

# Michigan

**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
 SEPTEMBER 30, 2008  
 (In Thousands)

|   | BUSINESS-TYPE ACTIVITIES -- ENTERPRISE FUNDS |   |                  |                    | GOVERNMENTAL<br>ACTIVITIES --<br>INTERNAL<br>SERVICE<br>FUNDS |
|---|--|---|------------------|--------------------|---|
|   | MAJOR  |   |                  | TOTALS             |   |
|   | STATE<br>LOTTERY<br>FUND                     | MICHIGAN<br>UNEMPLOYMENT<br>COMPENSATION<br>FUNDS | NON-MAJOR        |                    |   |
| <b>ASSETS</b>   |  |   |                  |                    |   |
| Current Assets:   |  |   |                  |                    |   |
| Cash  | \$ 2   | \$ 7,417  | \$ 893           | \$ 8,312           | \$ 496  |
| Equity in common cash (Note 5)                              | 3,508  | 2,886   | 55,057           | 61,451             | 234,679   |
| Amounts due from other funds (Note 18)                      | -  | 7,581   | -                | 7,581              | 22,412  |
| Amounts due from component units                            | -  | 341   | -                | 341                | 154   |
| Amounts due from federal agencies                           | -  | 17,712  | -                | 17,712             | -   |
| Amounts due from local units                                | -  | 31,403  | -                | 31,403             | -   |
| Inventories   | 3,851  | -   | 8,773            | 12,624             | 15,717  |
| Investments (Note 8)  | 69,508                                       | 35,289  | 4,364            | 109,162            | -   |
| Other current assets  | 75,846                                       | 253,524   | 4,829            | 334,199            | 19,375  |
| Total Current Assets  | <u>152,715</u>                               | <u>356,153</u>                                    | <u>73,915</u>    | <u>582,784</u>     | <u>292,834</u>  |
| Investments (Note 8)  | 251,479                                      | -   | -                | 251,479            | -   |
| Capital Assets (Note 9):                                    |  |   |                  |                    |   |
| Land and other non depreciable assets                       | -  | -   | -                | -                  | 9,170   |
| Buildings and equipment                                     | 4,194  | -   | 371              | 4,565              | 709,419   |
| Allowance for depreciation                                  | (3,405)                                      | -   | (353)            | (3,758)            | (487,102)   |
| Total capital assets  | <u>790</u>                                   | <u>-</u>  | <u>17</u>        | <u>807</u>         | <u>231,487</u>  |
| Other noncurrent assets                                     | -  | 23,300  | -                | 23,300             | 2,650   |
| Total Assets  | <u>\$ 404,984</u>                            | <u>\$ 379,453</u>                                 | <u>\$ 73,933</u> | <u>\$ 858,370</u>  | <u>\$ 526,971</u>   |
| <b>LIABILITIES</b>  |  |   |                  |                    |   |
| Current Liabilities:  |  |   |                  |                    |   |
| Warrants outstanding  | \$ 1,937                                     | \$ -  | \$ 3,656         | \$ 5,593           | \$ 609  |
| Accounts payable and other liabilities (Note 23)            | 132,230                                      | 44,509  | 62,984           | 239,723            | 119,669   |
| Amounts due to other funds (Note 18)                        | 11,898                                       | 7,355   | 142              | 19,394             | 6,356   |
| Deferred revenue  | -  | 345   | 395              | 740                | 49,610  |
| Current portion of other long-term obligations (Note 15)    | 638  | -   | 319              | 958                | 62,140  |
| Total Current Liabilities                                   | <u>146,703</u>                               | <u>52,209</u>                                     | <u>67,496</u>    | <u>266,408</u>     | <u>238,384</u>  |
| Long-Term Liabilities:                                      |  |   |                  |                    |   |
| Advances from other funds (Note 18)                         | -  | -   | -                | -                  | 7,548   |
| Advances from federal government                            | -  | 362,400   | -                | 362,400            | -   |
| Prize awards payable  | 220,001                                      | -   | -                | 220,001            | -   |
| Noncurrent portion of other long-term obligations (Note 15) | 1,508  | 55,203  | 1,144            | 57,855             | 111,193   |
| Total Liabilities   | <u>368,212</u>                               | <u>469,812</u>                                    | <u>68,640</u>    | <u>906,664</u>     | <u>357,126</u>  |
| <b>NET ASSETS</b>   |  |   |                  |                    |   |
| Invested in capital assets, net of related debt             | \$ 790                                       | \$ -  | \$ 17            | \$ 807             | \$ 223,910  |
| Restricted For:   |  |   |                  |                    |   |
| Unemployment compensation                                   | -  | 35,899  | -                | 35,899             | -   |
| Other purposes  | 36,772                                       | -   | -                | 36,772             | 4,026   |
| Unrestricted  | <u>(790)</u>                                 | <u>(126,259)</u>                                  | <u>5,275</u>     | <u>(121,773)</u>   | <u>(58,091)</u>   |
| Total Net Assets  | <u>\$ 36,772</u>                             | <u>\$ (90,359)</u>                                | <u>\$ 5,293</u>  | <u>\$ (48,294)</u> | <u>\$ 169,845</u>   |

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