negligence or willful misconduct on its part. The collateral cash cannot be pledged or sold by the State and the State receives cash collateral in the amount of at least 102 percent of the market value of the securities lent. The types of securities lent are government securities, corporate bonds, and equities. There is no restriction on the amount of securities lent. Because the loans were terminable at will, their duration did not generally match the duration of the investments made with cash collateral. At September 30, 2010 and 2009, the State had no outstanding credit risk on the securities lent. The market value of the securities lent at September 30, 2011 and 2010 was \$6,576.7 and \$6,468.9 million, respectively. The amortized cost of the securities lending cash collateral pool at September 30, 2011 and 2010 was \$6,714.9 and \$6,609.4 million respectively. The market value of securities lending cash collateral pool at September 30, 2011, and 2010, was \$5,404.1 and \$5,163.5 million respectively.

NOTE 2: CHANGE IN REPORTING OF FUNDS

Effective for FY ended September 30, 2011:

Michigan Economic Development Corp, Intrastate Switched Toll Restructure, and State of Michigan MPSERS DC 457 were added to Schedule 3

Recreation Bond – Local Projects, State Fair Exposition and Fairground, Recreation Bond Fund – State Projects, Law Enforcement Officers Memorial, Children's Institute Trust, Hospital Patients' Trust were removed from Schedule 3. Michigan Civilian Conservation Corps was removed from Schedule 2 and 3.

Michigan Promotion was renamed Michigan Strategic.

Effective for FY ended September 30, 2010:

Michigan Promotion was added to Schedule 3.

Marine Safety, 1989 State Trunkline Bond Proceeds, 1994 State Trunkline Bond Proceeds, and Tobacco Settlement Trust were removed from Schedule 3.

Cash and Investments

The State Treasurer manages the State's cash so funds not needed to pay immediate obligations are invested to earn income. Investments include time certificates of deposit and prime commercial paper as detailed in Schedule 1, *State Treasurer's Common Cash - Assets and Equities*.

Statutes also allow the State Treasurer to loan funds from the common cash pool to financially troubled municipalities in Michigan and to make common cash available to Michigan farmers experiencing financial stress.

The common cash fund pools the cash balances of certain State funds until paid as provided by law.

Manageable common cash includes the following funds:

- General
- School Aid
- Budget Stabilization
- Special Revenue and Enterprise
- Internal Service
- Trust and Agency

The State Treasurer is authorized to transfer cash on hand and on deposit among the various funds in the State Treasury, except funds established to pay debts service on notes and bonds, in such a manner as to best manage the available cash, maximize short-term investment earnings, and ensure State obligations are paid when due.

Table 1



Investment Revenues for Fiscal Years (In Thousands of Dollars)

	General Fund Common Cash Earnings (Expenses) ^(a)	Public School Employees' Retirement	State Employees' Retirement	State Police Retirement	Judges' Retirement	Other Investment Funds	Totals
2011	\$ (722)	\$ 1,594,584	\$ 404,603	\$ 45,826	\$ 10,786	\$ 64,950	\$ 2,120,027
2010	(3,758)	3,846,693	927,685	104,319	22,723	176,040	5,073,702
2009	(3,076)	(2,591,269)	(652,076)	(74,793)	(20,709)	129,566	(3,212,357)
2008	(17,012)	(7,360,810)	(1,819,798)	(200,062)	(47,948)	9,025	(9,436,605)
2007	(25,140)	7,293,036	1,819,563	203,509	50,121	249,852	9,590,941
2006	(7,130)	5,023,726	1,267,821	142,130	34,774	192,070	6,653,391
2005	(16,043)	4,622,419	1,184,720	132,583	32,277	148,797	6,104,753
2004	(10,258)	4,227,384	1,092,404	120,506	29,167	117,941	5,577,145
2003	(5,891)	4,622,454	1,240,425	135,298	34,929	137,619	6,164,834
2002	(1,664)	(3,652,504)	(985,906)	(106,066)	(25,747)	211,087	(4,560,800)

(a)

Fiscal Year Ending	Total State Treasurer's Common Cash Fund and General Obligation Note Retirement Fund Earnings	Distribution of Earnings to Retirement and Other Funds Reported in Their Earnings	General Fund Common Cash Earnings (Expenses)
2011	\$ 3,663	\$ 4,385	\$ (722)
2010	2,901	6,659	(3,758)
2009	22,189	25,265	(3,076)
2008	68,893	85,905	(17,012)
2007	80,107	105,247	(25,140)
2006	82,456	89,586	(7,130)
2005	46,256	62,299	(16,043)
2004	18,440	28,699	(10,258)
2003	27,892	33,783	(5,891)
2002	69,894	71,558	(1,664)

Table 2

Available Month-End Common Cash (In Millions of Dollars)

Month	Combined General Fund and School Aid Fund	Budget Stabilization Fund (a)	Other Funds	Manageable Common Cash (b)	Retirement Funds	Bond Funds (c)	Total Common Cash
October 2010	\$ 447.8	\$ 2.2	\$ 1,798.8	\$ 2,248.8	\$ 80.5	\$ 335.4	\$ 2,664.7
November	1,566.6	2.2	1,790.5	3,359.3	182.0	286.1	3,827.3
December	1,474.2	2.2	1,862.6	3,339.0	231.2	254.6	3,824.8
January 2011	1,932.4	2.2	1,779.3	3,713.8	185.1	240.9	4,139.7
February	897.5	2.2	1,808.1	2,707.7	104.2	223.1	3,035.1
March	398.6	2.2	1,836.0	2,236.8	161.1	199.7	2,597.6
April	678.5	2.2	1,909.5	2,590.2	161.3	217.4	2,968.8
May	320.5	2.2	2,080.2	2,402.8	144.6	163.5	2,711.0
June	(161.8)	2.2	2,232.2	2,072.6	181.4	146.3	2,400.2
July	614.0	2.2	2,360.8	2,977.0	146.0	138.6	3,261.6
August	387.7	2.2	2,497.0	2,886.9	146.5	122.1	3,155.5
September	1,027.3	0.0	2,109.5	3,136.8	244.5	109.9	3,491.2

(a) During fiscal year 2011, the State implemented Governmental Accounting Standards Board (GASB) Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definition*. As a result, the Budget Stabilization Fund was reclassified as a subfund of the General Fund as of September 30, 2011.

(b) Manageable Common Cash Includes the General, School Aid, Budget Stabilization, Special Revenue, Enterprise, Internal Service, Trust, and Agency Funds.

(c) Includes Debt Service and Bond Funds that are not restricted subfunds of the General Fund. During fiscal year 2011, the State implemented Governmental Accounting Standards Board (GASB) Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definition*. As a result, the School Bond Loan Fund, Environmental Protection Bond Fund, the Clean Michigan Initiative Bond Fund – Environmental Projects and the Great Lakes Water Quality Bond Fund were reclassified and are accounted for as restricted subfunds of the General Fund as of September 30, 2011.

Table 3

Common Cash History (In Millions of Dollars)

Fiscal Year Ended	Combined General Fund and School Aid Fund	Budget Stabilization Fund (a)	Other Funds	Manageable Common Cash (b)	Retirement Funds	Bond Funds (c)	Total Common Cash
September 2002	\$ 454.7	\$ 145.2	\$ 1,776.3	\$ 2,376.2	\$ 121.8	\$ 518.2	\$ 3,016.2
September 2003	(490.1)	0.0	1,915.8	1,425.7	152.2	418.3	1,996.2
September 2004	(897.6)	0.0	2,077.2	1,179.6	197.5	402.7	1,779.8
September 2005	(856.4)	2.0	1,873.3	1,018.9	103.7	241.6	1,364.2
September 2006	(1,300.5)	2.0	2,159.3	860.8	93.2	443.5	1,397.5
September 2007	(1,004.4)	2.1	2,396.9	1,394.6	133.7	423.4	1,951.7
September 2008	(616.6)	2.2	2,088.7	1,474.3	822.0	154.6	2,450.9
September 2009	(762.3)	2.2	1,843.8	1,083.7	138.7	317.4	1,539.8
September 2010	(373.7)	2.2	1,742.1	1,370.6	85.5	151.4	1,607.5
September 2011	1,027.3	0.0	2,109.5	3,136.8	244.5	109.9	3,491.2

(a) During fiscal year 2011, the State implemented Governmental Accounting Standards Board (GASB) Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definition*. As a result, the Budget Stabilization Fund was reclassified as a subfund of the General Fund as of September 30, 2011.

(b) Manageable Common Cash includes the General, School Aid, Budget Stabilization, Special Revenue, Enterprise, Internal Service, Trust, and Agency Funds.

(c) Includes Debt Service and Bond Funds that are not restricted subfunds of the General Fund. During fiscal year 2011, the State implemented Governmental Accounting Standards Board (GASB) Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definition*. As a result, the School Bond Loan Fund, Environmental Protection Bond Fund, the Clean Michigan Initiative Bond Fund – Environmental Projects and the Great Lakes Water Quality Bond Fund were reclassified and are accounted for as restricted subfunds of the General Fund as of September 30, 2011.

Table 4



State Treasurer's Common Cash Fund, Cash Balances, and Transactions by Fund (In Thousands of Dollars)

Fund	Cash Balances 10-1-10	Receipts (a)	Disbursements (b)	Transfers In	Transfers Out	Cash Balances 9-30-11	Warrants Outstanding	Available Balances 9-30-11
GENERAL AND SCHOOL AID								
General (c)	\$ 954,254	\$ 39,864,928	\$ 39,151,603	\$ 228,847	\$ 80,333	\$ 1,816,094	\$ 133,575	\$ 1,682,519
School Aid	(1,209,460)	13,112,212	13,300,159	745,967	2,837	(654,277)	989	(655,265)
Total General and School Aid	\$ (255,206)	\$ 52,977,141	\$ 52,451,762	\$ 974,814	\$ 83,170	\$ 1,161,817	\$ 134,564	\$ 1,027,253
BUDGET STABILIZATION								
Counter-Cyclical Budget and Economic Stabilization (d)	2,185	-0-	2,185	-0-	-0-	-0-	-0-	-0-
Total Budget Stabilization	\$ 2,185	\$ -0-	\$ 2,185	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
SPECIAL REVENUE								
Game and Fish Protection	15,361	53,146	66,114	14,019	655	15,757	49	15,708
Michigan Employment Security Act-Administration	(15,224)	181,689	179,749	1,364	1,735	(13,654)	11	(13,665)
State Aeronautics	18,590	119,304	127,039	6,000	3,550	13,305	69	13,237
Michigan Veterans' Trust	2,518	12,364	9,424	-0-	7	5,450	-0-	5,450
State Trunkline	481,995	1,035,765	1,541,442	802,151	215,856	562,612	2,405	560,207
Michigan State Waterways	28,290	16,461	28,111	13,180	284	29,536	21	29,515
Blue Water Bridge	28,149	21,752	5,220	-0-	2,242	42,440	6	42,434
Michigan Transportation	133,747	1,881,225	934,114	302	951,438	129,721	589	129,132
Comprehensive Transportation	56,264	134,337	244,429	158,645	29,990	74,827	416	74,411
Game and Fish Protection Trust	20,147	45,835	32,832	-0-	14,019	19,132	-0-	19,132
State Park Improvement	8,606	46,215	43,168	1,734	1,642	11,745	32	11,713
Forest Development	10,175	32,318	30,755	-0-	371	11,367	11	11,356
Michigan Civilian Conservation Corps	5	-0-	5	-0-	-0-	-0-	-0-	-0-
Michigan Natural Resources Trust	185,330	168,962	127,735	1,833	10,032	218,358	913	217,445
Michigan State Parks Endowment	13,102	62,911	48,606	10,000	136	37,271	62	37,209
Safety Education and Training	6,213	9,543	8,444	-0-	87	7,225	1	7,224
Bottle Deposits	62,014	23,505	17,345	-0-	2,554	65,620	139	65,481
State Construction Code	5,433	7,597	9,264	-0-	120	3,645	2	3,644
Children's Trust	531	8,059	6,887	-0-	7	1,697	12	1,685
State Casino Gaming	7,546	34,300	19,968	1,283	12,997	10,164	6	10,158
Homeowner Construction Lien Recovery	18	91	54	-0-	-0-	56	-0-	56
Michigan Nongame Fish and Wildlife	522	2,022	2,052	-0-	6	486	-0-	486
21st Century Jobs Trust	150,754	75,000	89,943	-0-	-0-	135,811	-0-	135,811
Michigan Merit Award Trust	3,301	116,041	118,973	-0-	29	339	-0-	339
Michigan Finance Authority - Tobacco Settlement	23	-0-	23	-0-	-0-	-0-	-0-	-0-
Outdoor Recreation Legacy	2,188	1,577	2,405	988	18	2,329	4	2,325
Off-Road Vehicle	4,777	3,321	4,050	-0-	31	4,017	2	4,015
Snowmobile	4,758	7,672	8,452	2,306	40	6,243	-0-	6,243
State Building Authority Advance Financing	(64,682)	219,375	168,688	-0-	-0-	(13,994)	-0-	(13,994)
Michigan Strategic	19,890	113,888	122,394	124	-0-	11,507	1,648	9,860
Land Bank Fast Track Authority	-0-	6,909	6,900	1	9	-0-	176	(176)
Jobs for Michigan Investment	30,665	120,029	93,767	-0-	124	56,803	560	56,244
Michigan Finance Authority - School Loan Revolving	93,459	223,419	192,069	-0-	-0-	124,809	-0-	124,809
Total Special Revenue	\$ 1,314,466	\$ 4,784,634	\$ 4,290,421	\$ 1,013,928	\$ 1,247,980	\$ 1,574,627	\$ 7,133	\$ 1,567,494

Table 4



Continued... (In Thousands of Dollars)

Fund	Cash Balances 10-1-10	Receipts (a)	Disbursements (b)	Transfers In	Transfers Out	Cash Balances 9-30-11	Warrants Outstanding	Available Balances 9-30-11
BOND AND DEBT SERVICE								
Recreation Bond - Local Projects	161	-0-	-0-	-0-	-0-	161	-0-	161
Clean Michigan Initiative Bond - Local Projects	1,974	2	1	-0-	1,833	142	-0-	142
Clean Michigan Initiative Bond - Environmental Projects (c)	14,383	(181)	14,202	-0-	-0-	-0-	-0-	-0-
Environmental Protection Bond (c)	11,439	-0-	11,439	-0-	-0-	-0-	-0-	-0-
School Bond Loan (c)	705	-0-	705	-0-	-0-	-0-	-0-	-0-
Great Lakes Water Quality Bond (c)	(8)	9	1	-0-	-0-	-0-	-0-	-0-
1992 State Trunkline Bond Proceeds	1,514	517	470	-0-	-0-	1,561	-0-	1,561
1994 State Trunkline Bond Proceeds	34	-0-	-0-	-0-	-0-	33	-0-	33
State Trunkline Bond Proceeds	64,809	93,072	60,871	-0-	45,832	51,178	-0-	51,178
Build Michigan II - GARVEE Note Proceeds	203	17	675	-0-	-0-	(455)	-0-	(455)
Comprehensive Transportation Bond Proceeds	54,252	155	11,775	13,168	-0-	55,799	45	55,755
Combined State Trunkline Bond and Interest Redemption	-0-	-0-	213,504	213,504	-0-	-0-	-0-	-0-
Combined Comprehensive Transportation Bond and Interest Redemption	-0-	-0-	20,141	20,141	-0-	-0-	-0-	-0-
Recreation and Environmental Protection Bond Redemption	1,348	68,453	123,994	55,561	-0-	1,368	-0-	1,368
School Loan Bond Redemption	-0-	43,133	45,970	2,837	-0-	-0-	-0-	-0-
Clean Michigan Initiative Bond - State Projects	1,732	2	-0-	-0-	1,734	-0-	-0-	-0-
Recreation Bond - State Projects	154	-0-	-0-	-0-	-0-	154	-0-	154
Total Bond and Debt Service	\$ 152,700	\$ 205,181	\$ 503,749	\$ 305,210	\$ 49,399	\$ 109,944	\$ 45	\$ 109,899
ENTERPRISE								
Liquor Purchasing Revolving	60,825	826,608	656,341	-0-	166,898	64,194	795	63,399
State Lottery	17,876	1,390,261	654,536	-0-	737,669	15,933	921	15,012
Michigan Finance Authority - Michigan Guaranty Agency	2	4,500	3,000	-0-	-0-	1,502	-0-	1,502
Michigan State Housing Development Authority	-0-	213,775	213,264	1	512	-0-	3,044	(3,044)
Michigan Finance Authority - State Water Revolving	20	87,930	87,939	-0-	-0-	11	-0-	11
Total Enterprise	\$ 78,723	\$ 2,523,075	\$ 1,615,079	\$ 1	\$ 905,079	\$ 81,640	\$ 4,760	\$ 76,880
INTERNAL SERVICE								
Correctional Industries Revolving	(5,333)	33,590	35,356	-0-	244	(7,342)	732	(8,074)
Motor Transport	4,773	59,136	57,961	-0-	51	5,897	8	5,890
Office Services Revolving	(1,607)	147,803	142,107	-0-	208	3,881	38	3,843
Information Technology	(10,347)	509,117	505,188	-0-	2,346	(8,765)	3,274	(12,038)
Risk Management	9,885	43,138	41,743	-0-	32	11,248	-0-	11,248
State Sponsored Group Insurance	203,479	722,996	681,839	-0-	-0-	244,636	4	244,631
Total Internal Service	\$ 200,851	\$ 1,515,780	\$ 1,464,195	\$ -0-	\$ 2,882	\$ 249,555	\$ 4,055	\$ 245,500

Table 4



Concluded... (In Thousands of Dollars)

Fund	Cash Balances 10-1-10	Receipts (a)	Disbursements (b)	Transfers In	Transfers Out	Cash Balances 9-30-11	Warrants Outstanding	Available Balances 9-30-11
RETIREMENT								
Legislative	3,265	72,526	72,704	-0-	-0-	3,087	25	3,062
State Police	(8,154)	504,380	482,850	-0-	2	13,375	69	13,306
State Employees'	(14,502)	4,767,285	4,641,336	-0-	29	111,418	1,144	110,275
Public School Employees'	112,775	17,357,550	17,349,039	-0-	158	121,129	4,381	116,748
Judges'	771	107,501	107,137	-0-	-0-	1,134	10	1,124
Total Retirement	\$ 94,155	\$ 22,809,243	\$ 22,653,066	\$ -0-	\$ 189	\$ 250,143	\$ 5,629	\$ 244,514
TRUST AND AGENCY								
Michigan Employment Security Act Contingent	18,758	64,491	75,067	-0-	5,090	3,094	-0-	3,094
Vietnam Veterans' Memorial Monument	398	-0-	398	-0-	-0-	-0-	-0-	-0-
Law Enforcement Officers Memorial	72	-0-	72	-0-	-0-	-0-	-0-	-0-
Military Family Relief	2,532	132	329	-0-	-0-	2,334	3	2,332
IntraState Switched Toll Restructuring	1,165	18,163	15,887	-0-	-0-	3,441	83	3,358
Children's Institute Trust	103	-0-	1	-0-	-0-	102	-0-	102
Abandoned and Unclaimed Property (Escheats)	85,796	209,768	139,149	-0-	-0-	156,415	2,044	154,371
Gifts, Bequests and Deposits Investment	14,955	104,579	101,866	-0-	-0-	17,669	336	17,332
Silicosis, Dust Disease, and Logging Industry Compensation	2,533	1,379	1,631	-0-	8	2,274	51	2,222
Assigned Claims Facility and Plan	421	183,586	183,298	-0-	118	590	-0-	590
Second Injury	12,998	16,706	13,612	-0-	24	16,068	522	15,546
Hospital Patients	117	1,013	995	-0-	-0-	135	18	117
Self-Insurers' Security	26,667	8,170	11,751	-0-	13	23,073	120	22,953
State Employees' Deferred Comp. I (457)	1,151	46,120	45,835	-0-	-0-	1,436	-0-	1,436
State Employees' Deferred Comp. II (401K)	863	115,129	114,872	-0-	-0-	1,120	-0-	1,120
State of Michigan MPERS DC 457	60	4,907	4,459	-0-	-0-	508	-0-	508
State Employees' Defined Contribution Plan	121	131,262	131,161	-0-	-0-	221	-0-	221
Special Assessment Deferment	1,931	151	245	-0-	-0-	1,838	-0-	1,838
Environmental Quality Deposits	2,737	13	38	-0-	-0-	2,712	-0-	2,712
Insurance Carrier Deposits	5,320	63,818	62,079	-0-	-0-	7,059	-0-	7,059
Utility Consumer Representation	3,656	1,132	1,561	-0-	3	3,224	-0-	3,224
Transportation Related	(11,646)	319,577	326,971	-0-	-0-	(19,040)	1,466	(20,506)
Total Trust and Agency	\$ 170,709	\$ 1,290,095	\$ 1,231,278	\$ -0-	\$ 5,255	\$ 224,270	\$ 4,643	\$ 219,627
GRAND TOTALS	\$ 1,758,584	\$ 86,105,148	\$ 84,211,736	\$ 2,293,954	\$ 2,293,954	\$ 3,651,996	\$ 160,829	\$ 3,491,167

(a) Receipts include \$16,307.6 million of securities sold and matured.

(b) Disbursements include \$16,353.5 million of securities purchased.

(c) During fiscal year 2011, the State implemented Governmental Accounting Standards Board (GASB) Statement No. 54 Fund Balance Reporting and Governmental Fund Type Definition. As a result, the School Bond Loan Fund, Environmental Protection Bond Fund, the Clean Michigan Initiative Bond Fund – Environmental Projects and the Great Lakes Water Quality Bond Fund were reclassified and are accounted for as restricted subfunds of the General Fund as of September 30, 2011.

(d) During fiscal year 2011, the State implemented Governmental Accounting Standards Board (GASB) Statement No. 54 Fund Balance Reporting and Governmental Fund Type Definition. As a result, the Budget Stabilization Fund was reclassified as a committed subfund of the General Fund as of September 30, 2011.

Table 5



Demand Depositories as of September 30, 2011 (In Thousands of Dollars)

City	Depository Bank	Deposits ^(a)	City	Depository Bank	Deposits ^(a)
Adrian	First Federal Bank	\$ 168	Ithaca	Commercial National Bank	10
Alma	Firstbank, Alma	152	Kalamazoo	PNC Bank	282
Bad Axe	Signature Bank	104	Lansing	Bank of America-Credit Card Bank of America-Main Account	0 41,563
Baldwin	Lake Osceola State Bank	185	Lapeer	Lapeer County Bank and Trust	96
Cheboygan	Citizens National Bank	159	Manistique	mBank State Savings Bank	184 20
Chelsea	Chelsea State Bank	131	Marquette	Wells Fargo Bank, Michigan	10,374
Coldwater	Century Bank and Trust Southern Michigan National Bank	132 150	Mason	Mason State Bank	5,074
Croswell	Eastern Michigan Bank	9	Midland	Chemical Bank and Trust	9,151
Crystal Falls	First National Bank	37	Monroe	Monroe Bank and Trust	2,140
Detroit	JPMorgan Chase-Income Tax JPMorgan Chase-Main Acct. Comerica Bank - Detroit Comerica Bank - ACH Service	0 1,460,940 9,939 0	Munising	Peoples State Bank of Munising	25
Eastpointe	First State Bank	256	Newberry	Tahquamenon Area Credit Union	15
East Tawas	Huron Community Bank	46	Norway	First National Bank	21
Escanaba	Northern Michigan National Bank Upper Peninsula State Bank	12 45	Ontonagon	Citizens State Bank	17
Ewen	State Bank of Ewen	14	Port Austin	Port Austin State Bank	5
Flint	Citizens Banking Corporation	30,481	St. Charles	Community State Bank	80
Gladstone	First Bank Upper Michigan	18	St. Ignace	First National Bank	31
Grand Rapids	Fifth Third Bank	43,000	Sault Ste. Marie	Central Savings Bank Soo Co-Op Credit Union	66 2
Hancock	Superior National Bank and Trust	118	Shelby	Shelby State Bank	33
Hillsdale	Hillsdale County National Bank	41	Stockbridge	SSB Bank	3
Honor	The Honor State Bank	37	Wakefield	First National Bank	76
Ionia	Independent Bank First Bank, West Michigan	245 32	West Branch	Firstbank, West Branch	46
Iron Mountain	First National Bank of Iron Mountain	49	Zeeland	Huntington National Bank	10,767
Ishpeming	Peninsula Bank	18	Total		\$ 1,626,599

(a) Deposits represent the account balance reported on bank statements and include deposits which are in the process of being collected through the banking system. Deposits are rounded to the nearest thousand and are secured by \$2,433,157,000 of collateral.

Bonds and Notes

The Michigan Constitution limits State general obligation debt to (1) short-term debt for State operating purposes, (2) short- and long-term debt for the purpose of making loans to school districts, and (3) long-term debt for voter-approved purposes.

Short-term debt for operating purposes is limited to an amount not in excess of 15 percent of undedicated revenues received during the preceding fiscal year (FY). Under the Michigan Constitution, as implemented by statutory provisions, such debt must be authorized by the State Administrative Board and issued only to meet obligations incurred pursuant to appropriation and must be repaid during the FY in which it was incurred. Such debt does not require voter approval.

The amount of debt incurred by the State for the purpose of making loans to school districts is recommended by the State Treasurer, who certifies the amounts necessary for loans to school districts semiannually. The bonds may be issued in whatever amount is required without voter approval. All other general obligation bonds issued by the State must be approved as to amount, purpose, and method of payment by a two-thirds vote of each house of the Legislature and by a majority vote of the public at a general election.

There is no limitation as to number or size of such general obligation issues.

General Obligation Debt

All current general obligation bond and note issues are presented in Table 6, *General Obligation Debt, Bond, and Note Payments*. During FY 2011, the State issued \$210.5 million in new debt to fund the School Bond Loan, Clean Michigan Initiative, and Great Lakes Water Quality Programs. The State also issued \$158.9 million to refund existing debt.

Special Authority Revenue Bond Debt

Certain governmental authorities issue revenue bonds for construction projects and to acquire or build facilities for the State or its institutions of higher learning. These bonds, as shown in Table 7, *Special Authority Revenue Bond Debt*, are obligations of the individual authorities and are not a general obligation of the State.

Special Revenue Debt

The State periodically issues long-term bonds for specific purposes, as presented in Table 10, *Special Revenue Debt, Bond, and Note Payments*. These issues are not supported by the State's general credit, and their financing comes strictly from the designated revenue sources.

Table 6



General Obligation Debt, Bond, and Note Payments (In Thousands of Dollars)

Item	Issue Date	Maturity Dates	New Issues	Refunded Principal	Principal Payments	Interest Payments	Outstanding Principal as of 9-30-11	
School Bond Loan (a)	Series 2001 (Refunding)	2001	2002-2016	\$ -0-	\$ -0-	\$ -0-	\$ 63,620 *	
	Series 2002 (Refunding)	2002	2003-2015	-0-	-0-	-0-	68,690 *	
	Series 2008A (Refunding)	2008	2012-2023	-0-	-0-	-0-	125,395 *	
	Series 2009A	2009	2015-2020	-0-	-0-	-0-	103,725	
	Series 2009A (Refunding)	2009	2015-2020	-0-	-0-	-0-	100,355	
	Series 2009B (Refunding)	2009	2010-2030	-0-	43,133	-0-	106,310 *	
	Series 2010A	2010	2012	-0-	-0-	-0-	1,177	
	Series 2010B (Refunding)	2010	2016-2020	43,460	-0-	-0-	861	
	Series 2010B	2010	2016-2020	40,365	-0-	-0-	800	
	Series 2011A	2011	2014-2023	150,000	-0-	-0-	-0-	
	Series 2011A	2011	2014-2023	150,000	-0-	-0-	150,000	
Environmental Protection (b)	Series 1989	1989	1994-2019	-0-	779	-0-	2,596	
	Series 1992	1992	2005-2012	-0-	17,642	-0-	3,927	
	Water Pollution 1992	1992	1994-2012	-0-	-0-	840	132	
	Water Pollution 1993	1993	1995-2013	-0-	-0-	1,035	188	
	Series 2000	2000	2001-2020	-0-	2,785	-0-	77	
	Series 2001 (Refunding)	2001	2002-2016	-0-	6,900	-0-	2,975	
	Series 2002 (Refunding)	2002	2004-2015	-0-	5,520	-0-	4,676	
	Series 2003	2003	2007-2021	-0-	8,993	-0-	314	
	Series 2005B (Refunding)	2005	2013-2016	-0-	-0-	-0-	2,295	
	Series 2005B (Refunding)	2005	2019-2021	-0-	-0-	-0-	1,825	
	Series 2005C (Refunding)	2005	2008-2013	-0-	861	-0-	88	
	Series 2006A	2006	2014-2026	-0-	-0-	-0-	1,143	
	Series 2008A (Refunding)	2008	2011-2019	-0-	2,640	-0-	4,261	
	Series 2008B (Refunding)	2008	2011-2019	-0-	225	-0-	352	
	Series 2008C (Refunding)	2008	2011-2012	-0-	2,013	-0-	250	
	Series 2008D (Refunding)	2008	2011	-0-	56	-0-	2	
	Series 2010A (Refunding)	2010	2012-2020	8,851	-0-	-0-	209	
	Series 2010B (Refunding)	2010	2013-2015	39,672	-0-	-0-	554	
	Series 2002 (Refunding)	2002	2005-2012	-0-	3,230	-0-	443	
	Series 2010B (Refunding)	2010	2013-2015	3,306	-0-	-0-	12	
	Clean Michigan Initiative (d)	Series 2001	2001	2003-2019	-0-	6,145	-0-	501
Series 2002 (Refunding)		2002	2004-2016	-0-	5,025	-0-	2,994	
Series 2003		2003	2007-2021	-0-	38,337	-0-	1,338	
Series 2005A		2005	2017-2021	-0-	-0-	-0-	3,247	
Series 2005A (Refunding)		2005	2017-2018	-0-	-0-	-0-	1,092	
Series 2005B (Refunding)		2005	2019-2021	-0-	-0-	-0-	22	
Series 2005C (Refunding)		2005	2008-2013	-0-	2,449	-0-	249	
Series 2006A		2006	2014-2026	-0-	-0-	-0-	3,657	
Series 2008A		2008	2011-2019	-0-	1,360	-0-	750	
Series 2008A (Refunding)		2008	2011-2019	-0-	5,360	-0-	4,902	
Series 2008B		2008	2011-2019	-0-	701	-0-	342	
Series 2008B (Refunding)		2008	2011-2019	-0-	275	-0-	30	
Series 2008C (Refunding)		2008	2011-2012	-0-	2,897	-0-	360	
Series 2008D (Refunding)		2008	2011	-0-	155	-0-	6	
Series 2009A		2009	2022-2026	-0-	-0-	-0-	2,620	
Series 2009B		2009	2011	-0-	-0-	-0-	163	
Series 2010A (Refunding)		2010	2012-2020	37,734	-0-	-0-	889	
Series 2010B (Refunding)		2010	2013-2015	24,520	-0-	-0-	244	
Series 2010B		2010	2013-2015	10,062	-0-	-0-	119	
Great Lakes Water Quality Bonds (e) (f)		SWQIF 2003	2003	2053	-0-	-0-	-0-	6,000
		Series 2008B (SWQIF)	2008	2011-2019	-0-	234	-0-	114
	Series 2008D (Refunding)	2008	2011	-0-	1,199	-0-	48	
	Series 2009A (Refunding)	2009	2022-2026	-0-	-0-	-0-	1,005	
	Series 2009B (Refunding)	2009	2012	-0-	-0-	-0-	1,385	
	Series 2010B (Refunding)	2010	2013-2015	1,377	-0-	-0-	4	
	Series 2010B	2010	2013-2015	10,063	-0-	-0-	119	
Total General Obligation Debt			\$369,410	\$158,914	\$1,875	\$55,357	\$1,869,707	

(a) P.A. 112 of 1961 as amended, provides that the State may borrow from time to time such amounts as shall be required for the purpose of making loans to school districts. Requirements are determined semiannually and general obligation debt is issued as needed.

(b) P.A. 328 of 1988, provided for the issuance of \$660 million General Obligation Bonds, of which \$8.5 million remains.

(c) P.A. 329 of 1988, provided for the issuance of \$140 million General Obligation bonds, all of which have been issued.

(d) P.A. 284 of 1998 and P.A. 451 of 1994 as amended, provided for the issuance of \$675 million General Obligation bonds, of which \$95.6 million remains.

(e) P.A. 396 of 2002 provided for the issuance of \$1.0 billion General Obligation Bonds, of which \$844.3 million remains.

(f) On December 18, 2003, the State issued \$100 million in general obligation Great Lakes Water Quality Bonds pursuant to voter authorization which were placed with a State Authority. To date, the State has recognized \$10.0 million of this as a liability on the State of Michigan Comprehensive Annual Financial Report of which \$6.0 million remains outstanding.

* All or part of the principal amount not presented, and not represented in the totals due to the advanced refunding of all or part of this obligation. The table below summarizes the advanced refunding activity by type of bond.

Table 6



Concluded... (In Thousands of Dollars)

Series	Advanced Refunded From Series	Amount Refunded	FY 11 Paid From Escrow Principal	FY 11 Paid From Escrow Interest	FY 11 Escrow Balance
General Obligation Debt:					
Environmental Protection	2002, 2008A, 2010A&B	\$ 110,279	\$ 78,917	\$ 2,205	\$ 29,364
Recreation	2010B	3,230	3,230	-0 -	-0-
Clean Michigan Initiative	2005A, 2008A, 2010A&B	181,559	33,496	6,412	147,518
School Bond Loan	2009A&B, 2010B	81,948	63,043	29,832	-0-
Great Lakes Water Quality	2010B	1,433	1,433	-0-	-0-
		<u>\$ 378,449</u>	<u>\$ 180,119</u>	<u>\$ 38,449</u>	<u>\$ 176,882</u>

Table 7



Special Authority Revenue Bond Debt (a) (In Thousands of Dollars)

Item	New Issues	Principal Payments	Interest Payments	Outstanding Principal as of 9-30-11
Mackinac Island State Park Commission	\$ -0-	\$ 45	\$ 85	\$ 1,885
Michigan State Housing Development Authority (b)	311,933	364,665	93,871	2,474,150
Michigan Finance Authority (c)	2,180,685	3,192,366	486,242	14,048,108 *
Michigan State Building Authority (d)	648,235	128,918	122,588	3,175,339 *
Total Special Authority Debt	<u>\$ 3,140,853</u>	<u>\$ 3,685,994</u>	<u>\$ 702,786</u>	<u>\$ 19,699,482</u>

* All or part of the principal amount not presented, and not represented in the totals due to the advance refunding of all or part of this obligation.

(a) Information in the table is provided by each Authority.

(b) The new issues include \$310.7 million of new bond issues plus \$1.2 million of capital appreciation for the fiscal year. Amounts are as of June 30, 2011, fiscal year end.

(c) Balance does not include obligations that have been advanced refunded. The escrow principal liability as of September 30, 2011, was \$513.9 million. Executive Order 2010-2 consolidated 10 public finance authorities under the Michigan Finance Authority.

(d) Balance does not include obligations that have been advanced refunded. The escrow principal liability as of September 30, 2011, was \$887.4 million. Also, outstanding principal does not include commercial paper notes issued by the Authority. As of September 30, 2011, \$10.5 million of commercial paper notes was outstanding. Includes capital appreciation bonds reported with an ultimate maturity value of \$891.8 million.

The accreted value as of September 30, 2011, is \$501.8 million.

Michigan Finance Authority Debt by Program	New Issues	Principal Payments	Interest Payments	Outstanding Principal as of 9-30-11
Health	\$ 263,483	\$ 745,151	\$ 177,900	\$ 5,264,165
Higher Education	96,620	83,175	9,169	618,158
Municipal	1,682,722	1,978,871	208,022	4,674,579
Public School Academies	120,585	72,500	11,236	261,645
Tobacco	-0-	5,410	61,158	1,087,531
Private K-12	17,275	N/A	N/A	101,765
Student Loan	-0-	307,259	18,757	2,040,265
Total Michigan Finance Authority Debt	<u>\$ 2,180,685</u>	<u>\$ 3,192,366</u>	<u>\$ 486,242</u>	<u>\$ 14,048,108</u>

Table 8



General Obligation Bond Payment Schedule (In Thousands of Dollars)

For Period Ended September 30	Principal	Interest	Total (a)
2012	\$ 230,999	\$ 92,382	\$ 323,382
2013	151,045	78,412	229,457
2014	166,256	71,489	237,745
2015	173,433	64,424	237,857
2016	182,352	55,825	238,177
2017	167,121	49,497	216,618
2018	140,503	40,619	181,122
2019	144,633	32,882	177,515
2020	128,314	25,228	153,542
2021	135,315	18,424	153,739
2022	107,654	13,131	120,785
2023	60,063	7,624	67,687
2024	23,465	5,326	28,790
2025	24,210	3,281	27,491
2026	25,492	1,999	27,491
2027	346	1,154	1,500
2028	316	1,184	1,500
2029	252	1,048	1,300
2030	1,939	8,926	10,865
Thereafter (b)	6,000	-	6,000
Total	\$ 1,869,707	\$ 572,856	\$ 2,442,563

(a) May not add to total due to rounding.

(b) On December 18, 2003, the State issued \$100 million in general obligation Great Lakes Water Quality Bonds pursuant to voter authorization which were placed with a State Authority. To date, the State has recognized \$10.0 million of this as a liability on the State of Michigan Comprehensive Annual Financial Report of which \$6.0 million remains outstanding.

Table 9



Bonds and Notes Payable by Fiscal Year (In Thousands of Dollars)

Item	Outstanding on September 30				
	2007	2008	2009	2010	2011
GENERAL OBLIGATION DEBT					
School Bond Loan	\$ 502,690	\$ 502,690	\$ 655,480	\$ 671,228	\$ 861,920 *
Environmental Protection	454,040	437,786	419,426	408,260	406,494 *
Recreation	19,090	16,270	13,310	10,220	10,296
Clean Michigan Initiative	434,925	464,160	513,915	513,775	523,386 *
Great Lakes Water Quality Bonds	52,650	56,349	57,604	57,604	67,611
Total General Obligation Debt	\$ 1,463,395	\$ 1,477,255	\$ 1,659,735	\$ 1,661,087	\$ 1,869,707
NON-GENERAL OBLIGATION DEBT					
Michigan Department of Transportation Tax Dedicated Bonds	\$1,843,183	\$1,771,780	\$1,710,969	\$1,612,146	\$1,511,685 * (c)
MDOT Grant Anticipation Notes	32,000	-0-	-0-	-0-	-0-
MDOT Grant Anticipation Bonds	485,115	485,115	763,520	756,495	749,155
Michigan Department of Natural Resources State Park Revenue Bonds	13,405	12,820	12,210	11,570	10,900
Special Authorities-Revenue Bonds and Notes: (a)					
Mackinac Island State Park Commission	1,350	1,070	780	1,930	1,885
Michigan State Housing Development Authority	1,785,202	2,396,971	2,337,938	2,526,246	2,474,150
Michigan State Hospital Finance Authority	5,130,846	5,282,669	5,599,964	(b)	(b) *
Michigan Higher Education Facilities Authority	566,430	618,282	602,723	(b)	(b) *
Michigan Higher Education Student Loan Authority	2,317,984	2,277,874	2,219,084	(b)	(b)
Michigan Municipal Bond Authority	4,145,895	4,346,874	4,775,482	(b)	(b)
Michigan State Building Authority	3,365,715	3,375,070	2,968,710	3,008,024	3,175,339 *
Michigan Public Education Facilities Authority	104,545	127,835	156,003	(b)	(b)
Michigan Tobacco Settlement Finance Authority	1,013,492	1,080,115	1,071,162	(b)	(b)
Michigan Finance Authority (b)	-	-	-	14,885,199	14,048,108 *
Total Non-General Obligation Debt	\$ 20,805,162	\$ 21,776,475	\$ 22,218,545	\$ 22,801,610	\$ 21,971,222

* All or part of the principal amount not presented, and not represented in the totals due to the advance refunding of all or part of this obligation.

(a) Does not include the activity of the Michigan Strategic Fund.

(b) Executive Order 2010-2 consolidated 10 public finance authorities under the Michigan Finance Authority: Michigan Municipal Bond Authority; Michigan State Hospital Finance Authority; Michigan Higher Education Facilities Authority; Michigan Higher Education Assistance Authority; Michigan Higher Education Student Loan Authority; Michigan Public Educational Facilities Authority; Michigan Tobacco Settlement Finance Authority; Michigan Underground Storage Tank Financial Assurance Authority; Michigan State Higher Education Facilities Commission; Michigan Forest Finance Authority.

(c) Beginning in 2011 Table 9 MDOT Tax Dedicated Bonds Outstanding on September 30, 2007 through 2011, include accumulated accretion.

Table 10



Special Revenue Debt, Bond, and Note Payments (In Thousands of Dollars)

Item	Issue Date	Maturity Dates	Amount Issued	Refunded Principal	Principal Payments	Interest Payments	Outstanding Principal as of 09/30/2011
Michigan Department of Transportation Tax Dedicated Bonds Michigan Comprehensive Transportation							
RF. SR. 2001-A	2001	2021	\$27,765	\$-0-	\$1,455	\$1,213	\$22,295
RF. SR. 2002-A	2002	2011	89,620	-0-	6,950	382	-0-*
Series 2002-B	2002	2022	82,310	-0-	510	234	3,950*
Series 2003	2003	2023	35,020	-0-	1,010	608	13,895*
Series 2005	2005	2023	62,180	-0-	-0-	3,264	62,175
Series 2006	2006	2024	53,685	-0-	235	2,381	51,375
Series 2009	2009	2019	42,335	-0-	-0-	1,899	42,335
State Trunkline Fund							
Series 1992-A	1992	2021	253,618	-0-	3,884	8,211	7,077*(1)(a)
RF. SR. 1992-B I & II	1992	2021	99,592	-0-	514	1,086	936*(1)(b)
RF. SR. 1998-A	1998	2026	377,890	-0-	11,490	10,767	194,845
Series 2001-A	2001	2030	308,200	-0-	6,865	588	7,250*
RF. SR. 2002	2002	2021	97,870	-0-	1,520	3,025	57,815
RF. SR. 2004	2004	2021	103,450	-0-	45	5,056	98,260
Series 2004	2004	2019	185,710	-0-	13,500	3,096	49,725*
RF. SR. 2005	2005	2022	223,020	-0-	-0-	11,690	223,015
RF. SR. 2005B	2005	2019	378,250	-0-	31,680	16,593	316,400
Series 2006	2006	2022	244,525	-0-	13,115	10,125	195,600
RF. SR 2009	2009	2028	146,190	-0-	-0-	7,299	146,190
MDOT Grant Anticipation Bonds							
Series 2007	2007	2027	485,115	-0-	7,340	24,520	467,245
Series 2009	2009	2027	281,910	-0-	-0-	21,495	281,910
Michigan Department of Natural Resources State Park Revenue Bonds Series 2002							
Series 2002	2002	2022	15,500	-0-	670	465	10,900
Total Special Revenue Debt				\$-0-	\$100,783	\$133,997	\$2,253,193

* All or part of the principal amount not presented, and not represented in the totals due to the advance refunding of all or part of this obligation. The table below summarizes the advance refunding activity by type of bond.

Series	Advanced Refunded from Series	Amount Refunded	FY11 Paid from Escrow Principal	FY 11 Escrow Interest	FY 11 Escrow Balance
Special Revenue Debt:					
Comprehensive Transportation	2005, 2009	\$75,820	\$3,745	\$3,439	\$62,810
Trunkline Transportation	2004, 2005	331,060	-0-	17,240	331,060
		\$406,880	\$3,745	\$20,679	\$393,870

(1) Beginning in 2011 State Treasurer's Annual Report Table 9 Michigan Department of Transportation Tax Dedicated Bonds Outstanding on September 30, 2011 include:

- (a) State Trunkline Fund, Series 1992-A: principal of \$7,077 and accumulated accretion of \$16,380 totaling \$23,457 (\$ in thousands).
- (b) State Trunkline Fund, Series 1992B I&II: principal of \$936 and accumulated accretion of \$2,167 totaling \$3,103 (\$ in thousands).

State Tax Collections

State taxes and fees totaling \$21,584,303 (in thousands) were collected during fiscal year 2011, which is a decrease of 6.53% from the previous fiscal year.

Major tax collections for fiscal year 2011 and the previous four

years are detailed in Table 11, *Treasury Administered Taxes and Fees Collected on a Cash Basis*, below.

Table 12, *Michigan State Taxes*, identifies all Michigan taxes and gives administrative information about each.

Table 11



Treasury Administered Taxes and Fees Collected on a Cash Basis (In Thousands of Dollars)

Type of Revenue	10-1-06 to 9-30-07	10-1-07 to 9-30-08	10-1-08 to 9-30-09	10-1-09 to 9-30-10	10-1-10 to 9-30-11
Income Tax:					
Withholding Tax	\$ 6,615,704	\$ 7,278,212	\$ 6,880,731	\$ 6,782,194	\$ 7,140,486
Individual Income Tax	735,150	870,103	650,542	557,733	710,669
Individual Income Tax Estimates	781,920	851,829	611,186	552,638	629,294
Individual Income Tax Penalty and Interest	23,263	30,067	31,061	31,682	32,160
Gross Individual Income Tax Collections	8,156,037	9,030,211	8,173,520	7,924,247	8,512,610
Tax Refunds and Tax Credits	(1,703,455)	(1,764,675)	(2,102,006)	(2,369,460)	(\$2,185,609)
Net Individual Income Tax	\$ 6,452,582	\$ 7,265,536	\$ 6,071,514	\$ 5,554,787	\$ 6,327,001
Single Business Tax (a)					
Single Business Tax (a)	\$ 2,109,940	\$ 1,276,096	\$ 160,165	\$ 98,511	\$ 63,550
Single Business Tax Penalty and Interest	57,623	58,095	49,084	31,091	\$ 30,544
Gross Single Business Tax	2,167,563	1,334,191	\$ 209,249	\$ 129,602	\$ 94,094
Tax Refunds	(298,610)	(336,622)	(257,628)	(\$93,803)	(\$33,289)
Net Single Business Tax	\$ 1,868,953	\$ 997,569	\$ (48,379)	\$ 35,800	\$ 60,805
Michigan Business Tax (a)					
Michigan Business Tax (a)	\$ -0-	\$ 1,415,188	\$ 2,679,375	\$ 2,310,295	\$ 2,453,576
Michigan Business Tax Penalty and Interest	-0-	-0-	1,775	14,972	\$ 37,968
Gross Michigan Business Tax	-0-	1,415,188	2,681,149	2,325,266	\$ 2,491,544
Tax Refunds	-0-	-0-	(78,632)	(257,310)	(\$358,115)
Net Michigan Business Tax	\$ -0-	\$ 1,415,188	\$ 2,602,517	\$ 2,067,956	\$ 2,133,429
Airport Parking Tax	\$ 21,366	\$ 22,776	20,053	19,591	20,185
Airport Parking Tax Penalty and Interest	-0-	4	-0-	-0-	-0-
Cigarette - Tobacco Products Tax	1,088,426	1,026,775	984,028	947,511	913,760
Cigarette - Tobacco Products Tax Penalty and Interest	1,179	1,066	816	566	386
Commercial Mobile Radio Service Tax	20,553	20,989	27,619	27,756	27,825
Convention Facility Tax	18,095	19,246	15,683	15,286	17,202
Convention Facility Tax Penalty and Interest	34	105	89	30	36
Environmental Protection Regulatory Fee	53,114	53,466	51,150	51,323	51,123
Estate Tax (b)	1,007	491	(153)	178	43
Gas and Oil Privilege Fee	7,298	13,126	7,333	3,108	6,780
Gas and Oil Severance Tax	68,143	101,232	55,036	58,277	62,063
Industrial/Commercial Facilities Tax	115,539	123,825	55,949	55,353	43,866
Inheritance Tax (c)	(87)	39	93	(161)	13
Insurance - Retaliatory Tax	218,182	223,840	262,949	262,132	272,701
Intangibles Tax (d)	(11)	40	2	1	9
Motor Fuel Taxes	1,039,189	1,004,015	957,202	971,498	960,852
Non-Cigarette - Tobacco Products Tax	44,141	49,488	54,035	60,948	58,175
Real Estate Transfer Tax	240,020	181,143	125,027	127,143	118,232
Sales Tax	6,563,694	6,803,764	6,124,969	6,170,199	6,688,593
Sales, Use, and Withholding Penalty and Interest	62,583	48,333	53,551	60,566	41,262
State Education Tax	2,075,011	2,039,847	2,145,886	1,992,451	1,956,753
State Housing Development Service Fee	10,333	9,690	10,395	10,627	12,453
Use Tax	1,382,798	1,390,494	1,292,912	1,579,529	1,621,056
Utility Property Tax	88,160	85,436	73,289	61,978	59,932
Other Taxes and Fees (e)	121,889	128,658	125,778	127,151	129,767
TOTAL	\$21,562,192	\$23,026,181	\$21,069,342	\$20,261,583	\$21,584,303

(a) Public Act 325 of 2006 repealed the Single Business Tax, effective December 31, 2007. It was replaced by the Michigan Business Tax, enacted in Public Act 36 of 2007, effective January 1, 2008.

(b) Public Act 54 of 1993 replaced the Inheritance Tax for dates of death after September 30, 1993 with the Estate Tax.

(c) Public Act 54 of 1993 replaced the Inheritance Tax for dates of death after September 30, 1993 with the Estate Tax.

(d) Public Act 5 of 1995 repealed Public Act 301 of 1939 regarding collection of Intangible Taxes.

(e) Includes Assessor's Training, & Certification Fees, Garnishment Fees, Court Fines, Fees & Assessments, Driver Responsibility Fees, Trailer Coach Parks Specific Tax, Commercial Forest Tax and Low Grade Iron Ore Specific Tax.

Table 12



Michigan State Taxes (In Thousands of Dollars)

Tax Source	Year Adopted	Department Administered by	Payment Deadline	Net Cash Receipts 10-1-10 to 9-30-11	Disposition
Aircraft Registration	1923	Transportation	August 1	376	State Aeronautics Fund
Airport Parking	1987	Treasury	15th of each month	20,185	State Aeronautics Fund; Specific Local Units
Aviation Fuel	1929	Treasury	20th of each month	5,594	State Aeronautics Fund
Beer and Wine Excise	1933	Licensing and Regulatory Affairs	Monthly reports and/or stamps	49,950	General Fund
Casino Wagering	1999	Education	Daily	113,772	School Aid Fund, General Fund
Cigarette Tobacco Products	1947	Treasury	20th of each month	913,760	41.6% to School Aid Fund, 19.8% to General Fund, 3.8% to Healthy Michigan Fund, 34.8% to Local Units
Commercial Mobile Radio Service	1999	Treasury	Last day of Feb., Apr., Jul., and Oct.	27,825	Commercial Radio Suppliers and Counties, Public Safety Answering Points
Convention Facility Development	1985	Treasury	15th of each month	17,202	Debt Service for Cobo Hall; Counties
Corporate Organization	1891	Licensing and Regulatory Affairs	At time of incorporation, admission or increase in stock	20,839	General Fund
Diesel Fuel	1947	Treasury	20th of each month	105,874	Michigan Transportation Fund
Environmental Protection Regulatory	1989	Treasury	10th and 25th of each month	51,123	General Fund
Estate	1994	Treasury	Nine months following date of death	43	General Fund
Gas and Oil Privilege Fee	1973	Treasury	25th of each month	6,780	General Fund
Gas and Oil Severance	1929	Treasury	25th of each month	62,063	General Fund
Gasoline	1925	Treasury	20th of each month	831,298	Michigan Transportation Fund
Horse Race Wagering	1933	Agriculture	At end of each day's racing	5,244	Agriculture Equine Industry Development Fund
Individual Income	1967	Treasury	April 15	6,294,841	General Fund with 23.278% to School Aid Fund
Industrial/Commercial Facilities	1974	Treasury	December 1	43,866	Local Units and School Aid Fund
Inheritance	1899	Treasury	Within 105 days after death, except contingent transfers-due at vesting	13	General Fund
Insurance Company Retaliatory	1987	Treasury	Last day of Apr., Jul., Oct., and Jan.	272,701	General Fund
Intangibles	1939	Treasury	April 30, or last day of 4th month after end of taxpayer's tax year	9	General Fund
Liquified Petroleum Gas	1953	Treasury	20th of each month	337	Michigan Transportation Fund
Liquor Excise - 4%	1957	Licensing and Regulatory Affairs	At the time of sale to retail licensees	39,089	School Aid Fund
Liquor Specific - 4%	1959	Licensing and Regulatory Affairs	At the time of sale to retail licensees	39,526	General Fund
Liquor Specific - 1.85%	1972	Licensing and Regulatory Affairs	At the time of sale to retail licensees	14,855	Liquor Purchase Revolving Fund
Liquor - 4% -- Tourism and Convention Facility	1985	Licensing and Regulatory Affairs	At the time of sale to retail licensees	39,143	Debt Service for Cobo Hall; Counties
Marine Fuel	1947	Treasury	20th of each month	232	Michigan State Waterways Fund
Michigan Business	2007	Treasury	15th of Apr., Jul., Oct., and January	2,095,461	School Aid Fund and General Fund
Motor Carrier Diesel Fuel	1980	Treasury	Last day of month following close of qtr.	17,446	Michigan Transportation Fund
Motor Carrier's Privilege	1923	Licensing and Regulatory Affairs	December 1	4,919	Truck Driver Safety Fund and Motor Carrier Fees
Motor Vehicle Weight or Value	1905	State	Owner's birthday	863,362	Michigan Transportation Fund
Non-Cigarette Tobacco Products	1994	Treasury	20th of each month	58,175	75% to Local Units, 25% to General Fund
Real Estate Transfer	1994	Treasury	County Treasurer remits to State on the 15th in the month after receipt	118,232	School Aid Fund
Sales	1933	Treasury	15th and last day of each month for accelerated filers. 20th day of the month for non-accelerated filers.	6,688,593	72.8% to School Aid Fund, 9.9% to General Fund, 1.2% to Comprehensive Transportation Fund, 15.9% to Local Units, 0.1% to Healthy Initiative Fund, 0.1% to Enhanced Enforcement
Single Business	1975	Treasury	April 30, or last day of 4th month after end of taxpayer's tax year	30,260	General Fund
State Education	1994	Treasury	County Treasurer remits to State the month after receipt from Local Units	1,956,753	School Aid Fund
Snowmobile Registration	1968	State	October 1 (every 3rd year)	2,365	Michigan Conservation and Recreation Legacy Fund
Use	1937	Treasury	15th of each month	1,621,056	66.6% to General Fund, 33.4% to School Aid Fund
Utility Property	1905	Treasury	July 1 or 1/2 on Aug. 1, 1/2 on Dec. 1	59,932	General Fund
Watercraft Registration	1967	State	January 1 (every 3rd year)	9,501	Michigan Conservation and Recreation Legacy Fund

Local Property Taxes

Local property taxes in Michigan are levied by local units of government - school districts, cities, counties, townships and villages. Each of Michigan's 83 counties then "equalizes" the local assessments.

Equalization ensures that similar properties in different areas are assessed equitably. Following county equalization, the State Tax Commission equalizes among counties.

Table 13 shows state, county and local equalized valuations for calendar year 2010 and the prior decade. This table also lists the total Taxable Valuation and the average tax rate (millage) for each year. Table 14 shows how property tax dollars are apportioned among the various taxing units.

Michigan taxpayers' local property tax burden is lessened substantially by an income tax credit for property taxes paid.

Table 13



Local Property Tax Valuation, Levies, and Average Rates (In Millions of Dollars)

Calendar Year	Local Assessed Valuation	County Equalized Valuation	State Equalized Valuation	Taxable Valuation (a)	Total Taxes Levied	Average Rate (Mills) (b)	Homestead Average Rate (c)	Non-Homestead Average Rate
2010	\$ 385,115	\$ 385,050	\$ 385,050	\$ 336,845	\$ 13,374	39.70	33.13	50.40
2009	423,892	423,901	423,901	360,567	14,110	39.13	32.86	51.09
2008	448,112	448,140	448,140	363,225	14,144	38.94	33.14	50.94
2007	453,058	453,109	453,109	357,298	14,254	39.89	32.72	51.49
2006	436,294	436,422	436,421	340,334	13,598	39.96	32.66	51.38
2005	415,776	415,796	415,796	321,653	12,827	39.88	32.60	51.38
2004	392,562	392,621	392,622	304,716	12,190	40.00	32.71	50.81
2003	369,404	369,525	369,525	288,957	11,269	39.00	31.81	49.74
2002	343,577	343,715	343,715	274,652	11,033	40.17	32.60	51.00
2001	312,429	312,519	312,896	257,712	10,251	39.78	32.12	50.72
2000	284,331	284,427	284,427	240,647	9,462	39.32	31.54	50.10

(a) Beginning in 1994, property taxes have been levied against Taxable Value, not State Equalized Value.

(b) This is the Average Rate based on all classes of property. In 2003 only, the State Education Tax rate was 5.0, lowering average rates by 1.0 mill.

(c) Homesteads include those properties which received the "principal residence" exemption and those which receive the "qualified agricultural property" exemption. Qualified forest and industrial personal property are also included in this group as they receive a similar exemption.

Table 14



Distribution of Local Property Taxes (In Thousands of Dollars)

Taxing Unit	Taxes Levied		Percent of Increase
	2009	2010	
City	\$ 2,532,292	\$ 2,411,518	- 4.77%
County	2,223,022	2,093,777	- 5.81%
Township	980,195	930,679	- 5.05%
Village	101,991	88,124	- 13.60%
School	6,184,781	5,897,177	- 4.65%
State Education Tax (a)	2,087,375	1,952,528	- 6.46%
Totals	\$14,109,656 (b)	\$13,373,803 (c)	

(a) For 2003 only, the State Education Tax rate was lowered from 6.0 mills to 5.0 mills.

(b) \$996.4 million of the total property taxes levied in 2009 was refunded to taxpayers through the "circuit breaker" system of property tax credit against State income tax due or as a reimbursement if they exceed the income tax.

(c) \$912.5 million of the total property taxes levied in 2010 was refunded to taxpayers through the "circuit breaker" system of property tax credits against State income tax due or as a reimbursement if they exceed the income tax.

Published by the:

Michigan Department of Treasury
430 W. Allegan Street
Lansing, MI 48922

This report is available at
www.michigan.gov/treasury.

Issued under the authority of P.A. 122 of 1941.